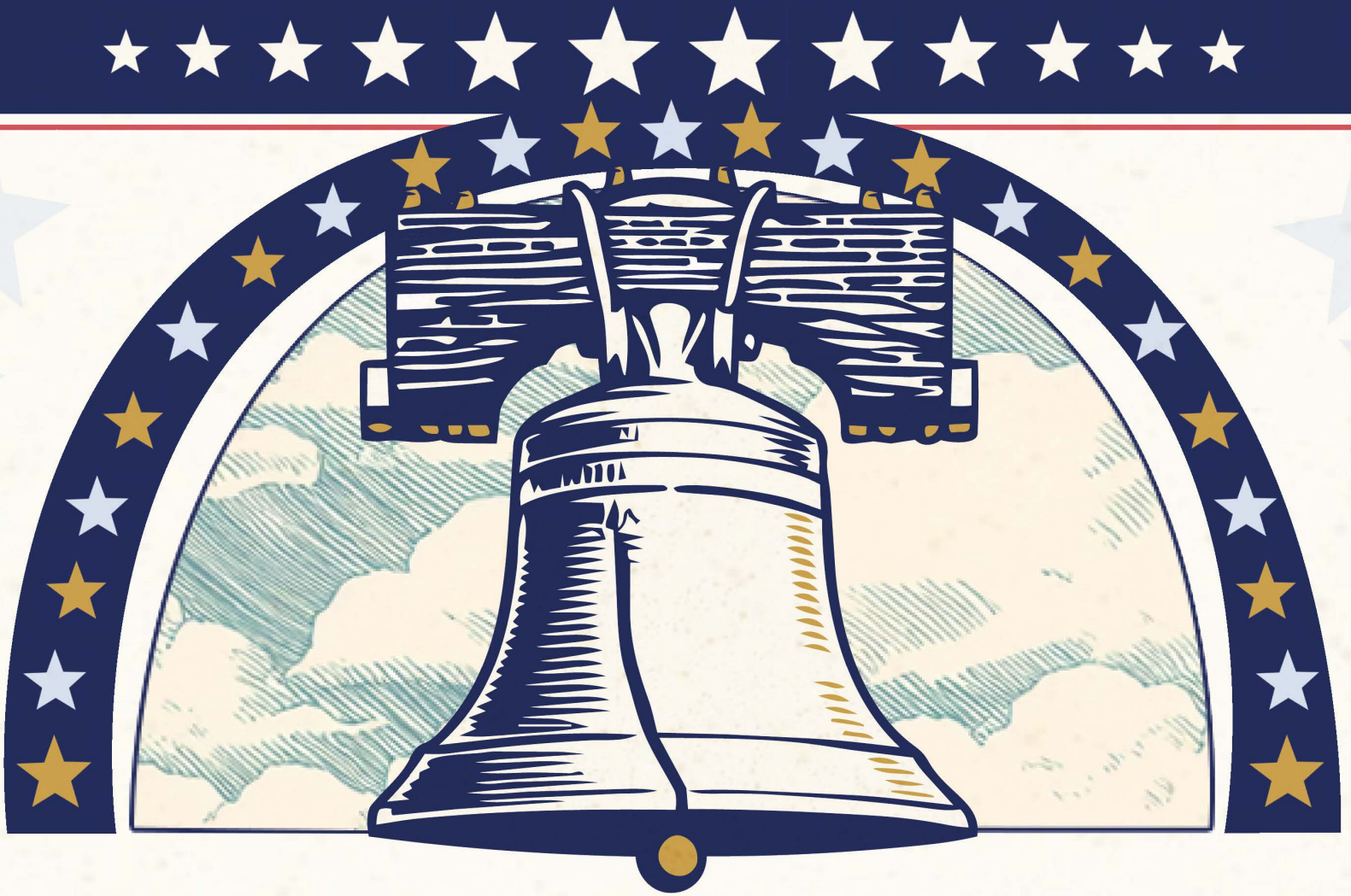




GOVERNOR
JOSH SHAPIRO

EXECUTIVE BUDGET

2026 - 2027



BUDGET.PA.GOV



Commonwealth of Pennsylvania
Office of the Governor
Harrisburg

February 3, 2026

To the People of the Commonwealth of Pennsylvania:

Since taking office, my Administration has been laser-focused on delivering results for the people of Pennsylvania — and it's working.

At a time when division too often stands in the way of solving real problems, Pennsylvania is showing that we can still work together to get stuff done. By listening to Pennsylvanians and advancing commonsense solutions, we've delivered real results where it matters most: growing our economy, creating good-paying jobs, supporting our students, improving public safety, and expanding access to care and services for those who need it most.

As I begin my fourth year as Governor, I'm proud of what we've accomplished together. That progress didn't happen by accident — it happened because we stayed focused on delivering results and putting the people of Pennsylvania first.

Through my first three budgets, we've delivered historic investments in education, raised wages for workers caring for our most vulnerable neighbors, strengthened public safety, and made strategic investments in economic development that have created tens of thousands of good-paying jobs and leveraged billions in private sector investment. Because of our work, gun violence is down, schools have more resources to support our kids, and Pennsylvania is now the only state in the Northeast with a growing economy. I'm proud of what we've accomplished — and I'm ready to keep working together to get stuff done for the people of Pennsylvania.

Together, we've cut taxes seven times, putting more money back in the pockets of Pennsylvania families and businesses. We expanded the Property Tax/Rent Rebate Program — the largest targeted tax cut for seniors in nearly two decades. We cut the Corporate Net Income Tax, expanded the Child and Dependent Care Tax Credit, and created a new tax credit that will provide \$193 million to nearly one million working Pennsylvanians this year.

We've also made government work better, faster, and move at the speed of business. We tackled long-standing permitting and licensing backlogs — eliminating a 15-year permit backlog at the Department of Environmental Protection — cut average licensing times by nearly 75 percent, and reviewed outdated regulations to reduce red tape.

These results have been driven by responsible fiscal management. Since I took office, Pennsylvania has earned two credit rating upgrades and saved more than \$200 million in borrowing costs — savings that extend to school districts and local governments across the Commonwealth. At the same time, we've cut waste and inefficiency, saving tens of millions of dollars through smarter IT practices and modernizing state facilities — all while protecting taxpayers and making smart, forward-looking investments.

Today, I present my proposed budget for the 2026-27 fiscal year — a balanced budget that builds on our momentum, keeps doing what's working, and addresses the challenges ahead to keep Pennsylvania moving forward. This proposal continues historic investments in education, workforce development, public safety, and economic growth. It maintains tax cuts, expands opportunity, makes Pennsylvania more competitive, and supports the creation of thousands of good-paying jobs.

Growing the economy and expanding opportunity remain among the most important ways to improve Pennsylvanians' lives. When I took office, Pennsylvania was falling behind. By launching the Commonwealth's first comprehensive economic development strategy in decades, we've reversed that trend. For more than two and a half years, Pennsylvania's unemployment rate has stayed below the national average, and we've secured more than \$35 billion in private sector investment and created over 18,800 jobs. This budget builds on that progress, giving our Commonwealth new tools to compete for business, create jobs, and grow the economy.

A strong economy depends on a strong workforce, and that starts with education. This budget continues historic investments in public education, reforms cyber charter funding, improves school safety, and strengthens workforce pipelines from early learning through adult training — ensuring every Pennsylvanian has a fair shot to succeed.

Public safety remains a core responsibility of government. This budget continues investments that reduce violent crime, support law enforcement and firefighters, prevent gun violence, and expand access to mental health services — because everyone deserves to be safe and feel safe in their community.

Above all, this budget is about affordability. I've heard directly from Pennsylvanians worried about rising costs. This proposal takes action to lower costs and protect consumers by expanding housing supply, increasing energy generation, and investing in critical infrastructure — while continuing to hold powerful interests accountable and keep utility bills in check.

While challenges remain — this budget puts forward commonsense solutions to protect Pennsylvanians and position our Commonwealth for long-term success. With sound fiscal policy, we can build on the progress we've made, strengthen our Rainy Day Fund, and secure a brighter future for the Commonwealth.

Pennsylvania is on the rise — and we're proving that when we work together, we can still get stuff done.

Sincerely,

A handwritten signature in black ink, appearing to read "Josh Shapiro", with a stylized flourish at the end.

Governor Josh Shapiro



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

Commonwealth of Pennsylvania

For the Fiscal Year Beginning

July 01, 2025

Christopher P. Morill

Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) presented an award of Distinguished Budget Presentation to the Commonwealth of Pennsylvania for its annual budget for the fiscal year beginning July 1, 2025. This award is valid for a period of one year.

In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communication device.

The Commonwealth has received this award for 28 consecutive years.

To view the Governor's Executive Budget online or learn more about the Pennsylvania Office of the Budget, go to www.budget.pa.gov.
To learn more about the Commonwealth of Pennsylvania, go to www.pa.gov.

Overview of Sections within the Budget

Preface

Includes the Governor's Letter, Distinguished Budget Presentation Award, an overview of sections within the budget, and the table of contents.

Reader's Guide

Provides an explanation of the budget process, program budget structure, and the basis of budgeting and accounting, and summarizes significant financial policies and lists terms used in the budget.

A. Overview and Summaries

Provides summary information regarding program policy direction and budget themes. It discusses the economic outlook, major operating funds, and overall complement and summarizes the budget for major Commonwealth funds including the General Fund, Motor License Fund, Lottery Fund, and Budget Stabilization Reserve (Rainy Day) Fund.

B. Program Budget Summary

Provides a summary of the budget by major revenue source and information for each major program by component categories and subcategories (subdivisions of programs).

C. Summary by Fund

Provides a summary for the General Fund and Special Funds, including detailed data on revenues and a summary of expenditures for each fund. Detailed expenditure and program information is found within Section E: Department Presentations.

D. Tax Expenditures

Provides information regarding tax expenditures for the General Fund, Motor License Fund, and selected other funds. These are tax credits, deductions, exceptions, and exclusions provided in law which result in a significant reduction in revenues that would otherwise be received at current tax rates.

E. Department Presentations

Provides detailed expenditure information by agency, program, and funding source. Each department presentation includes a Summary by Fund and Appropriation, Program Funding Summary, information on major programs, appropriation funding details, and Program Measures.

F. Capital Budget

Provides detailed information by agency regarding proposed capital budget projects. In addition, lists proposed funding sources and amounts needed to support the capital program for the next five years.

G. Public Debt

Provides data on the debt obligations of the Commonwealth used to fund capital programs, voter-approved bond referendums, and certain disaster relief programs.

H. Other Special Funds

Provides a brief description and financial data for all Commonwealth funds not given an expanded treatment in other sections of the budget.

I. Complement

Provides a summary by department of salaried complement on a full-time equivalent (FTE) basis. It also provides a brief description by agency and appropriation of the complement changes recommended in the budget.

J. Statistical Data

Provides historical data for various Pennsylvania economic indicators.

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State Employment Trends	J4
State Unemployment Trends	J8
State Personal Income Trends	J9

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READER'S GUIDE

This section of the budget is intended to assist readers with interpreting and understanding the content of the Governor's recommended budget.

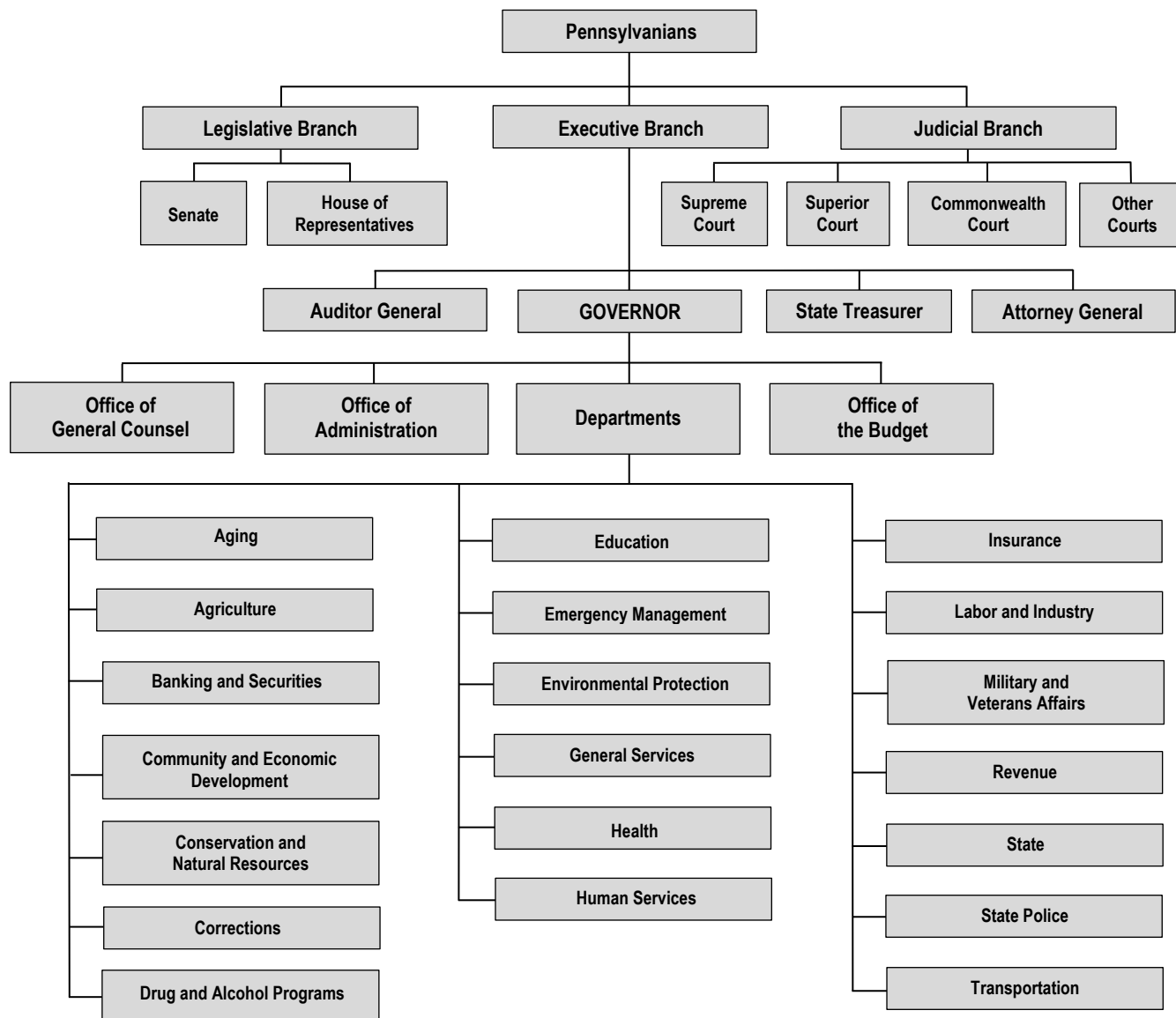
It contains an organization chart of the Commonwealth, descriptions of the operating and capital budget processes, explanations of the program budget structure and the basis of budgeting and accounting, a summary of significant financial policies, terms used in the budget process, and a list of common federal funds abbreviations.

The government of the Commonwealth is comprised of three separate branches: the executive branch, the legislative branch, and the judicial branch. The organization chart shown on the following page provides additional information about the structure of Pennsylvania State Government.

To view the Governor's Executive Budget online or learn more about the Pennsylvania Office of the Budget, go to www.pa.gov/agencies/budget.html. To learn more about the Commonwealth of Pennsylvania, go to www.pa.gov.

Commonwealth of Pennsylvania

Organization Chart



AGENCIES

Higher Education Assistance
Housing Finance Agency
Interstate Agencies

AUTHORITIES

Automobile Theft Prevention
Broadband Development
Commonwealth Financing
Economic Development Financing
Energy Development
Health Insurance Exchange
Higher Education Facilities
Industrial Development
Infrastructure Investment
Insurance Fraud Prevention
Minority Business Development
Patient Safety
Philadelphia Parking
Public School Building
Rural Health Redesign Center

BOARDS

Claims
Environmental Hearing
Finance and Revenue
Gaming Control
Liquor Control
Milk
Municipal Retirement
Pardons
Parole
Public School Employees' Retirement
Sexual Offenders Assessment
State Employees' Retirement
Tax Equalization

COMMISSIONS

Civil Service
Crime and Delinquency
Ethics
Fish and Boat
Game
Harness Racing
Historical and Museum
Horse Racing
Human Relations
Juvenile Court Judges
Public Utility
Turnpike

COUNCILS

Health Care Cost Containment Council

The Budget Process

The Pennsylvania Constitution requires that the Governor submit a budget annually to be adopted by the General Assembly for the ensuing fiscal year. The General Assembly may add, change, or delete any items in the budget proposed by the Governor, but the Governor retains veto power over the individual appropriations passed by the General Assembly. The Governor may also reduce individual appropriations but may not increase them. A gubernatorial veto can be overridden only by a two-thirds majority of each chamber of the General Assembly.

The Governor's Executive Budget is developed with a focus on the results of government programs and provides information about program goals, objectives, accomplishments, and impacts.

The Governor's Executive Budget is a statement of the Commonwealth's program plan, the resources necessary to support that plan, a description of how resources are to be used, and an assessment of the effectiveness of programs on people and the environment. This information is presented so that the levels of expenditure are associated with levels of government services and, ultimately, with the resulting effects on important public policy issues and concerns faced by the Commonwealth.

In some instances, the data tables presented in the Governor's Executive Budget may not add to totals due to rounding.

PHASES OF THE BUDGET PROCESS

The state budget process can be divided into four phases: gubernatorial preparation and submission to the General Assembly, approval (involving the executive and legislative branches), execution, and program performance evaluation and financial audit.

Preparation

The preparation phase of the budget process begins nearly twelve months prior to the July 1 start of that fiscal year. The first step of the preparation phase is the distribution of the budget instructions by the Office of the Budget and program policy guidance by the Governor's Policy Office. The program policy guidance defines major policy issues, spells out priorities, and provides policy direction to the agencies for budget preparation.

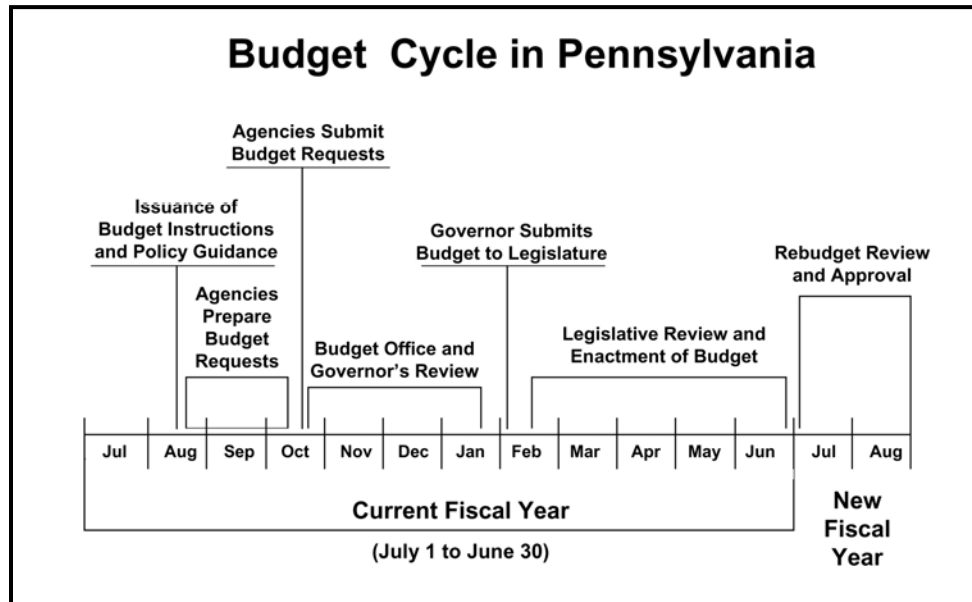
Agency budget requests are submitted to the Office of the Budget beginning in early October. Agencies prepare and submit their requests electronically. The Agency Program Plan, the programmatic presentation of agency budget requests, and the appropriation-level information are prepared and submitted in the format and manner specified in budget instructions issued annually by the Office of the Budget.

During December, the Administration apprises legislative leaders of anticipated spending and revenue levels and major fiscal issues expected to be addressed in the upcoming budget.

The Secretary of the Budget and Office of the Budget staff review agency budget requests for accuracy and adherence to the policy guidance. The Agency Program Plan and appropriation data are used by the Office of the Budget to analyze the agency requests and prepare funding recommendations for the Secretary of the Budget and the Governor. Total agency requests must be brought into balance with total funds estimated to be available from existing sources and any new revenue sources that are recommended. The Secretary of the Budget makes recommendations to the Governor on the expenditure proposals contained in each agency budget request and, along with the Secretary of Revenue, provides revenue estimates. The Governor reviews these recommendations and makes final budget decisions. The Governor's Executive Budget document is then completed and submitted to a joint session of the General Assembly by the Governor through the budget address.

Approval

Shortly after receiving the Governor's Executive Budget, the Appropriations Committees of the House of Representatives and Senate hold public hearings to review agency budget proposals. The appropriations hearings provide the legislators with an opportunity to review the specific programmatic, financial, and policy aspects of each agency's programs. The legislators' decisions on the budget are reflected in the annual General Appropriation Bill and individual appropriation bills. The General Appropriation Bill contains appropriations for the executive, legislative, and judicial departments, public schools, and for public debt. All other appropriations are made individually by separate bills.



Appropriations made to institutions not under the absolute control of the Commonwealth are considered nonpreferred appropriations and require a two-thirds vote of each chamber of the General Assembly for passage. The passage of the General Appropriation Bill and other appropriation bills by the General Assembly and the passage of any revenue measures which may be required to ensure a balanced budget constitute the legislative approval phase of the budget process.

At the time that the General Appropriation Bill and other appropriation bills are presented to the Governor for approval, the official revenue estimates for the budget year are established by the Governor. If the appropriations passed by the Legislature exceed the revenue estimates plus any available surplus, the Governor has the authority and duty either to veto entire appropriation bills or to reduce the amount of appropriations in order to produce a budget that is in balance with total resources available. The Governor also has the power to reduce or item veto any appropriation he thinks excessive or unnecessary, even if the total appropriations passed by the legislators do not exceed estimated resources available. A Governor's item veto may be overridden by a two-thirds vote of each chamber of the General Assembly.

The signing of the appropriations bills and any revenue bills by the Governor is the last step in the approval stage of the budget process.

On occasion, additional appropriations are made subsequent to the enactment of the General Appropriation Act. These additional appropriations are made for a purpose for which either no appropriation was originally made or where the General Assembly deems it desirable or necessary that an original appropriation be adjusted in the current fiscal year period. These appropriations are made in supplemental appropriation bills that are passed in the same manner as regular appropriation bills.

Execution

The Office of the Budget has the authority to request and approve agency spending plans, commonly referred to as rebudgets, and to establish authorized levels for an agency's full-time equivalent (FTE) salaried complement, i.e., personnel. The rebudgets are based primarily on the enacted appropriations. The Office of the Budget electronically enters allocation amounts into the accounting system based upon the approved rebudget. Program managers and administrators are responsible for operating their programs within the resources that are available and for producing the results cited in the budget.

Audit

The last phase of the budget cycle, which occurs after the close of the fiscal year, encompasses audit and review of program and financial performance. The Office of the Budget informally reviews program and financial performance and performs formal evaluations of selected programs. In addition, the Auditor General performs a financial post audit.

The Capital Budget Process

Preparation, Submission, and Approval

The capital budget process in Pennsylvania is similar to the process used for the operating budget. The capital budget process has the following phases: preparation and submission to the General Assembly, approval (involving both the executive and legislative branches), and capital budget execution.

The preparation phase follows the operating budget preparation cycle for a fiscal year beginning July 1. When agencies submit operating budget requests to the Secretary of the Budget beginning in early October, agencies also submit a capital budget request itemizing proposed capital projects they want to undertake. The Office of the Budget reviews capital requests and develops recommendations based on the Governor's financial parameters and policies.

The Governor makes final decisions on the capital budget at the same time as the operating budget. The Governor's final recommendations are contained in a separate capital budget section in the Governor's Executive Budget submitted to the General Assembly.

The Governor's capital project recommendations, along with any additions or deletions made by the General Assembly, are contained in a separate bill usually known as the Capital Budget Project Itemization Act. This bill, along with the Capital Budget Act which contains the maximum debt limitations for the next fiscal year beginning July 1, must be passed by both chambers of the General Assembly and presented to the Governor for signature.

The Governor reviews the projects contained in the Capital Budget Project Itemization Act taking into consideration his priorities, the importance of the project, and the impact the project will have on agency operating budgets. The Governor may approve the bill as is or item veto parts or all of the amounts contained in the bill. Any item veto may be overridden by a two-thirds vote of each chamber of the General Assembly. The Governor's approval of the Capital Budget Project Itemization Act is the final stage of the capital budget approval process.

Each year, even if a capital budget project itemization bill is not passed, a Capital Budget Bill — legislation establishing limitations on the debt to be incurred for capital projects — is proposed. If passed by the Legislature and signed into law by the Governor, the act establishes a debt ceiling for each major category of the capital program and remains in force for a single fiscal year.

Capital Project Activation

In order for a capital project approved in an enacted project itemization act to move forward, the Department of General Services must request that it be activated. All project activation requests are reviewed by the Office of the Budget for consistency with the Governor's priorities and policies. Projects approved by the Office of the Budget are scheduled for release, first for design, and then when design is complete, for construction. Project releases are made in accordance with certain fiscal guidelines in order to keep the entire capital budget at affordable levels each fiscal year.

Debt Financing vs. Current Revenue Financing

A capital project can be funded by Commonwealth debt obligations, current revenues, or funds received from other jurisdictions if it meets one of the project category criteria listed in the Capital Budget Program Summary. Most capital projects are funded through general obligation bonds, however, highway capital projects are funded from current revenues of the Motor License Fund or through highway bonds. Agencies request either bond funding, current revenue funding, or a combination of both when they submit capital project requests. The statements in Section F summarize proposed new project itemizations by capital program category, department, and funding sources. The capital projects for each department are listed for both bond-funded and current revenue projects.

The Commonwealth's Program Budget Structure

COMMONWEALTH PROGRAM PLAN

The budget presentation for each Commonwealth department or agency is shown on a program basis and on an appropriation basis. Section B: Program Budget Summary provides a summary presentation by Commonwealth program and shows program costs according to eight major Commonwealth program classifications. These eight Commonwealth Programs are each defined in terms of broadly stated goals of state government.

The first Commonwealth program, Direction and Supportive Services, includes the resources to support administrative functions that affect the overall operations of the Commonwealth. The next six Commonwealth programs are substantive in nature and deal with costs related to their program titles: Protection of Persons and Property; Education; Health and Human Services; Economic Development; Transportation; and Recreation and Cultural Enrichment. The last Commonwealth program, Debt Service, includes the resources to meet the timely payment of Commonwealth debt obligations. Debt Service is shown as a separate Commonwealth program and is not merged with program expenditures so that direct program expenditures may be more clearly identified.

Program Budget Structure
• <i>Commonwealth Program — eight major programs</i> • <i>Program Category — defined by desired goals</i> • <i>Program Subcategory — Program Presentation that includes an objective, narrative, and funding</i> • <i>Program Element — activities contributing toward the accomplishment of the subcategory program objective</i>

Each of the eight major Commonwealth programs is subdivided into program categories defined by more specific goals. Program categories are further broken down into program subcategories (more commonly referred to as program presentations in the budget book). The program presentations include program objectives, narratives, and funding recommendations. Program narratives are further broken down into program elements — the basic unit of the program budget structure. Program elements are the activities that contribute to the accomplishment of the program objective of the program presentation.

Department Presentations

Each agency presented in Section E of this budget book includes a Mission Statement, an Organization Overview, a Summary by Fund and Appropriation, a Program Funding Summary, and a program subcategory Program Presentation.

Mission Statement

The mission statement is included on the title page of the department or agency presentation and describes what the agency does or intends to accomplish and why.

Summary by Fund and Appropriation

The Summary by Fund and Appropriation (SFA) presentation is organized by fund, character of expenditure, state appropriation, and the federal funds, augmentations, and restricted funds that supplement the activities funded by each state appropriation. Three fiscal years are shown on this presentation — the budget year and two prior fiscal years. The most immediate prior fiscal year is named the “available year” and the second most immediate prior fiscal year is named the “actual year.”

State funds included in the SFA presentation are the: General Fund, Motor License Fund, Lottery Fund, and all appropriations or executive authorizations made from these funds. Section C presents financial statements and revenue detail for each of these state funds.

Federal fund amounts shown on the SFA include appropriations to date as well as anticipated adjustments because of increases or decreases in the amount of funds to be received. Because of the manner in which they are appropriated, federal funds are deposited as General Fund revenues rather than as augmentations. Federal funds are not, however, included in the revenue sections of the budget. Instead, federal funds are shown with the state funds they supplement. Abbreviations or acronyms often are used in the federal appropriation titles shown on the SFA. The Federal Funds Identification section in this Reader's Guide lists common federal fund abbreviations.

The SFA example pages immediately following this section explain the layout of the SFA and provide more detail on the items discussed here.

Program Funding Summary

The agency Program Funding Summary presents general, special, federal, and other funding organized by the program subcategory Program Presentations of the Commonwealth's program budget structure rather than by appropriation. The summary is a seven-year presentation — including the actual, available, and budget years previously discussed, plus four additional planning years beyond the budget year. The four planning years do not show cost projections based on desired progress toward meeting goals, but rather show the future cost consequences of current program policy including the cost of any current legislatively mandated increases that may be effective in a future year. All departmental program funding summaries are shown aggregated in Section B according to the eight major Commonwealth Programs and their identified Program Categories. Each departmental subcategory shown in its Program Funding Summary is included in one and only one of the eight major Commonwealth Programs and in one of the Program Categories.

Program Presentation

Each program subcategory Program Presentation includes a program goal that states the program's purpose in terms of desired accomplishments, a narrative describing program activities and services, program recommendations that identify increases or decreases over available year funding, and a list of state appropriations that support the activities within the program.

An agency may have one or more Program Presentations, depending on the breadth and complexity of its mission, activities, goals, and objectives. The reader can quickly see program presentation titles in the Table of Contents which lists every Program Presentation for every agency. Each Program Presentation begins with and is defined by one program goal. Program narratives describe program activities, services, and expected outcomes and may be further broken down by program element narratives which focus on specific program activities.

Program Presentation

- *Program Goal — program purpose stated as desired accomplishments*
- *Narrative — program activities and services description*
- *Program Recommendations — proposed funding increases or decreases*
- *Appropriations within this Program — appropriations supporting program activities*
- *Program Measures — activities funded by the program*

The Program Recommendations section lists and briefly describes each funding increase or decrease for each state appropriation. Major funding changes are identified as Initiatives which often are more fully discussed in Section A: Overview and Summaries section.

The Appropriations within this Program section is a seven-year presentation of the state appropriations included in the Program Presentation. As noted in the previous planning year discussion, the four planning years do not show cost projections based on desired progress toward meeting goals, but rather show the future cost consequences of current program policy including the cost of any current legislatively mandated increases that may be effective in a future year. Each state appropriation appears in only one agency Program Presentation.

Within the Commonwealth's program budget structure, performance measures are used to quantify program activities and results. Program Measures is the last section in the Program Presentation and is a seven-year presentation of performance measures that identify program activities and outcomes in addition to the impact the proposed budget is expected to have on those activities and outcomes.

The Program Presentation example pages immediately following the Summary by Fund and Appropriation example pages in this section explain the layout of the Program Presentation and provide more detail on the items discussed here. The reader is also referred to the Terms Used in the Budget Process section of this Reader's Guide for the definitions of the terms discussed in this section.

OTHER SPECIAL FUNDS

Section H: Other Special Funds provides brief descriptions and financial data for those special funds of the Commonwealth not given an expanded treatment in other sections of this document.

The Summary by Fund and Appropriation

A summary by fund and appropriation (SFA) is shown at the beginning of each agency presentation in Section E. The SFA identifies all state appropriations within the agency and those federal funds, augmentations, restricted accounts, and other funds which supplement the activities within the respective state appropriation.

- (1) Commonwealth Fund** — The fund into which revenues are deposited and from which monies are appropriated or executively authorized to pay expenses.
- (2) Character of Expenditure** — A classification of an expenditure symbol according to its general purpose. Characters of expenditure include general government, institutional, grants and subsidies, capital improvements, and debt service.
- (3) Expenditure Symbol Title** — Identifies an appropriation by the General Assembly or an executive authorization (EA) by the Governor to spend state monies.
- (4) "(F)"** Identifies a federal appropriation by the General Assembly or an executive authorization by the Governor to spend federal monies.
- (5) "(A)"** Identifies other monies which augment a state appropriation.
- (6) "(R)"** Identifies funds which are in a restricted account and may only be spent for limited purposes related to the state appropriation.
- (7)** Identifies one of a group of special funds which are presented fully in Section C: Summary by Fund. For purposes of this presentation, state funds include the General, Motor License, and Lottery funds.
- (8)** Identifies one of a group of special funds which are presented on a limited basis in Section H: Other Special Funds.

Environmental Protection

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	20XX-XX ACTUAL	20XX-XX AVAILABLE	20XX-XX BUDGET
(1) GENERAL FUND:			
(2) General Government:			
(3) General Government Operations	\$ 15,095	\$ 16,759	\$ 19,929
(4) (F)COVID-SFR Transfer to Clean Streams Fund	220,000	-	-
(5) (A)Water Pollution Control Administration.....	292	653	703
(6) (R)Electronics Material Recycling Account	460	330	509
Subtotal.....	\$ 235,847	\$ 17,742	\$ 21,141
Vector Borne Disease Management.....	5,609	5,880	5,880
(F)Zika Vector Control Response (EA)	37	100	100
(A)Tick and Lyme Testing	603	740	700
Subtotal.....	\$ 6,249	\$ 6,720	\$ 6,680
Environmental Hearing Board	2,554	2,593	2,728
STATE FUNDS	\$ 23,258	\$ 25,232	\$ 28,537
FEDERAL FUNDS	220,037	100	100
AUGMENTATIONS	895	1,393	1,403
RESTRICTED	460	330	509
GENERAL FUND TOTAL	\$ 244,650	\$ 27,055	\$ 30,549
(7) MOTOR LICENSE FUND:			
General Government:			
Weights and Measures Administration	\$ 5,817	\$ 5,817	\$ 5,817
Grants and Subsidies:			
Dirt, Gravel, and Low Volume Roads	\$ 28,000	\$ 28,000	\$ 28,000
MOTOR LICENSE FUND TOTAL	\$ 33,817	\$ 33,817	\$ 33,817
(8) OTHER FUNDS:			
UNCONVENTIONAL GAS WELL FUND:			
Transfer to Well Plugging Account (EA).....	\$ 6,000	\$ 6,000	\$ 6,000
UNDERGROUND STORAGE TANK INDEMNIFICATION FUND:			
Environmental Cleanup Program (EA).....	\$ 3,479	\$ 4,244	\$ 4,306
Pollution Prevention Program (EA)	100	100	100
UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TOTAL	\$ 3,579	\$ 4,344	\$ 4,406
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 23,258	\$ 25,232	\$ 28,537
MOTOR LICENSE FUND	33,817	33,817	33,817
LOTTERY FUND	-	-	-
FEDERAL FUNDS	220,037	100	100
AUGMENTATIONS	895	1,393	1,403
RESTRICTED	460	330	509
OTHER FUNDS	9,579	10,344	10,406
TOTAL ALL FUNDS	\$ 288,046	\$ 71,216	\$ 74,772

GOVERNOR'S EXECUTIVE BUDGET 20XX-20XX

Program Presentation

Each Program Presentation provides a written and financial explanation of the activities of the program. Recommendations for the continuation of current programs at essentially current levels of commitment are shown within department program subcategories. Recommendations for major program changes are identified as department Program Revision Requests (PRRs) or Initiatives which provide explanations and justification for the change.

- (1) Identifies the agency being presented.
- (2) **Program** — Focuses upon objectives which can be measured in terms of quantifiable impact.
- (3) **Narrative** — Describes program services and activities.
- (4) Underlined text indicates a hyperlink contained in the online version of the Governor's Executive Budget. These links connect to additional programmatic information contained on agency websites or other web locations. Please refer to the online document found at www.pa.gov/agencies/budget.html.
- (5) **Program Element** — Used within a program narrative to identify sub-program components.
- (6) **Program Recommendations** — Identifies the increases or decreases over the available year funds as presented in the Summary by Fund and Appropriation.
- (7) **Expenditure Symbol Title** — Identifies a specific appropriation.
- (8) **Initiative** — Identifies a major program change and is explained in more depth in a presentation following the program.
- (9) **Appropriations within this Program** — Identifies all state appropriations which support the activities within the program. Each appropriation appears in only one agency program.
- (10) **Program Measures** — Indicates the expected impact of the proposed budget on services, costs, etc., involved in all programs within the entire agency.

Environmental Protection

(1)

(2) Program: Environmental Support Services

Goal: To provide administrative and technical support for the Commonwealth's environmental protection programs.

(3) This program provides for the administrative and technical systems that direct and support the [Department of Environmental Protection's \(DEP\)](#) programs. It includes the executive and administrative offices, the [Office of Chief Counsel](#), information and data processing systems, and the [Citizens Advisory Council](#).

(5) Managing Land Protection Activities

DEP encourages waste reduction, promotes recycling and reuse of waste products, and protects the public by providing for safe transportation, processing, and disposal of municipal waste, and hazardous waste. The department also protects land resources by regulating above-ground and underground tanks that store petroleum and other hazardous substances.

(6) Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Environmental Hearing Board	
\$ 213	—to continue current program.	\$ 36	—to replace nonrecurring benefits cost reduction.
621	—to meet federal infrastructure matching requirements.	99	—to continue current program.
(8) 2,336	—Initiative—to provide state match requirements for federal infrastructure funding.	\$ 135	Appropriation Increase
\$ 3,170	Appropriation Increase		

(9) Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	20XX-XX Actual	20XX-XX Available	20XX-XX Budget	20XX-XX Estimated	20XX-XX Estimated	20XX-XX Estimated	20XX-XX Estimated
GENERAL FUND:							
General Government Operations.....	\$ 15,095	\$ 16,759	\$ 19,929	\$ 19,929	\$ 19,929	\$ 19,929	\$ 19,929
Vector Borne Disease Management	5,609	5,880	5,880	5,880	5,880	5,880	5,880
Environmental Hearing Board	2,554	2,593	2,728	2,728	2,728	2,728	2,728
TOTAL GENERAL FUND.....	\$ 23,258	\$ 25,232	\$ 28,537	\$ 28,537	\$ 28,537	\$ 28,537	\$ 28,537

(10) Program Measures:

	20XX-XX	20XX-XX	20XX-XX	20XX-XX	20XX-XX	20XX-XX	20XX-XX	
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated	
Meet or exceed Permit Decision Guarantee timeframes. Close 100% of new permit applications within their designed time frames by December 31, 20XX.								
Percentage of permits processed on time (active in Permit Decision Guarantee).....	%	90	90	94	94	94	96	98
Total Authorizations Received.....		43,576	43,786	41,676	38,920	39,800	40,596	41,408

GOVERNOR'S EXECUTIVE BUDGET 20XX-20XX

Basis of Budgeting and Basis of Accounting for Financial Reporting

Basis of Budgeting for Control and Compliance — Modified Cash Basis

The Commonwealth's budgets are prepared on a modified cash basis that is used to establish and ensure compliance with enacted budgets according to applicable Commonwealth statutes and administrative procedures. For each Commonwealth operating fund, the total amount appropriated by the General Assembly for a fiscal year may not exceed the fiscal year's estimated revenues available for appropriation, as developed by the Governor, plus the unappropriated surplus fund balance (or less a deficit) of the preceding fiscal year, except for constitutionally authorized debt service payments.

With a modified cash basis of budgeting, tax receipts, nontax receipts, augmentations, and all other receipts are recognized when posted to the Commonwealth's accounting system. Expenditures are recorded at the time payment requisitions and invoices are posted to the Commonwealth's accounting system. Expenditures include appropriated amounts reserved for payment of contracts for the future delivery of goods and services to the Commonwealth through an encumbrance process. Also, appropriated funds are retained at fiscal year-end to pay direct expenditures such as salaries, wages, travel, and utility costs payable against a fiscal year's appropriation authority but expended in the subsequent fiscal year.

Budgetary control is exercised at the appropriation level (legislative spending authority level). Encumbrances and expenditures cannot exceed appropriated amounts. Appropriation transfers between departments and any supplemental appropriations require both executive and legislative branch approval. Uncommitted and unexpended appropriations return to the fund balance (lapse) at fiscal year-end and become available for appropriation in the subsequent fiscal year. Over-estimates of amounts required to meet current year obligations are lapsed in the subsequent year and under-estimates are paid from subsequent year appropriations.

Budgets are statutorily adopted each fiscal year for the General Fund and other select special revenue funds. However, not all special revenue funds are controlled by statutorily adopted budgets. Controls over spending in such special revenue funds are maintained by use of spending limits (executive authorizations) established by the Governor, within parameters established by the General Assembly.

The Commonwealth also makes appropriations to authorize expenditures for various capital projects. Capital project appropriations normally remain in effect until the completion of each project unless modified or rescinded.

Basis of Accounting for Financial Reporting — GAAP Modified Accrual Basis

In addition to the budgetary basis financial information maintained by the Commonwealth to monitor and enforce budgetary control, special account balances, principally receivable and payable items, are maintained to provide and report information in conformity with generally accepted accounting principles (GAAP) applicable to state and local governments. GAAP requires a modified accrual basis of accounting for governmental fund types. With modified accrual basis accounting, revenues are recognized when they become both measurable and available to finance expenditures. Expenditures are generally recognized and recorded when a liability to make a payment is incurred, regardless of when the cash disbursement is to be made. For proprietary and fiduciary fund types, GAAP requires a full accrual basis of accounting.

Accounting Differences in GAAP Financial Reporting versus Budgetary Reporting

Revenues and expenditures reported and included in GAAP financial statements differ from those reported in the Commonwealth's budgeting system. Among other differences, the GAAP statements generally recognize revenues when they become measurable and available rather than when cash is received; report expenditures when goods and services are received and a liability incurred rather than when cash is disbursed; include government-wide statements, representing aggregate governmental activities of the Commonwealth, along with fund statements, including individual major and aggregate nonmajor funds grouped by GAAP fund type rather than by Commonwealth funds; and include activities of all funds in the financial reporting entity, including agencies and authorities usually considered as independent of the Commonwealth for budgetary accounting and reporting purposes. GAAP financial accounting generally requires sales/use, personal income, corporation, and other tax revenue accruals as well as tax refunds payable and tax credits to be subtracted from reported tax revenues and expenditures not covered by appropriations to be included as expenditures.

Significant Financial Policies

A summary of significant financial management policies of the Commonwealth is presented here.

Accounting

Accounting policies are noted in the Basis of Budgeting and Basis of Accounting for Financial Reporting section immediately preceding this section. In addition to the budgetary basis financial information maintained by the Commonwealth to monitor and enforce budgetary control, special account balances, principally receivable and payable items, are maintained to provide and report information in conformity with accounting principles generally accepted in the United States applicable to governments. The Governmental Accounting Standards Board (GASB) establishes accounting and financial reporting requirements for state and local governments.

Budget Stabilization Reserve Fund

This fund is commonly referred to as the Rainy Day Fund. Act 91 of 2002 provided for this fund effective July 1, 2002, to eventually establish a reserve fund amounting to 6 percent of the revenues of the General Fund. For the fiscal year beginning July 1, 2002, and in any fiscal year thereafter in which the Secretary of the Budget certifies that there is a surplus in the General Fund, 25 percent of the surplus is to be deposited by the end of the next succeeding quarter into this fund. If, at the end of any fiscal year, the ending balance of the Budget Stabilization Reserve Fund equals or exceeds 6 percent of the actual General Fund revenues received for the fiscal year in which the surplus occurs, 10 percent of the surplus shall be deposited into the fund.

Investments — Investment Pools

The Fiscal Code provides the Treasury Department with investment control over most Commonwealth funds. The Treasury Department uses a variety of sophisticated internal investment pools that seek to provide preservation of principal, liquidity, diversification, and income for Commonwealth funds. All participating funds report amounts invested in such pools as temporary and/or long-term investments; the pools themselves are not financially reported.

Debt Issuances

The Pennsylvania Constitution permits debt to be issued for capital projects in approved capital budgets; purposes approved by voter referendum and response to disasters. The constitution limits outstanding capital budget debt to 1.75 times the average tax revenues during the previous five fiscal years. Voter approved and disaster relief debt are not subject to the constitutional debt limit.

Additional detail on these financial policies can be found in other sections of this document including Section A: Overview and Summaries, Section F: Capital Budget, Section G: Public Debt, and Section H: Other Special Funds.

Terms Used in the Budget Process

Accrual: The accounting recognition of revenue or expenditures/expense amounts prior to cash receipt of revenue or cash disbursements for expenditures/expenses. Accruals are based on the delivery of a good or completion of a service by a specific date for which related cash receipts or disbursements have not yet occurred. Accruals are typically posted at the end of an accounting period and are reversed during a subsequent accounting period.

Agency Program Plan: The aggregation of program and financial information projected over a five-year period that serves as the agency input into the Commonwealth Program Plan.

Annual Comprehensive Financial Report (ACFR): A set of government financial statements that complies with accounting requirements prescribed by the Governmental Accounting Standards Board and provides information about the financial condition of the Commonwealth. It is prepared primarily by accounting staff in the Office of Comptroller Operations and jointly audited by the Auditor General and independent auditors using GASB requirements.

Appropriation: Legislation requiring the Governor's approval authorizing an agency, department, board, commission, or institution to spend a specified amount of money for a stated purpose or purposes during a particular period of time, usually one fiscal year.

Augmentation: Monies such as institutional billings or fees credited to a specific appropriation of state revenues. An augmentation can usually be spent for those purposes authorized for the appropriation it augments. Although augmentations usually are appropriated in general terms with no specific dollar limits, federal aid monies must be appropriated specifically.

Authorized Salary Complement: A complement authorization established by the Office of the Budget based on funding and agency justification for positions.

Balanced Budget: A budget in which proposed expenditures equal actual and estimated revenues and surplus. The Constitution of Pennsylvania requires the Governor to submit a balanced budget and prohibits the General Assembly from appropriating monies in excess of actual and estimated revenues and surplus.

Bond: A debt investment issued by the Commonwealth or other public agency or authority. Bonds are used to raise money to finance new projects, maintain ongoing operations, or refinance other existing debts, and are issued for a set number of years (often more than 10 years). At maturity, the issuer repays the principal to the investor. The investor also receives regular interest payments from the issuer until the bond matures.

Budget: A statement of the state's program plan, the resources necessary to support that plan, a description of how and for what purposes the resources are to be used, and a projection of the effects of the programs on people and the environment.

Budget Type: A term used to describe the components of various funding sources and status of the funding sources that determine the total funds available for each Commonwealth appropriation or executive authorization. Budget Types include:

- **Appropriation or Executive Authorization** — The amount provided in an enacted appropriation bill or executively authorized and issued in approved Expenditure Symbol Notification letters.
- **Augmentations** — The amount made available in an approved allocation or allocation amendment to supplement an appropriation or executive authorization from non-federal sources.
- **Federal Transfers** — The amount of expenditures anticipated to occur in the state appropriation or executive authorization in the first instance and then transferred to a related federal appropriation or executive authorization.
- **Non-Federal Transfers** — The amount of expenditures anticipated to occur in the state appropriation or executive authorization in the first instance, and then transferred to another state appropriation or executive authorization or other funds source within the same or a different Commonwealth fund.
- **Pending Lapse** — The amount of funds from an appropriation or executive authorization that may potentially lapse. These funds are no longer available for expenditure or commitment.
- **Lapse** — The amount of funds from the appropriation or executive authorization for which a lapse has been processed and approved. These funds are no longer available for expenditure or commitment.
- **Federal Expiration** — The amount of lapse of appropriation or executive authorization authority from a federal appropriation or executive authorization.
- **Budget Carry Forward** — The amount of prior year available funds that have carried forward to a subsequent fiscal year.

Capital Authorization: The appropriations and/or debt authorization enacted in an annual capital budget to fund any permitted capital program.

Capital Budget: The capital budget recommends projects for the construction, renovation, improvement, acquisition, and purchase of original furniture and equipment of any building, structure, facility, land, or land rights. Projects must have an estimated useful life of not less than ten years and an estimated cost in excess of \$100,000 or more if bond funds are used. Funding for minor capital projects costing between \$100,000 and \$600,000 can be included in the agency's general operating budget. Those projects under these thresholds are not considered capital and are funded from operating budgets. Most of the capital budget projects in the past have been paid from monies obtained by the sale of bonds.

Character of Expenditure: A classification of an expenditure symbol according to its general purpose, including general government, institutional, grants and subsidies, capital improvements, and debt service.

Commonwealth Program Plan (CPP): The aggregation of all of the Agency Program Plans (APP) within the framework of the Commonwealth's program structure.

Complement: A term synonymous with state personnel or workforce, more often used in the context of positions rather than employees or persons employed. Complement terms include:

- **Authorized Salaried Complement** — A complement authorization established by the Office of the Budget as part of the annual rebudget process and based on funding and agency justification for positions.
- **Complement Level** — The number of full-time equivalent wage or salaried positions authorized by appropriation and agency. The Office of the Budget establishes authorized salaried complement levels and the Governor's Office of Administration establishes authorized wage complement levels.
- **Full-time Equivalent (FTE)** — A numeric unit that indicates the workload of an employed person in a way that makes full- and part-time workloads comparable. A full-time worker is equivalent to one FTE and two half-time workers are also equivalent to one FTE. For budgeting purposes, an agency's total FTE count is rounded to the nearest integer.
- **Limited-Term Salaried Position** — A salaried position that has a specific date of expiration, regardless of duration, that requires the temporary, full-time, or part-time employment of at least one person.
- **Position** — An authorized and individually identified group of duties and responsibilities requiring the full- or part-time employment of at least one person.
- **Salaried Position** — A position requiring the full-time or part-time employment of at least one person on a regularly scheduled basis for a period of time exceeding six months.
- **Wage Position** — A position requiring the full-time or part-time employment of one person, either on a regular schedule for a short-term duration of time or on an intermittent or irregularly scheduled basis.
- **Workforce** — Persons employed by the Commonwealth.

Current Commitment: Current level of services; when used in projecting costs, the future cost consequences of current program policy. Also referred to as "Cost to Carry." The four planning years do not show cost projections based on desired progress toward meeting goals, but rather show the future cost consequences of current level of services and current program policy including the cost of any current legislatively mandated increases that may be effective in a future year.

Deficit: A fiscal operating result for an individual fund that may occur at the end of a fiscal year, whereby expenditures for a fiscal year exceed the actual revenues during the same period plus the prior year surplus. The deficit must be paid from the next year's revenues.

Encumbrance: That portion of an appropriation representing a Commonwealth obligation or commitment pursuant to a contract, a purchase order, a grant, or another known obligation but where an actual disbursement has not been made.

Executive Authorization (EA): An authorization made in the name of the Governor to spend money from funds that had been previously appropriated through blanket action of the General Assembly. Usually this term is used in connection with the special funds. An example of this would be the operations of the Vocational Rehabilitation Fund.

Expenditure: An accounting entry indicating a disbursement has been made.

Federal Fiscal Year: A twelve-month period beginning October 1 and ending September 30 of the following calendar year which is used as the federal accounting and appropriation period. Referred to by the year in which the fiscal year ends.

Federal Funds Appropriation: An appropriation of monies received from the federal government. All monies, regardless of source, deposited in the state treasury must be appropriated. Federal funds are appropriated for a specific time period.

Fiduciary Funds: These funds are used to account for assets held by the Commonwealth as trustee or agent for individuals, private organizations, and other government units.

Fiscal Year: A twelve-month period beginning July 1 and ending June 30 of the following calendar year which is used as the state's accounting and appropriation period. In the accounting system, the fiscal year is referred to by the year in which the fiscal year begins.

- **Actual Year** — Includes all expenditures and encumbrances chargeable to that fiscal year as of June 30 of the previous year plus available balances held for certain commitments and any supplemental appropriations enacted after June 30. In the case of continuing appropriations, the actual figure will also include any available balances. For non-appropriated and non-executively authorized restricted receipts and restricted revenues, it reflects expenditures only.
- **Available (Current) Year** — For state funds, includes appropriations to date and supplemental appropriations recommended in this budget. For non-appropriated and non-executively authorized restricted receipts and restricted revenues, the best estimate of expenditures currently available is used.
- **Budget Year** — Reflects the amounts being recommended by the Governor in this document for the ensuing fiscal year.
- **Planning Years 1, 2, 3, and 4** — Reflects only the cost of the budget year projected into the future and the implementation of legislatively mandated changes that may be effective in a future year.

Full-time Equivalent: see **Complement**.

Fund: An independent fiscal and accounting entity comprising a source of money set aside by law for the purpose of carrying on specific activities in accordance with special regulations, restrictions, or limitations. A fund is created by legislation. The General Fund is the fund from which most state programs are financed.

Fund Balance: The beginning balance is the ending balance brought forward from the previous year. The ending balance (positive or negative) is the sum of the beginning balance, revenues/receipts, and lapses less expenditures within the fiscal year.

General Appropriation Act: A single piece of legislation containing numerous individual appropriations. The General Appropriation Act contains only appropriations for the executive, legislative, and judicial departments of the Commonwealth, for the public debt, and for public schools. All other appropriations are made by separate acts, each concerning one subject.

General Fund: The major operating fund of the Commonwealth. It receives all tax receipts and other types of revenue not specified by law to be placed in special funds. Except for certain restricted receipts, the income of the General Fund is appropriated in specific amounts for the ordinary programs of government. Pennsylvania's major sources of General Fund revenues are corporation taxes, consumption taxes, the personal income tax, and nontax revenues.

General Obligation Bonds: Bonds guaranteed by the full faith and credit of the Commonwealth, repayment of which is from the General Fund.

Goal: A goal is a desired state of affairs based upon current knowledge and values. It is timeless in the sense that as achievement approaches, goals tend to be restated at a higher level of aspiration or new goals are projected. Goals reflect the basic values of society and are therefore always culture bound and subjective.

Governmental Funds: Collectively these funds account for and report activities that are associated with routine, ordinary governmental functions and are financed largely by tax and grant revenues. Funds include the General Fund, Special Revenue Funds, Capital Project Funds, and Debt Service Funds. (See page H-2 for additional information.)

Initiative: Changes in program purpose, level, or activity as the result of changes in policy, statute, regulation, or court direction are identified as Initiatives. Cost increases to operate an existing program without change in policy, law, or regulation such as increased fuel costs or rental costs are current commitment costs and are not identified as Initiatives.

Item Veto: The Constitution of Pennsylvania empowers the Governor to disapprove part or all of any item or items of any bill making appropriations of money. The part or parts of the bill approved become law and the item or items disapproved become void. This power is known as the item veto.

Lapse: The return of unencumbered or unexpended monies from an appropriation or executive authorization to the fund from which the money was appropriated. Most appropriations are for one fiscal year and any unencumbered and unexpended monies usually lapse after the end of that fiscal year.

Lottery Fund: A special revenue fund comprised of monies received from lottery ticket sales. It provides for lottery prizes and for programs to support older Pennsylvanians including property tax and rent assistance, community care programs, mass transit fare subsidies, and prescription drug costs.

Mandated Expenditures: Expenditures that are authorized and required by legislation, other than appropriation acts, or required by the state constitution. Such expenditures include payment of public debt.

Motor License Fund: A special revenue fund comprised of monies received from liquid fuels taxes, licenses and fees on motor vehicles, aviation fuel tax revenues, federal aid for highway and aviation purposes, contributions from local subdivisions for highway projects, and other miscellaneous highway revenues. The fund provides for highway and bridge improvement, design, maintenance, and purchase of rights-of-way, as well as aviation activities, and Department of Transportation driver and vehicle services. It also finances State Police highway patrol operations and pays subsidies to local subdivisions for construction and maintenance of roads.

Nonpreferred Appropriations: An appropriation to any charitable or educational institution not under the absolute control of the Commonwealth that requires the affirmative vote of two-thirds of the members elected to each chamber of the General Assembly.

Official Revenue Estimate: The estimate of revenues for the ensuing fiscal year determined by the Governor at the time the Governor signs the General Appropriation Act. This revenue estimate is used to determine whether appropriations are in balance with available revenues.

Operating Budget: The operating budget is that portion of the state budget that supports the general day-to-day activities and expenses of state government paid out of revenues derived from taxes, license or permit fees, or other non-tax sources.

Other Special Fund: A fund in which revenues raised from special sources named by law are deposited (earmarked revenue). Such revenues can be spent only for purposes prescribed by law and for which the revenues were collected. Examples are: Boat Fund, Game Fund, Purchasing Fund, and State Racing Fund.

Position: see **Complement**.

Preferred Appropriation: An appropriation for the ordinary expenses of state government which only requires the approval of a majority of the senators and representatives elected to the General Assembly.

Program: A general term applied to any level of program aggregation defined in the Agency Program Plan. Included are the Commonwealth Program, the Program Category, the Program Subcategory, and the Program Element.

Program Budgeting: A method of budgeting that relates expenditures to government program accomplishments. Program budgeting generally includes the identification of programs and their objectives, a system of measuring and reporting program results, and the allocation of funds with a consideration of program effectiveness.

Program Category: see **Program Structure**.

Program Performance Measure: A general term applied to any of the substantive measures found in the agency programs. Included are impacts, outcomes, output/activity indicators, efficiency measures, and need and/or demand estimators.

Program Policy Guidelines: Issued by the Governor, the policy guidelines identify those problems confronting the Commonwealth that are of major concern. The guidelines initiate the budget process in that they ask for a preliminary assessment of alternative program changes which respond to the Governor's concerns.

Program Structure: The system used to organize goals and objectives within a logical framework so that activities of different organizational units designed to accomplish similar results can be reviewed for decision purposes within the appropriate program context. Program structure also provides the means for determining what information is required in order to identify the needs and demands on government and what information is required for the management and evaluation of program operations. Program structure terms listed in system order are:

- **Commonwealth Program** — There are eight major program classifications in the program structure: Direction and Supportive Services, Protection of Persons and Property, Education, Health and Human Services, Economic Development, Transportation, Recreation and Cultural Enrichment, and Debt Service.
- **Program Category** — The first major subdivision of the Commonwealth program. The program category is defined in terms of desired goals, e.g., clean air environment.
- **Program Subcategory** — A subdivision of a program category. The subcategory focuses upon objectives that can be measured in terms of quantifiable impact. Program subcategories within agencies are commonly referred to as programs or program presentations within the Governor's Executive Budget.
- **Program Element** — The agency activity or set of activities which produce an output or group of related outputs that contributes to the accomplishment of the objective of a single program subcategory. Program elements are the basic units of the program structure of the budget.

Proprietary Funds: These funds include Enterprise Funds and Internal Service Funds. Such funds account for and report activities the way a private business or industry would. They include such activities as sale of goods or services, lending, and other financing activities where purchasers or customers pay a charge or a user fee. (See page H-2 for additional information.)

Rebudget: An agency-revised spending plan based on its enacted appropriations. The Office of the Budget has the authority to request and approve agency spending plans or rebudgets.

Restricted Receipts: Monies received by a state fund (usually the General Fund) from a source outside of the state which may be used only for a specific purpose. The funds are held in a trust capacity for a period of time and then are disbursed to authorized recipients including other state agencies. Restricted receipts do not augment an appropriation. Usually the state makes no other appropriation for the purpose specified for the restricted receipt.

Restricted Revenue: Monies designated either by law or by administrative decision for specific purposes. The revenues are deposited in the General Fund or in certain special funds but reported separately. Restricted revenue accounts continue from one year to the next and finance a regular operation of state government. Disbursements from restricted revenue accounts must be accounted for as expenses of state government.

Revenue: Monies received from taxes, fees, fines, federal grants, bond sales, and other sources deposited in the state treasury and available as a source of funds to state government.

Special Fund: A fund in which revenues raised from special sources named by law are deposited (earmarked revenue). Such revenues can be spent only for purposes prescribed by law and for which the revenues were collected. Examples are: Motor License Fund, Game Fund, and Boat Fund.

Surplus: A fiscal operating result that may occur in a fund at the end of a fiscal year, whereby expenditures are less than the fund's beginning balance, revenues/receipts, and lapses during the same period. The surplus funds become available for appropriation during the following fiscal year.

Tax Expenditures: Tax credits, deductions, exemptions, and exclusions provided for in law which result in a significant reduction in revenues that would otherwise be received at current tax rates. See section D.

Workforce: see **Complement**.

Federal Funds Identification

The most common abbreviations used to identify federal funds in this document are:

ARPA	American Rescue Plan Act
CCDFBG	Child Care and Development Fund Block Grant
CDBG	Community Development Block Grant
COPS	Community Oriented Policing Services
COVID-ESSER	COVID Elementary and Secondary School Emergency Relief
COVID-RF	COVID Relief Fund
COVID-SFR	COVID State Fiscal Relief
CSBG	Community Services Block Grant
DOE	Department of Energy
EDA	Economic Development Administration
EEOC	Equal Employment Opportunity Commission
EPA	Environmental Protection Agency
EPSDT	Early and Periodic Screening, Diagnostic, and Treatment
ESEA	Elementary and Secondary Education Act
ESG	Emergency Solutions Grant
FEMA	Federal Emergency Management Agency
FHWA	Federal Highway Administration
FMAP	Federal Medical Assistance Percentage
FQHC	Federally Qualified Health Center
FTA	Federal Transit Administration
HUD	Department of Housing and Urban Development
IJA	Infrastructure Investments and Jobs Act
IRA	Inflation Reduction Act
LIHEABG	Low-Income Home Energy Assistance Block Grant
LIHEAP	Low Income Home Energy Assistance Program
LIHWAP	Low-Income Household Water Assistance Program
LSTA	Library Services and Technology Act
MA	Medical Assistance
MCH	Maternal and Child Health
MCHSBG	Maternal and Child Health Services Block Grant
MH/ID	Mental Health/Intellectual Disabilities
MHSBG	Mental Health Services Block Grant
NCHIP	National Criminal History Improvement Program
NEA	National Endowment for the Arts
NICS	National Instant Check System
PHHSBG	Preventive Health and Health Services Block Grant
SUPTRSBG	Substance Use Prevention, Treatment, and Recovery Services Block Grant
SCDBG	Small Communities Development Block Grant
SLFRF	State and Local Fiscal Recovery Funds
SNAP	Supplemental Nutrition Assistance Program
SORNA	Sex Offender Registration and Notification Act
SSA	Social Security Act
SSBG	Social Services Block Grant
SSI	Supplemental Security Income
STOP	Services Training Officers Prosecutors
TANFBG	Temporary Assistance for Needy Families Block Grant
TEA 21	Transportation Equity Act for the 21 st Century
VA	Veterans Administration
VOCA	Victims of Crime Act
WIC	Women, Infants, and Children Program
WIOA	Workforce Innovation and Opportunity Act



Commonwealth of Pennsylvania

Governor's Executive Budget

OVERVIEW AND SUMMARIES

The Fiscal and Program Policy Direction section presents the fiscal and program policies that guide the development of the Governor's Executive Budget. The revenue and expenditure recommendations included in this budget provide a solid fiscal foundation for the Governor to successfully address his vision, goals, and program priorities for Pennsylvania. This section summarizes the Governor's recommended budget initiatives within the following budget theme presentations.

Theme topics vary from year to year based on the funding priorities established by the Governor and the recommended budget initiatives proposed in the budget. Themes may include program revision budget recommendations. If so, detailed program revision presentations, including discussion of the program revision and its associated program measures, funding recommendations, and costs by appropriation can be found in Section E: Department Presentations within the agency responsible for leading the program revision implementation.

Fiscal and Program Policy Direction and Budget Themes

Introduction

Pennsylvania is on the Rise: This Budget Builds on Our Progress

Since taking office, Governor Josh Shapiro and his Administration have been laser-focused on delivering results for the people of Pennsylvania — and it's working. At a time when our nation has never felt so divided and Washington, D.C. appears unable to solve our biggest problems, Pennsylvania is proving that we can still work together to get stuff done. By listening to Pennsylvanians and advancing commonsense solutions, the Administration has worked collaboratively to address the challenges Pennsylvanians face while growing the Commonwealth's economy, creating good-paying jobs, supporting students, improving public safety, and expanding access to care and services for those who need it most.

Governor Shapiro understands that most Pennsylvanians want the same basic things: good schools for their kids and grandkids, safe communities, and the chance to get ahead through hard work. They want to be able to afford to live in the communities they love, know their rights and freedoms are protected, and feel confident they can pass on a better future to the next generation. The Shapiro Administration has made real progress toward those goals — delivering opportunity, stability, and greater affordability for families across the Commonwealth.

As a result, Pennsylvania is on the rise and well-positioned to grow and thrive for years to come. Each of the first three budgets enacted under Governor Shapiro have made historic investments in education, workforce development, and economic growth, while cutting taxes and lowering costs to help Pennsylvanians keep more money in their pockets. These balanced investments are strengthening communities today while preparing the Commonwealth for the future.

These successes have been driven by strategic investments and a commitment to governing responsibly. In a divided legislature — with a Republican-controlled Senate and a Democratic-controlled House of Representatives — the Shapiro Administration has brought people together to find common ground and deliver results. While challenges remain and more work lies ahead, the Administration will continue to stay at the table, build consensus, and take action to protect Pennsylvanians and improve quality of life across the Commonwealth.

This progress has been centered on a clear commitment to sound fiscal policy. Under Governor Shapiro's leadership, responsible fiscal management of taxpayer dollars has resulted in two credit rating upgrades and hundreds of millions of dollars in savings. As a direct result of this strong fiscal stewardship, the Commonwealth has saved more than **\$200 million** in borrowing costs through bond issuances — savings that have ripple effects across the Commonwealth, allowing school districts and local governments to borrow at lower rates as well. By locking in long-term savings and reducing financial risk, the Administration is protecting Pennsylvania taxpayers while continuing to make smart, forward-facing investments in the Commonwealth's future.

At the same time, the Shapiro Administration has worked to cut waste, eliminate red tape, and reduce inefficiencies to deliver better, faster services for Pennsylvanians. By reviewing and right-sizing IT contracts, expanding the use of cloud services, and bringing more work in-house, the Administration has saved \$37 million in technology costs. The Department of General Services' Space Optimization and Utilization Project (SOUP) is further reducing costs by shrinking the Commonwealth's reliance on leased office space, modernizing state-owned buildings, and delivering \$180 million in taxpayer savings by 2033.

The 2026-27 Governor's Executive Budget proposal builds on this historic progress. It continues to invest in proven, effective initiatives that make Pennsylvanians' lives better in the areas of education, workforce development, public safety, and economic development. This budget maintains historic tax cuts for businesses, expands economic opportunity, makes Pennsylvania more competitive, and supports the creation of thousands of good-paying jobs. This budget is balanced and identifies new, sustainable revenue sources that will allow for continued investment in the Commonwealth.

Growing the economy and expanding opportunity remain among the most important ways to improve Pennsylvanians' lives. When Governor Shapiro took office, Pennsylvania was falling behind in economic development, often losing out to other states and watching jobs leave local communities. By launching the Commonwealth's first comprehensive economic development strategy in decades, the Shapiro Administration has reversed that trend — competing aggressively for investment, attracting new businesses, and creating tens of thousands of new jobs.

The results are clear. For 31 consecutive months, Pennsylvania's unemployment rate has remained below the national average. Governor Shapiro secured the largest private-sector investment in the history of the Commonwealth and, to date, has brought in \$35.9 billion in private sector investment — creating over 18,800 jobs, more than the previous two governors combined. By fixing a broken permitting process and moving at the speed of business, Pennsylvania has become a national model for effective, efficient government. At a time when many states are struggling, Pennsylvania has the only growing economy in the Northeast.

This budget builds on that strong foundation by continuing to invest in innovation, expanding energy production, increasing housing supply, and positioning Pennsylvania for sustained economic growth in the years ahead.

To grow our Commonwealth and make it the most attractive place to live, we must ensure every student has access to a quality education. Through historic investments in public education, Pennsylvania is delivering more opportunities for our kids — ensuring schools have the resources to help students succeed, teachers have the support they deserve, and families have access to affordable early learning opportunities — all while preparing a strong workforce and supporting future economic growth. As a result of the investments we've made over the last three years, school attendance is up for the second year in a row, graduation rates are up for the third year in a row, and more students are getting the freedom to chart their own course and the opportunity to succeed.

This budget continues to fund our 500 school districts through the bipartisan adequacy funding formula. It also continues investments to ensure students have access to free breakfast, update and renovate school buildings, improve mental health supports and physical safety upgrades inside school buildings, and further reforms the way school districts pay for cyber charter services. All of this builds on the nearly \$3 billion additional dollars that have already been invested in school districts under this Administration and the historic reform of cyber charter funding enacted in last year's budget.

Our policies and investments in workforce development are also showing results under Governor Shapiro's leadership. Pennsylvania has increased funding for vo-tech, career and technical education, and apprenticeships by more than 50 percent since taking office, enrolling nearly 18,000 first-time apprentices, and registering 231 new pre-apprenticeship and apprenticeship programs. In the classroom, the number of teachers is growing for the first time in years. This budget doubles down on investments in workforce development to support a strong economy where every Pennsylvanian gets a shot to succeed.

While we invest in economic development, education, and our workforce — Governor Shapiro also believes that Pennsylvanians deserve to be safe and feel safe in their communities. The Shapiro Administration has funded nearly 2,000 additional law enforcement personnel, expanded after school programs, and increased investments in community-based violence prevention and intervention. As a result, violent crime is down 12 percent and gun violence is down 42 percent in Pennsylvania. This budget continues these critical investments in public safety with an additional four classes of troopers and more investments in gun violence prevention and after school programs to keep our communities safe. This budget will also provide a long overdue increase in funding for Pennsylvania's firefighters, doubling the state resources available to fire companies for new equipment and ensuring the fire service has the resources it needs to keep our communities safe.

This budget works to make life more affordable for the people of Pennsylvania. Across the Commonwealth, the Governor has heard from Pennsylvanians who are concerned about the cost of living, as the price of food, housing, and energy has continued to rise. This budget takes direct action to lower costs and protect consumers, creating a new Critical Infrastructure Investments program to build more housing and support new energy generation, with the goal of increasing supply and reducing costs across both sectors. Governor Shapiro has cut taxes seven times since taking office — and he has taken on PJM Interconnection to prevent unnecessary utility bill increases — and this budget continues his Administration's work to cut costs and make life more affordable.

Finally, this budget addresses some of the most pressing challenges facing our Commonwealth. From chaos and cuts at the federal level, to the rapid spread of data centers and artificial intelligence, to predatory practices in the housing market, this budget puts forward a series of commonsense reforms to protect Pennsylvanians and position the Commonwealth to lead in the most important industries and sectors of the future.

This budget builds on our progress to create opportunity for the good people of Pennsylvania. With sound fiscal policy, we can make these investments and still leave money in the Rainy Day Fund to protect from future unforeseen economic shifts. Making these investments today means a brighter future tomorrow for the Commonwealth. Pennsylvania is on the rise — and we're showing the rest of the country that we can still get stuff done when we work together.

Saving Taxpayer Dollars & Providing More Resources to Invest in Pennsylvanians

Since day one of the Shapiro Administration, the Governor has been laser-focused on cutting red tape, streamlining permitting, and improving customer experience — all while making government more responsive, accessible, and accountable to Pennsylvanians. This focus on efficiency and results has ensured taxpayer dollars are used responsibly to deliver real results for Pennsylvanians. This budget builds on that progress by proposing smart investments in initiatives that increase efficiency and reduce long-term costs, while proposing new sources of revenue to support critical investments in the people of Pennsylvania.

Reducing Costs, Increasing Efficiency, and Using Taxpayer Dollars Responsibly

The Shapiro Administration has saved taxpayer money with the Space Optimization and Utilization Project (SOUP), which reduces reliance on leased office space and reinvests in modern, collaborative environments at state government offices. SOUP, the Commonwealth's first comprehensive review of its real estate portfolio to improve operational efficiency, will reduce rental costs by cutting leased space by 2 million square feet by 2033 and save the Commonwealth an estimated \$180 million over the next 10 years. This budget proposes **\$16.1 million** to continue these efforts. To date, the initiative is ahead of schedule, generating over \$5.8 million in recurring savings and reducing the statewide leased footprint by 328,000 square feet.

Additionally, the Shapiro Administration is continuing the Resource Evaluation and Mission Alignment Project, or REMAP, which began during the 2025-26 budget cycle. REMAP is a data-driven initiative designed to evaluate programs for effectiveness and alignment with statutory mandates, strategic goals, and the department's mission. In the first year of the initiative, work across three participating agencies resulted in savings and operational efficiencies, including the closure of State Correctional Institutions to better align space with inmate population numbers, saving the Commonwealth an estimated \$100 million when fully implemented. Several recommendations made in the project's first year are again considered in this budget and are outlined throughout this document.

This year, three additional agencies went through the REMAP process: the departments of Aging, General Services, and Revenue, which includes the Pennsylvania Lottery. Mission-critical resources were identified in each agency and reviewed through interagency collaboration and coordination across the Shapiro Administration to prioritize those that could be most impactful in the near term versus with future investments. Focusing on aligning budgets and staff resources with priority initiatives proved to be especially challenging in the ever-changing federal landscape.

Within his first few months in office, Governor Shapiro established the Commonwealth Office of Digital Experience (CODE PA) to improve the Commonwealth's websites and online services. Since its creation, the Office of Administration (OA) and CODE PA have saved taxpayers over \$37 million by leveraging existing Commonwealth talent to lead digital projects rather than contracting with vendors to do the same work. CODE PA has launched dozens of new or improved digital services in collaboration with state agencies, including the redesign of PA.gov, a fully online clemency application with the Board of Pardons, and a searchable directory of 300 state grant programs. Last year, CODE PA earned four national awards for its technology leadership and innovation.

This budget also proposes to continue funding for enhanced enterprise-wide cybersecurity updates, building on the \$10 million investment secured in the 2025-26 budget with an additional **\$10 million**. Investing in cybersecurity infrastructure is essential to ensure data and systems are safe and secure and that government can continue to operate without major disruption. Additionally, this budget continues investing in the replacement of the Commonwealth's Enterprise Resource Planning (ERP) system, which is at the end of its supported useful life, with an additional **\$60 million**. The existing ERP software is over 20 years old and soon will no longer be supported and secure. Through this necessary investment, the Commonwealth will redesign core business processes such as budget, finance, procurement, human resources, and payroll to align with best practices and improve government effectiveness, efficiency, and service provision.

Finally Increasing the Minimum Wage to Reduce Expenditures and Generate Revenue

While the Shapiro Administration has saved taxpayers tens of millions of dollars by increasing efficiency and reducing the reliance on outside resources, this budget also proposes several revenue enhancements to support critical investments in the people of Pennsylvania.

At \$7.25 per hour, Pennsylvania's minimum wage has remained unchanged for more than 15 years and is lower than all neighboring states and almost every state that's considered an economic competitor. At a time when Pennsylvania's workforce is aging, young Pennsylvanians are increasingly considering other places to build their economic futures. Pennsylvania must be a place that families, workers, and students see as a place to work — and earn a decent wage. As the Governor has called for in each of his first three budget proposals, the 2026-27 Budget once again urges lawmakers to raise the minimum wage to \$15 per hour, which will generate economic activity, increase the purchasing power of Pennsylvania residents, and add more than **\$80 million** annually in increased revenue to the Commonwealth once fully implemented.

Raising the minimum wage will also decrease the cost of entitlement programs — not by adding arbitrary and cumbersome requirements like the federal government is doing, but by substantively reducing the number of people who need to rely on them. At a time when H.R. 1 and the federal government are imposing additional, administrative work reporting requirements on Medicaid and SNAP beneficiaries, increasing the minimum wage to \$15 an hour would mean that fewer families would need to rely on DHS' safety-net programs and more would meet the reporting requirements imposed by H.R. 1. The proposed minimum wage increase would raise family incomes, so that an expected 60,800 beneficiaries would transition from Medicaid. Children in these families may utilize the Children's Health Insurance Program (CHIP) for their health care coverage. This would reduce average per member per month costs to the Commonwealth by approximately \$475 and further increase federal matching funds to the Commonwealth. Once annualized, the impact of the minimum wage increase on the DHS budget will result in over **\$300 million** in total savings once the provisions of H.R. 1 are fully in effect.

Legalizing Adult Use Cannabis

As the federal government takes steps to reform its approach to cannabis — and other states put in place responsible regulations — Pennsylvania remains stuck in place, without commonsense protections and losing out on critical tax revenue and new business to neighboring states. All of Pennsylvania's neighboring states, except for West Virginia, have legal adult use cannabis policies and regulation. This budget proposes a regulatory framework to legalize and tax adult use cannabis and provide a real opportunity for Pennsylvania farmers to cultivate a new, legal industry and establish a thriving market for the state.

In addition to lost revenue and economic activity to neighboring states, law enforcement agencies and the judicial system are unnecessarily overburdened with cannabis-related arrests and adjudications. The prohibition of cannabis has created an illicit market that fuels violence perpetrated by drug traffickers and gangs seeking to control harmful forms of synthetic marijuana in Pennsylvania communities.

The 2026-27 proposed budget again proposes the legalization of adult use cannabis effective July 1, 2026, with regulated sales within Pennsylvania beginning January 1, 2027, which will generate more than **\$200 million** annually in tax revenue once fully implemented. Since the 2025-26 proposal was introduced, the President has called for a change in the scheduling of cannabis from a Schedule I drug under the Controlled Substances Act to a Schedule III drug, signaling a softening of the treatment of cannabis across the country.

With the funds generated by the legalization of adult use cannabis, Pennsylvania can right some of the wrongs done to individuals impacted by archaic laws. In addition to the immediate expungement of the records of those incarcerated for only a possession-related offense attributed to cannabis, the budget proposes to invest **\$10 million** in restorative justice initiatives at the Pennsylvania Commission on Crime and Delinquency. The proposal also includes **\$25 million** to assist new small and small diverse businesses attempting to enter the new marketplace through the Department of Agriculture.

Expanding Gaming Opportunities for Small Businesses

Pennsylvania has one of the most robust gaming industries in the nation, and oversight from the Pennsylvania Gaming Control Board (PGCB) ensures fairness and protection for Pennsylvania consumers. A lack of oversight from PGCB in all forms of gaming places Pennsylvania consumers at risk and reduces available revenues for other critical initiatives. This budget proposal seeks to level the playing field in Pennsylvania's gambling industry by legalizing and regulating games of skill by defining them as Video Gaming Terminals. Skill games are prevalent across Pennsylvania, with previous estimates of as many as 70,000 skill game terminals, including 12,000 terminals in Pennsylvania Lottery retailers. Under the proposal, the PGCB will regulate both existing Video Gaming Terminals — which are currently legal and operating in the state — as well as games of skill, allowing 40,000 total combined machines in establishments in 2026-27. With a maximum number of five machines per establishment, this proposal would see gross terminal revenues taxed at an effective rate of 52 percent, with all the proceeds after funding for compulsive gambling support and local share transfers deposited into the General Fund, generating **more than \$2 billion a year in revenues**.

Strengthening the Only Growing Economy in the Northeast

Under Governor Shapiro's leadership, Pennsylvania's economy remains one of the strongest in the nation — in fact, the Commonwealth is the only state in the Northeast with a growing economy, according to Moody's.

Since taking office, the Governor has made Pennsylvania more competitive — cutting red tape, streamlining permitting and licensing, instituting the first economic development strategy in decades, and attracting \$39 billion in private-sector investment that has created more than 21,500 good-paying jobs across the Commonwealth. That includes the largest private-sector investment in Pennsylvania history — Amazon's initial \$20 billion investment to build new AI and cloud computing campuses — and the largest life sciences investment in Pennsylvania history: Eli Lilly's \$3.5 billion investment to establish their first PA-based manufacturing operation in the Lehigh Valley.

Governor Shapiro has made economic competitiveness and government efficiency top priorities, modernizing and dramatically speeding up permitting processes in the Commonwealth and at the same time investing \$550 million to prepare more sites for business expansion, strengthening main streets, and supporting small businesses and entrepreneurs. This budget builds on that progress.

Cutting Corporate Taxes and Closing Tax Loopholes

Since taking office, Governor Shapiro has saved Pennsylvania businesses more than \$2.9 billion by lowering the Corporate Net Income Tax (CNIT) rate and increasing net operating loss deductions for small businesses. These actions make Pennsylvania more competitive and create a better environment in which to start or expand a business. Since 2023, Pennsylvania's state tax competitiveness ranking moved up nine places, after lagging nationally for decades. This budget continues to expand on this work to make the Commonwealth a leader in innovation, job creation, and economic development by closing business tax loopholes and prioritizing fairness for Pennsylvania-based businesses.

This budget continues to decrease taxes for Pennsylvania businesses with CNIT rate reductions scheduled under current law, which decline by 0.5 percent every year until the rate reaches 4.99 percent in tax year 2031. Additionally, this budget proposes eliminating an antiquated loophole in our tax system that allows some large multi-state corporations to skirt paying their taxes in Pennsylvania — often known as the "Delaware Loophole."

The Delaware Loophole allows large businesses that have subsidiaries and related companies in other states to shift their Pennsylvania-based income to out-of-state subsidiaries, often to the neighboring state of Delaware. This greatly reduces the Pennsylvania income and associated tax owed by their companies operating in Pennsylvania. Pennsylvania is one of only 17 states that still allow the calculation of income for each separate entity, even if the entity is part of a corporate group, before applying the current tax rate.

For nearly 90 percent of businesses operating in Pennsylvania, closing this loophole would have no impact, or would actually reduce their tax liability. These are primarily small businesses owned and operated within the state, which are currently operating at a competitive disadvantage as larger corporations take advantage of this loophole. Closing the Delaware Loophole will put all Pennsylvania corporations, large and small, on the same playing field by eliminating intercompany transactions and other tax planning techniques. Under the Governor's plan, which includes both the continued rate cuts and closing the Delaware Loophole, by 2030-31, Pennsylvania businesses would realize over \$9.2 billion in savings.

Slashing Permitting, Licensing, and Business Processing Times

The Shapiro Administration has greatly reduced the time it takes to review and approve permits, licenses, and certifications in the Commonwealth — reducing wait times for businesses and workers across the board.

Under Governor Shapiro's leadership, Pennsylvania — for the first time ever — catalogued each of the 2,400 permits, certificates, and licenses the Commonwealth issues, set timelines for each of them, and issued a moneyback guarantee to Pennsylvanians if state agencies don't meet those timelines. As a result, not only has the Commonwealth delivered a new level of transparency, it has dramatically sped up permitting, licensing, and certification processes, and eliminated red tape and backlogs — including the 15-year backlog of permits at the Department of Environmental Protection (DEP), which previously totaled over 2,402 permit applications.

In 2025, DEP built on this progress by successfully launching the Streamlining Permits for Economic Expansion and Development (SPEED) program, which provides additional flexibility to permit applicants by allowing them to choose to have a DEP verified and qualified professional conduct an initial application review. Act 45 of 2025 expanded the number of key construction permits from three to six, meaning more permits can be expedited if the applicant chooses to participate. Additionally, Act 45 authorized the creation of a public tracker and database of the permits involved in the SPEED program and accelerated the timeframes for DEP to complete its review of two types of permit applications — codifying much of the work already being led by the Office of Transformation and Opportunity. The **\$3.7 million** increase to CODE PA proposed in this budget will support the creation of the permit tracker and ensure that the Administration meets expectations from the business community to provide transparency, keep projects on track, and drive economic growth.

Additionally, the Department of State (DOS) cut licensing and business processing times by an average of 74 percent in 2025, establishing the Commonwealth as a national leader in government accountability. When the Administration took office in 2023, it took up to eight weeks to process some business filings. By 2025, the Shapiro Administration reduced the average processing time to one business day, even though the number of business filings per month doubled from 2024 to 2025. Processing times for document certifications also declined from seven business days to one business day, and charitable organization registration processing time was reduced from 10 business days to one business day. To build on those reforms and attract more workers to Pennsylvania, this budget calls for removing antiquated red tape by reducing the number of unnecessary licenses, changing certain underutilized licenses to certifications, and conducting a holistic review of all licenses issued by DOS to ensure the Commonwealth is competitive with neighboring states. For example, barbers in Pennsylvania must undergo at least 1,250 hours of training — while barbers in New Jersey are only required to complete 900 hours of training. This budget proposes to align Pennsylvania's standards with those of other states to eliminate unnecessary hurdles, enticing workers to stay here and putting more qualified people on the job faster.

Additionally, this budget proposes landmark licensing reform that would make the process for Licensed Social Workers, to obtain their credentials the easiest licensure experience in the nation, while maintaining rigorous standards — ultimately drawing more of these valued professionals to Pennsylvania. It is estimated that the number of Licensed Social Workers will need to be increased by 12 percent by 2030.

Sparking PA's Innovation Economy

Pennsylvania has always been a national leader in discovery and innovation, from Ben Franklin's lightning rod to the polio vaccine. The Commonwealth has long been a partner in spurring that innovation and the economic growth it leads to when those innovations are put to work on our farms and in our businesses and in our homes — from funding one of the nation's first public-private technology partnerships in 1983 to creating the nation's first Agricultural Innovation Grant Program under Governor Shapiro in 2023. In order for Pennsylvania's growing economy to continue to thrive, this budget increases funding for innovation in the areas of opportunity laid out in Pennsylvania's economic development strategy — including life sciences, robotics and technology, energy, manufacturing, and agriculture.

This budget creates the Innovate in PA 2.0 program to deploy nearly **\$100 million** into the state's innovation economy through the sale of Insurance Premium Tax Credits and further build on Pennsylvania's economic momentum.

Innovate in PA 2.0 will do five major things:

1. Provide capital for venture funds that invest in early-stage companies and support innovation as companies scale and bring new technologies to market. It has been nearly a decade since the state has invested in venture funds — and Pennsylvania is missing out on a major opportunity to provide catalytic funding for startups and attract additional private capital.
2. Invest in a pipeline of executive leadership in the life sciences and biotech industries to guide startups and accelerate commercialization.
3. Expand support for clinical trials to bring emerging technologies to market in the life sciences sector, a sector where Pennsylvania has a demonstrated competitive edge.
4. Develop and expand programs within the Department of Community and Economic Development (DCED) to take advantage of federal funding opportunities and technological innovations for our powerhouse research universities, highly talented workforce, and tech startups.
5. Offer competitive grants to seed and scale regional venture studios in rural areas, outside the traditional research and development hubs of Pittsburgh, State College, and Philadelphia's metro areas, aligned with university research and regional economic strengths.

Governor Shapiro understands that economic success is dependent on our rural communities and farmlands — that’s why Pennsylvania has leaned into the innovation found on our farms and has put real capital behind our farmers. Pennsylvania agriculture supports over 48,800 farms, nearly 600,000 jobs, and contributes \$132.5 billion annually to the Commonwealth’s economy. Agriculture is one of the cornerstones of Governor Shapiro’s Economic Development Strategy, and the Shapiro Administration is committed to investing in its growth. In its first year, the Agricultural Innovation Grant Program — the first of its kind in the nation — received an overwhelming response with more than \$68 million in funding requests submitted to the Department of Agriculture. Funded projects include technologies that improve on-farm and processing efficiency, generate renewable energy while reducing nutrient waste, and support crops and practices that store carbon or replace non-renewable resources. Due to overwhelming response and success, the 2026-27 proposed budget includes a **\$9 million** increase for the Agricultural Innovation program, including an additional \$7 million in base grant funding and \$2 million for a county biodigester pilot project.

Continuing the Aggressive Implementation of the Economic Development Strategy

Over the last three years, the Shapiro Administration has invested hundreds of millions of dollars in Pennsylvania businesses and our workforce through programs at DCED like Main Street Matters, the Historically Disadvantaged Business Program, and Manufacturing PA. This budget continues to fund all three of those critical initiatives at their current levels and increases funding by **\$10 million** for the PA First Program — for a total of \$38 million — to further support the Commonwealth’s economic development strategy. PA First is a versatile economic development tool for DCED, providing flexible financial assistance for workforce training, job creation and retention, land and building costs, and machinery and equipment. The funds provided through this program require significant private investment to maximize the state’s return on investment — for instance, Eli Lilly is investing \$3.5 billion into the Commonwealth with the support of a \$25 million PA First grant.

While DCED has many effective tools to attract private sector investment to Pennsylvania, there are some programs that are too niche or too small to make a real impact. To make government work more efficiently, this budget proposes to streamline DCED’s programs by eliminating redundant or ineffective programs while investing in initiatives that have broader impact and reach a wide variety of industries. Specifically, the 2026-27 Budget proposes to eliminate three duplicative tax credit programs and replace them with one streamlined tax credit aimed specifically at creating jobs within the Commonwealth. This budget repeals the Waterfront Development Tax Credit, the Video Game Development Tax Credit, and the Manufacturing Tax Credit and creates the AdvancePA tax credit, a new **\$10 million** tax credit to provide more flexibility for securing important deals and incentivizing high-paying job creation within the Commonwealth.

Welcoming the World to Pennsylvania in 2026

On July 4, 2026, America will celebrate the 250th anniversary of the signing of the Declaration of Independence in Philadelphia, the birthplace of our nation. Just as Pennsylvania played a critical role in 1776, the Commonwealth is primed once again to be in the national spotlight in 2026 with major events throughout the Commonwealth.

The semiquincentennial commemoration will include elaborate, exciting celebrations the week of July 4th, world-class sporting events throughout the year, and major milestone anniversaries in Pennsylvania’s cities, towns, museums, and monuments.

The City of Philadelphia will host the NCAA’s March Madness men’s basketball tournament, the FIFA World Cup, the MLB All-Star Game, and other high-profile events in 2026. The City of Pittsburgh, home to the six-time Super Bowl champion Steelers, will be the host city for the 2026 NFL Draft. These events will be huge tourism and economic development opportunities for the Commonwealth, as millions of people will visit Pennsylvania.

Over the last three years, Governor Shapiro has rebranded Pennsylvania as the “Great American Getaway” and increased funding for VisitPA to nearly \$60 million. Under the Shapiro Administration’s leadership, Pennsylvania’s tourism industry has grown by \$7 billion and 30,000 jobs. In 2024, tourism brought in \$84 billion to Pennsylvania’s economy and supported more than half a million jobs.

To build on that momentum and prepare for America250, the Shapiro Administration secured \$57.5 million in the last two budgets specifically for the 2026 celebration.

This budget continues to fully fund the Tourism Office to ensure that Pennsylvania obtains the maximum benefit from the events celebrating America’s 250th anniversary.

Turning Dirt into Jobs and Opportunity

For too long, hazardous waste sites, abandoned mine lands, and abandoned wells have sat vacant and released toxic chemicals into the environment because Pennsylvania didn't have the resources or the speed to get projects up and running. Under the Shapiro Administration, we're working to fix that — investing \$500 million in PA SITES funding to build shovel-ready sites, cleaning up abandoned mine land and hazardous waste sites so communities can put those areas back to good use, and aggressively plugging abandoned or orphaned wells that are polluting our air and water.

Since 1987, the Hazardous Sites Cleanup Fund has been used to finance the cleanup and restoration of abandoned hazardous waste sites in the Commonwealth. This vital program allows the DEP to enforce cleanup actions and participate in federal cleanup programs, including the federal Superfund environmental remediation program. For many years, this work was mostly funded by the Capital Stock and Franchise tax, which was eliminated in 2016. Although the program receives other funding — around \$19 million per year — from the Marcellus Legacy Fund (Act 13 of 2012), the amount is insufficient to run a viable program. This budget proposes a one-time transfer of **\$20 million** from the General Fund to protect Pennsylvanians from the most dangerous toxic waste sites throughout the Commonwealth.

Pennsylvania has the most acres of abandoned and un-reclaimed mine lands and most abandoned wells of any state in the nation. In 2025, the state received about \$245 million of funding from the federal 2021 Infrastructure Investment and Jobs Act (IIJA). Reclaimed mine land can be put back to use for Pennsylvanians — for instance, in Mayfield, one developer used both abandoned mine land funding and PA SITES funding to turn a former coal mine into a logistics site that will inject \$100 million into Pennsylvania's economy and create jobs.

Operating costs for Pennsylvania's abandoned and orphan oil and gas well plugging program come from DEP's Well Plugging Account, and the permit fee revenue that goes into the fund no longer supports the full cost of running the program. With cash reserves nearly depleted, the account requires an infusion of funding to continue the work. This budget includes a General Fund transfer of **\$19 million** to the Well Plugging Account so the Commonwealth can continue to plug abandoned oil and gas wells that pose a potential threat to Pennsylvania's health and the environment.

Supporting Mass Transit to Grow our Economy and Connect Nearly One Million Pennsylvanians to Their Jobs, Schools, and More

Pennsylvania's public transit systems connect workers to their jobs, students to their schools, patients to their doctors, and serve nearly one million riders daily while supporting billions of dollars' worth of economic activity. Serving all 67 counties, the Commonwealth's public transit systems offer a variety of services to meet local needs through 52 local transit agencies that provide fixed-route, shared-ride, and specialized services for seniors and people with disabilities. Strong public transit systems strengthen communities, attract business investment, and offer a more affordable way for Pennsylvanians to get around. They also mean fewer cars on our roads, less air pollution, and reduced traffic congestion.

Since taking office, Governor Shapiro has repeatedly taken action to keep public transit operating safely and reliably, delivering \$80.5 million in additional mass transit funding in the 2024-25 budget (including \$46 million for SEPTA), preventing immediate service cuts and a 21 percent fare increase by flexing \$153 million in federal highway funds to SEPTA in late 2024, approving \$394 million in future capital funding for SEPTA to preserve operations in the absence of legislative action, and directing \$220 million to support critical safety and infrastructure upgrades across the SEPTA system. The Governor has led a bipartisan coalition to push the Pennsylvania Senate for long-term transit funding and proposed recurring mass transit funding in both the 2024-25 and 2025-26 budgets. This budget builds on that work by proposing to transfer an additional 1.75 percent of Sales and Use Tax revenues to the Pennsylvania Transportation Trust Fund beginning July 1, 2027, providing over **\$300 million** annually for critical transportation services across the Commonwealth.

Building upon Historic Investments in our Classrooms

Creating Opportunity for Our Students to Succeed

In order to grow our Commonwealth and our economy, Pennsylvania must ensure future generations of workers have the freedom to chart their own course and the opportunity to succeed, no matter what path they choose. Creating that opportunity starts in the classroom. Over the last three years, Governor Shapiro has proposed — and secured — historic investments in education, increasing funding for K–12 public schools by nearly 30 percent, creating a new State Board of Higher Education and building a performance-based funding formula for three state-related institutions, and expanding access to career and technical education for thousands of young Pennsylvanians. As a result of these investments, more students have access to mental health support in schools, students are starting the day with a full stomach and ready to learn, and school attendance and graduation rates are rising.

This 2026-27 Budget builds upon those successes and two years of bipartisan agreement to adequately fund all of Pennsylvania's public schools, putting necessary resources directly into our classrooms and ensuring the safety and security of students and teachers. This budget also proposes to continue investing in the school facilities program, created under the Shapiro Administration, which has already provided critical funding for repairs in hundreds of schools across the Commonwealth. Further strengthening the safety and security of our schools, this budget also continues to fund universal free breakfast, and the mental health and physical safety programs schools can use to provide safe learning environments while proposing real reforms to the way public schools pay for cyber charter schools.

Adequately Funding Our Schools

Specifically, this budget builds on the bipartisan adequacy formula and tax equity supplements enacted over the last two years by directing an additional **\$565 million** to promote students' success, in line with the findings of the Basic Education Funding Commission. This funding helps ensure every student receives a thorough and efficient education by driving more dollars to the schools that need them most.

This funding is used to establish, maintain, or expand after-school tutoring assistance, full-day pre-kindergarten or kindergarten programs, social and health services, continuing professional development, evidence-based reading instruction, science and applied-knowledge skills, school libraries, and other programs that support students' academic performance targets. The tax equity supplement funds are used by schools to supplement homestead exemptions, property tax and rent rebates, mitigate tax increases, and relieve debt.

This budget increases Basic Education Funding by **\$50 million**, proposing \$8.31 billion in total to support public schools across Pennsylvania. The increase will be distributed through the student-weighted funding formula that directs money to school districts based on factors including the number of students enrolled and the poverty level of those students. The formula also considers factors that reflect student and community differences such as population density, household income of families in the district, number of students attending charter schools, and the district's ability to raise money through local taxes. This flexible funding enables school districts to invest the resources they need to provide a high-quality education for Pennsylvania's students.

Public schools are legally required to provide special education programs, supports, and services for all eligible students, and the cost to meet these needs continues to increase. This budget increases Special Education Funding by **\$50 million**, proposing \$1.58 billion in total funding to ensure that schools have the basic resources necessary to provide high-quality special education services to students with disabilities and special needs.

Continuing Cyber Reform

The 2025-26 enacted budget made historic changes to the antiquated funding system for cyber charter schools in the Commonwealth. These changes updated the cyber charter funding formula by removing costs that arbitrarily inflated tuition rates and expenses. For example, those changes led to the deduction of costs associated with maintaining physical classroom buildings and facilities — costs cyber charter schools do not have because they provide education to students online. Additionally, this reform strengthened accountability for cyber charter schools, including clarifying the preexisting law to ensure cyber charter schools visibly see and communicate with students at least once per week to ensure students are safe and healthy, and providing penalties for noncompliance. While the improvements to cyber charter funding resulted in a tuition rate that more closely matches cyber charters' actual costs, further improvements still need to be made. This budget proposes to further align the calculation, saving school districts an estimated **\$75 million** annually, bringing total savings from these reforms up to \$250 million a year.

Creating a Safe and Healthy Learning Environment

This budget proposal continues funding for several critical programs that ensure that children have safe and healthy learning environments. Under the Shapiro Administration, every child has the opportunity to begin their day of learning with a full stomach. This budget continues to fully fund universal free breakfast and continues funding to provide menstrual hygiene products at no cost to students in schools so that no student has to miss school because they are unable to afford pads or tampons.

Additionally, this budget continues funding for mental health supports within schools. Since the beginning of this Administration, the Commonwealth has invested \$300 million to support student mental health and well-being and improve the safety of schools through grants from the Pennsylvania Department of Education (PDE) and Pennsylvania Commission on Crime and Delinquency (PCCD). Nearly 800 schools across the Commonwealth have used that funding to expand access to mental health supports, and well over 200 mental health counselors have been hired thanks to this initiative. This budget continues an investment of **\$111 million** for school safety and mental health supports.

This budget also calls for a commonsense reform to close an insurance loophole that allows insurers to deny reimbursement for services provided within a school — even if those same services would be covered if they were delivered at a doctor's office across the street.

The 2026-27 Budget also provides **\$125 million** in support to continue addressing structural and environmental concerns with our school buildings, with \$25 million of that funding dedicated to the Solar for Schools program. To date, the Administration has secured \$400 million for 208 school facilities and solar projects that fund repairs and upgrades, with additional projects expected to be awarded near the end of the 2025-26 fiscal year. This budget continues to invest in safe school facilities.

Supporting Performance and Opportunity within Higher Education

Under Governor Shapiro's leadership, Pennsylvania launched the first comprehensive effort to reform Pennsylvania's system of higher education in decades. That effort led to the creation of the State Board of Higher Education and resulted, in part, in the bipartisan work of the Performance-Based Funding Council, establishing the mechanism to provide performance-based funding to the Pennsylvania State University, University of Pittsburgh, and Temple University. The formula utilizes performance-based metrics designed to increase degree attainment, encourage affordability in higher education, and meet the Commonwealth's workforce needs. These metrics include graduation rates, degree attainment related to high-demand occupations, student transfers from Commonwealth community colleges, and students from low-matriculation high schools.

The 2026-27 Budget proposes a **\$30 million** investment in performance-based funding to these state-related universities to encourage them to address the Commonwealth's workforce needs. Additionally, this budget invests an additional **\$1.1 million** for Lincoln University, the nation's first college-degree-granting HBCU.

In addition to reforming the way the Commonwealth funds higher education institutions, this budget proposes increased funding for the Pennsylvania State Grant program through the Pennsylvania Higher Education Assistance Agency (PHEAA) to reduce financial barriers and provide greater access to higher education for all Commonwealth residents and, within the limits of the resources available, help to provide freedom of choice between public and private institutions. This budget proposes to increase the amount invested in those grants by **\$5.9 million** to maintain the maximum grant award amount. The proposed budget also recommends continued funding for the recently created Grow PA scholarships to assist students in pursuing affordable post-secondary education programs and filling critical in-demand occupations after graduation.

Expanding Our Workforce and Meeting Critical Needs for Economic Growth

In order to grow our Commonwealth and create real opportunity for all Pennsylvanians, we need to invest in our workforce, strengthen pipelines into stable, good-paying jobs, and address critical workforce needs and shortages. Since the first day of his Administration, Governor Shapiro has worked to open the doors of opportunity for all who want to walk through — removing arbitrary barriers to entry and investing in proven workforce development initiatives.

Over the past three years, the Shapiro Administration has increased funding for vo-tech, career and technical education (CTE), and apprenticeships by nearly 50 percent — raising total spending from \$118 million to \$183 million. Those investments have already shown results. Since taking office, the Shapiro Administration has registered 231 new apprenticeship and pre-apprenticeship programs and enrolled nearly 18,000 new apprentices. Similarly, 3,000 more students have enrolled in vo-tech and CTE classes as a result of these investments.

This budget builds on that progress, supporting key segments of our workforce to address critical shortages, removing barriers that prevent some Pennsylvanians from achieving their full potential, and creating more opportunities for Pennsylvanians of all ages.

Building a Strong Child Care and Early Learning Workforce

Child care workers are the workforce behind the workforce. Child care and early learning are critical to child development — and a strong child care workforce ensures parents can continue to pursue their careers even after having children. According to the Pennsylvania Partnerships for Children's most recent report, Pennsylvania loses \$6.65 billion annually due to child care shortages, including \$2.4 billion in lost earnings and productivity for working mothers.

According to the Office of Child Development and Early Learning (OCDEL), between May 2019 and May 2024, the total number of certified child care programs decreased by 700 programs and the number of child care workers decreased by nearly 41 percent. The majority of those providers cited teacher shortages and ongoing staff vacancies as main factors in their closing.

Access to quality child care remains an issue for many Pennsylvania families but staffing shortages and low wages continue to plague an already vulnerable system. By addressing this issue, the Commonwealth is expanding the workforce and growing the economy while making life better for young families. In 2023, Governor Shapiro signed into law legislation to begin to address the affordability angle of child care access with an historic expansion of the Child and Dependent Care Enhancement Tax Credit, raising Pennsylvania's match from 30 to 100 percent of the federal credit and increasing the maximum benefit from \$630 to \$2,100 per family. In 2024, the Governor worked with the General Assembly to create the Employer Child Care Contribution Tax Credit, which allows employers who contribute to employees' child care costs to claim a tax credit of up to 30 percent of eligible contributions, capped at \$500 per employee.

The 2025-26 budget included a major provision to stabilize the child care workforce, with a \$25 million investment in recruitment and retention grants to provide approximately 55,000 child care employees with up to \$450 in retention bonuses. Remaining funds available will be used to help support child care providers in recruiting staff with one-time incentive payments. This budget proposal includes an investment of an additional **\$10 million** to continue this initiative in support of employees at licensed child care centers with collaborative agreements in the federal Child Care Works program, bringing the total to \$35 million in the budget year.

Investing in the child care workforce also sets young Pennsylvanians up for success. Research overwhelmingly demonstrates the meaningful and substantial return on investment in early childhood education: children who start their educational careers in high-quality early childhood programs do better in school, have higher graduation rates, and earn more income throughout their lives. The difficulty for providers to recruit, retain, and support early childhood educators is a key obstacle to ensuring that every child in Pennsylvania has access to high-quality, affordable, and available pre-K programs. Wages for early childhood educators are too low to sustain employment levels in a field that is so critical to the current and future workforce. This budget proposes an additional **\$7.5 million** for the Pre-K Counts program and **\$2 million** for the Head Start State Supplemental program to help providers raise wages and stabilize the early educator workforce.

Strengthening Our Teacher Workforce Pipeline

Last year's budget made several improvements to the pipeline for teacher recruitment, training, and certification by reducing teacher certification fees, broadening teacher certification levels, reducing barriers for educators reactivating certification, and increasing the amount of time an individual can have an intern certificate to allow individuals with subject matter expertise who want to become a teacher to work in a classroom while they learn. This budget provides an additional **\$2.5 million** for teacher professional development, illustrating Governor Shapiro's commitment to ensuring educators have the tools and training needed to support students and communities.

Furthermore, this budget continues to strengthen the educator pipeline by increasing funding for student teacher stipends by **\$5 million**, for a total of \$35 million annually. Administered through the Pennsylvania Higher Education Assistance Agency (PHEAA), this program helps to address the teacher shortage in Pennsylvania and fill staffing gaps for critical education positions by ensuring student teachers get paid for their hard work. Every student teacher in Pennsylvania must spend time training by teaching in a classroom — a fulltime job. By offering financial support, the program makes it more feasible for aspiring educators to complete their training and pursue careers in public service. Last year, more than 2,000 student teachers got paid because Governor Shapiro fought for student teacher stipends — this budget builds on that progress.

Preparing our Students to Enter the Workforce

Since taking office, Governor Shapiro has made workforce development a cornerstone of his agenda by continuing to prioritize funding for workforce development initiatives statewide, including apprenticeships, career and technical education (CTE), and vocational-technical programs. Funding for these programs increased by nearly \$65 million over the last three years, a more than 50 percent increase. This budget proposes an additional **\$18 million** in apprenticeships, CTE, and vo-tech programs — which would bring that total funding growth to more than \$81 million, a nearly 70 percent increase since taking office.

During the 2023-24 school year, more than 76,000 students enrolled in career and technical education programs across the Commonwealth — a nearly 12 percent increase over the last five years. Over the last three years, the Commonwealth has provided more than \$37 million in funding for learning experiences that lead to dual enrollment, industry recognized credentials, work-based learning, internships, pre-apprenticeships, and registered apprenticeships, as well as bringing more qualified CTE teachers into our classrooms by expanding the number of certified career and technical educators. This budget fully funds the secondary career and technical education subsidy to CTE programs and invests an additional **\$10 million** to support high-quality STEM and computer science learning programs and professional development opportunities.

In addition to more funding, this budget proposes two commonsense reforms to improve CTE programs and increase enrollment. Currently, CTE students are required to complete a full academic courseload in addition to the technical hours required for a chosen CTE curriculum. In reality, many of these classes overlap, can be substituted for one another, or could blend academic and technical standards in the same course. Providing more flexibility for students to meet courseload requirements would ensure that CTE students across Pennsylvania are able to graduate and enter the workforce. Currently, neighboring states offer various flexibility to CTE students and Pennsylvania should too. Another commonsense change is to allow Pennsylvania CTE enrolled students to take their national competency exam as soon as they finish their program, instead of waiting until they reach 12th grade, as is the practice now. This will increase the number of students who complete a CTE program and earn a certification, and the speed at which students enter the workforce. Furthermore, this change would enable CTE students to enroll in more than one concentration, resulting in more career opportunities following graduation.

Since 2021, Pennsylvania's Schools-to-Work funding has helped employers, schools, and community organizations create, launch, and maintain registered pre-apprenticeship career pathways that bridge the gap between high school or college graduation and the job search process. Schools-to-Work provides students with extensive career development opportunities, including classroom training, workplace visits, mentorships, internships, apprenticeships, and job shadowing experiences, and is designed to successfully bridge the gap between high school and employment or post-secondary education via the use of pre-apprenticeships. Originally funded by the Commonwealth's Reemployment Fund, Governor Shapiro secured a \$3.5 million General Fund appropriation for the program beginning in the 2023-24 fiscal year which has remained level since. For 2026-27, this budget doubles funding to this program to \$7 million in total.

These initiatives build solid career pathways to employment while helping Pennsylvania students gain industry-recognized credentials and college credits.

Supporting Workers at All Stages of Their Careers

Governor Shapiro believes every Pennsylvanian deserves the freedom to chart their own course and the opportunity to succeed. The Office of Vocational Rehabilitation (OVR) in the Department of Labor & Industry assists Pennsylvanians with disabilities in obtaining and retaining employment while maintaining their independence. Since 2016, more than 478,500 Pennsylvanians have received services from OVR, including vocational counseling, evaluations, medical diagnostic services, medical restoration services, employment training, placement services, and career support services. This budget increases state funding for vocational rehabilitation by **\$1 million**, bringing the total to \$49.7 million. This budget also maximizes federal funding to better serve people who are blind, deaf, or hard of hearing through proven programs like the Specialized Services for the Blind and the Support Services Provider Program.

The Industry Partnership program is a network of regional collaborations of business leaders within one industry, who work together with public partners from economic development, workforce development, education and training, and other community organizations to address the shared workforce and broader competitive needs of their industry. The Industry Partnership program allows businesses within a targeted sector to strengthen their industry through training initiatives, recruitment strategies, raising career awareness, and working together to address additional challenges identified by the businesses. The program focuses on key growth sectors, including agriculture, information technology, health care, transportation, and manufacturing operations, aligning its efforts with current and future industry needs. The 2026-27 Budget increases Industry Partnership grants by **\$3.5 million**, more than doubling the total investment in this critical program to \$6.3 million.

Since its start in 1999, more than 24,000 companies have received support through the Commonwealth's Workforce and Economic Development Network of Pennsylvania (WEDnetPA) program, with over 1.3 million workers trained to better contribute to their companies and the overall economy of Pennsylvania. WEDnetPA is designed to strengthen the business environment of the Commonwealth by helping companies improve the skills and productivity of Pennsylvania workers. Eligible in-state businesses and out-of-state companies relocating to Pennsylvania apply to WEDnetPA to access training funds through a large network of community colleges, state system universities, and other partners. The 2026-27 Budget creates a dedicated **\$12.5 million** appropriation for WEDnetPA.

This budget includes **\$2 million** to create the Career Connect program, a new statewide program to build internships at Pennsylvania companies. This will increase the availability of Pennsylvania internships and assist employers with talent recruitment and development efforts.

Just as the Governor believes we should invest in all paths to entering the workforce, it's also critical to invest in continuing education at any age and ensure adults have the right tools to upskill themselves. To address a growing number of Pennsylvanians with literacy skills at or below the level needed to support their families, this budget invests an additional \$2.5 million for adult and family literacy to expand the capacity and quality of education for adult learners.

Raising the Minimum Wage to Ensure Everyone Has the Opportunity to Succeed

Workforce training and development programs make a real difference, but they don't always help low-wage workers who often have little to no opportunity to change locations or jobs in order to increase their pay and improve their lives.

On January 1, 2026, 19 states saw increases to their minimum wage go into effect, affecting over eight million workers. Pennsylvania, once again, was not one of them. Our \$7.25 per hour minimum wage has remained stagnant and woefully inadequate for more than 15 years. All of Pennsylvania's neighboring states — New Jersey, Delaware, Maryland, West Virginia, Ohio, and New York — have higher minimum wages. Thirty states (plus Washington D.C. and the U.S. territories of Guam, Puerto Rico, and the U.S. Virgin Islands) now have a minimum wage higher than Pennsylvania's minimum wage. The purchasing power of Pennsylvania's minimum wage has eroded over 30 percent since 2009 — meaning Pennsylvania workers have even less resources to support themselves and their families. At \$7.25 an hour, and a standard 40-hour work week, an adult with two children is making thousands of dollars below the federal poverty threshold. This must change now.

Increasing the minimum wage will boost the economy through increased consumer spending, reduce poverty and income inequality, improve workers' standard of living and health, and benefit businesses by lowering employee turnover and increasing productivity, creating a cycle of economic growth that supports workers, businesses, and taxpayers. The 2026-27 Budget once again calls on the legislature to **raise the minimum wage to \$15 per hour starting on January 1, 2027**, which will generate economic activity, increase the purchasing power of Pennsylvania residents, and add roughly \$80 million annually in increased revenue to the Commonwealth.

Removing Barriers to those Re-entering the Workforce

In Pennsylvania, the Shapiro Administration holds people accountable when they commit a crime — and for those who serve time in our state correctional institutions, the Department of Corrections (DOC) works hard to help inmates rehabilitate themselves and prepare for successful reentry into society. Research shows that when inmates have the ability to learn marketable job skills, develop financial responsibility, and pay restitution and support their families during incarceration, recidivism goes down. At the same time, many private companies are in need of additional workers and want to contribute to helping incarcerated individuals build skills that will let them successfully get a job and choose a different path once they finish serving their time and return to their homes and families.

The 2026-27 Budget calls for legislation establishing the Prison Industry Enhancement (PIE) program, which allows inmates to work for private industry. The program expands correctional labor opportunities for inmates by partnering with private businesses, provides a realistic work environment for inmates that better resembles private-sector jobs, and allows inmates to develop marketable skills that increase employability after release from incarceration. Meaningful employment through private sector workforce opportunities helps individuals earn higher wages — enabling many to pay restitution they couldn't afford on a lower salary or support their families at home — and supports rehabilitation efforts.

Access to health care is also critical to successful reentry and reintegration into society. In December 2024, Pennsylvania received approval from the Centers for Medicare and Medicaid Services (CMS) to provide Medicaid services to eligible citizens returning to the community from a state correctional facility. As part of the Investments in Health, also known as Keystones of Health demonstration, this budget includes **\$900,000** to provide Medicaid coverage for those reentering the community and funds infrastructure changes necessary to make Medicaid accessible to them 90 days prior to leaving incarceration. Ensuring health care coverage before the last day of their incarceration means that individuals will be more successful in the transition back to society with access to health care and prescriptions, including behavioral health services and substance use disorder treatment without any lapses in coverage. This is a critical opportunity to build an infrastructure that will support returning citizens and set them up for long-term success. By making this investment, we can reduce recidivism, help returning citizens succeed in their new lives, and ultimately avoid future costs to the Commonwealth from repeat offenders and uncompensated emergency care.

Addressing Social Determinants of Health Amid Federal Changes

H.R. 1 also included provisions that require anyone who receives SNAP and Medicaid to meet new work or volunteer requirements. DHS has already taken action to help Pennsylvanians prepare for and understand these changes through mailers, texts, and emails. That direct outreach explained what they must do to keep their benefits. DHS will continue to work with the General Assembly so those who need and qualify for benefits will still receive them.

To further communicate with the public, DHS launched a new website in August 2025, www.dhs.pa.gov/work, detailing the changes to SNAP work and reporting requirements. The website provides details on who is affected, how to meet the work and reporting requirements, and which SNAP recipients may qualify for an exemption and how to obtain one. DHS also launched the Human Services Helpers program, which sends regular updates and resources via newsletter to help Pennsylvanians navigate the impacts. DHS is encouraging recipients, providers, stakeholders, and more to sign up to receive this information so they can learn more about the expanded work requirements and find resources to help spread the word to their communities.

This budget includes **\$900,000** to implement the food and nutrition program initiatives approved in the Keystones of Health demonstration waiver to implement DHS' Food is Medicine proposal. Addressing social needs such as food insecurity not only improves individuals' diets but also has been shown to reduce hospital admissions by half for individuals with chronic conditions — averting the significant costs of emergency medical care. This proposal provides food and nutrition services to specific Medicaid populations facing food insecurity and individuals with diet-sensitive conditions to enable them to better manage chronic conditions, stay healthier longer, and preempt the need for Medicaid to pay for preventable, expensive acute or emergency health care. Services include direct food support through medically-tailored meals or groceries with the goal of connecting eligible beneficiaries to long-term food assistance.

Changes in the economy, the federal landscape, and inflation continue to hurt the most vulnerable Pennsylvanians disproportionately. The budget also includes **\$1 million** to implement DHS' housing proposal within the Keystones of Health demonstration. Individuals experiencing homelessness are often faced with chronic health conditions, impacting both mental and physical well-being. Stable housing can serve as a bridge for homeless adults with chronic illnesses and lead to a nearly 30 percent reduction in hospital stays. This initiative focuses on increasing services that connect medically compromised individuals with stable housing in order to make it easier to find and use the health care system — keeping people healthier and reducing the substantial cost of uncompensated care during hospital stays.

By supporting the most vulnerable members of our Commonwealth and connecting them with food, medicine, and housing, this budget seeks to expand the workforce and ensure that those who are working can continue to work and contribute to our economy.

Enacting a Pennsylvania False Claims Act

At the same time that the Shapiro Administration is leading to ensure Medicaid services make the biggest difference possible for Pennsylvanians, the Administration has also taken the lead to prevent fraud and ensure the benefits it administers get to eligible Pennsylvanians. In fact, Pennsylvania — thanks to the work of DHS and the Office of State Inspector General (OSIG) — was ranked number one nationally in the number of Medicaid fraud charges filed against bad actors, and third overall in convictions secured. The 2026-27 proposed budget continues this fiscally responsible work by adding additional safeguards to protect against and to prosecute waste, fraud, and abuse in the Medicaid program, ensuring the resources are available to those who need them. By enacting the False Claims Act, Pennsylvania will add another tool to ensure sound fiscal responsibility over taxpayer dollars, resulting in Pennsylvania's access to a larger share of federal false claims lawsuits. Taking this action will remove a barrier to recovering tax dollars and investigating fraud to bring Pennsylvania in line with other states throughout the country.

Building the Rural Health Care Workforce

Pennsylvania's Rural Health Transformation Plan (RHTP) is the result of more than two years of collaboration, conversation, and planning to design strategies to improve health and strengthen access to care in rural Pennsylvania. The plan is driven by the leaders who come from and are invested in these communities, their residents, and their future. The federal Centers for Medicare & Medicaid Services has awarded the Commonwealth **\$193 million** in federal funding for the first year of its approved five-year RHTP. This funding will be a catalyst for locally-driven initiatives and solutions, focusing on sustainable innovations that will strengthen rural Pennsylvania and make high-quality health care accessible throughout our Commonwealth.

The RHTP funds will build on the Shapiro Administration's efforts to help foster innovation and improve access to quality health care in rural communities — the very regions that will be most impacted by federal cuts to Pennsylvania's Medicaid program. However, changes required under H.R.1 are projected to remove \$20 billion in federal funding from our Medicaid program over 10 years beginning in 2028. The RHTP funding will not — and cannot — offset this loss. Based on the initial award, Pennsylvania could receive nearly \$1 billion in RHTP funds over the next five years. This funding is renewable each year, with the opportunity to secure additional redistributed funding based on program performance and spending.

Pennsylvania's plan focuses on investments that create lasting health care infrastructure, forge strategic partnerships, and build out the health care workforce. The Shapiro Administration will work with established regional economic development entities to convene Regional Care Collaboratives, which will guide RHTP projects and funding for their regions. As these entities work together, the Shapiro Administration will use initial funding to establish Rapid Response Access Stabilization programs to support work already happening in our local communities.

The Commonwealth's RHTP initiatives are focused on:

- **Technology and Infrastructure**, including the use of consumer-facing applications that support easy access to primary and specialty care.
- **Workforce**, including supporting incentives like upfront scholarships, mentoring, short-term housing, and stipends based on a five-year commitment to service in rural communities.
- **Maternal Health Services** to provide comprehensive care management and navigation between prenatal and postpartum care, behavioral health, and other services to support safe and healthy pregnancies and parenting.
- **Behavioral Health Services** like expanding 988 services and continuing public education on crisis response services.
- **Aging and Access** to facilitate safe transitions from hospitalization to care at home and support quality of care in rural long-term care facilities.
- **EMS and Transportation** to modernize rural EMS infrastructure to improve efficiency and sustainability.

Taken together, these initiatives will help recruit, retain, and train the next generation of rural health care workers — addressing one of the biggest challenges facing rural health care providers and helping ensure that every Pennsylvania, no matter where they live, has access to affordable health care.

Supporting Law Enforcement, Reducing Crime, and Making Our Communities Safer

Governor Shapiro believes Pennsylvanians deserve to be safe and feel safe in their communities — that means living in a community free from the violence that too many experience and having a criminal justice system that enforces the laws in a fair and consistent manner.

Since Governor Shapiro took office, violent crime is down across much of Pennsylvania. According to Uniform Crime Reporting (UCR) data, homicides have declined by 35 percent since 2022, crimes involving a firearm have declined by 40 percent, and assaults are down 26 percent. Working together with law enforcement to achieve that success, the Shapiro Administration has made meaningful investments in violence prevention efforts — programs that are proven to work.

This budget continues the Governor's work to improve public safety and includes new initiatives that will make Pennsylvania's communities safer and ensure our state police, first responders, and firefighters have the tools and personnel they need to succeed.

Protecting Pennsylvanians from Chaos and Confusion at the Federal Level

At a time when the federal government is causing chaos, uncertainty, and unpredictability in communities across the Commonwealth, the Shapiro Administration has repeatedly taken action to support and protect Pennsylvanians from harm. When funding for the Supplemental Nutrition Assistance Program (SNAP) lapsed, the Commonwealth declared a state-level disaster and delivered \$5 million in state funding to ensure food banks had additional resources to feed those impacted by the lapse in food benefits. The Governor also took the federal government to court to put essential money for groceries back in Pennsylvanians' pockets.

When the federal government arbitrarily cut funds legally owed to Pennsylvanians, Governor Shapiro took legal action to ensure that critical federally funded programs are not unjustly taken away. Since the beginning of the current federal administration, the Shapiro Administration has sued 19 times, winning 12 times to protect these critical programs, returning more than \$3 billion to the Commonwealth. Governor Shapiro has also repeatedly gone to court to protect Pennsylvanians' private, personal information from federal overreach.

However, it's become increasingly clear that legal action alone is not enough to protect Pennsylvanians from chaos at the federal level. The Commonwealth requires dedicated resources at the ready to respond to federal efforts to unlawfully cut funding, infringe on Pennsylvanians' fundamental rights, break the contracts they've signed with the good people of Pennsylvania, and strip away essential services families rely on to get by.

Therefore, this budget proposes transferring **\$100 million** from the Budget Stabilization Reserve Fund to a new Federal Response Fund. This will allow the Commonwealth to be prepared to mitigate actions, or inactions, by the federal government that cause disruptions to critical services or create situations that threaten the health, safety, and welfare of Pennsylvanians.

Increasing Resources for First Responders and Increasing the Number of Cops on the Beat

The Pennsylvania State Police (PSP) patrol thousands of miles of the Commonwealth's roadways and hundreds of townships and boroughs. For many, especially in rural communities, PSP provides primary police coverage or routinely aids municipal law enforcement agencies that are understaffed or need additional support. Over the last three years, the Administration has bolstered public safety by securing funding for 12 new cadet classes to train over 1,000 new state troopers and nearly 700 municipal law enforcement officers, as well as eliminating college credit requirements for state troopers.

This budget continues to support PSP's mission to protect the safety of Pennsylvania communities by investing **\$16.2 million** for four additional cadet classes and calls for the complete elimination of the current statutory cap which limits the number of troopers. Removing the statutory cap will allow for increased patrol visibility, faster response times, and the ability to maintain a proactive posture in Pennsylvania's communities. Beginning in 2026-27, this funding will allow for the training of 380 new state troopers to provide critical policing services to Pennsylvanians. This budget also continues to invest in a regular replacement cycle of police vehicles for the State Police. Under this Administration, PSP has updated the current fleet of vehicles, with a 40 percent reduction in the number of vehicles that are over 100,000 miles and nearing the end of their useful life.

Pennsylvania's professional and volunteer firefighters and first responders bravely put themselves in harm's way to protect their neighbors and serve an essential role in ensuring the safety of their communities. The fire service faces recruitment and retention concerns and requires ongoing equipment updates and replacement. This budget proposes **\$30 million** for competitive grants to fire companies through the Pennsylvania Emergency Management Agency (PEMA) for a variety of vital uses, including recruitment, retention, capital, and general operating needs — doubling the funding available to our fire service each year.

The Pennsylvania Capitol Complex and Commonwealth-owned facilities serve as the front door for countless public services. These facilities are intended to be a safe space for community members who visit them seeking aid or resources, a secure location for government elected and state officials, as well as for sensitive records and other materials. With ever-increasing threats against public officials and employees, the security of these locations is paramount. This budget proposes **\$550,000** to consolidate all security contracts for the Capitol Complex under one managed contract, which will help streamline security services, keep people safe in state facilities, and save taxpayer dollars.

Currently, if a state emergency is declared and first responders are called to duty, they are not provided death or worker's compensation benefits from the Commonwealth. This budget proposes to make any first responder acting in accordance with a Governor's Emergency Declaration to be eligible for death and worker's compensation benefits while responding to a disaster.

Investing in Proven Community Violence Prevention Programs to Further Reduce Gun Violence

Over the past three years, PCCD has provided more than \$600 million in funding for over 3,500 grants across Pennsylvania to address and prevent violence in our communities. The proposed 2026-27 budget continues to make investments in the community organizations doing critical violence prevention work, including a total investment of \$68.3 million — a **\$5.2 million** increase — for the successful Violence Intervention and Prevention program through PCCD. This program supports a wide range of models focused on reducing community violence and relies on community groups that are most in tune with specific local needs.

PCCD's Building Opportunity through Out of School Time (BOOST) Grant program, created in the bipartisan 2024-25 budget and championed by Lieutenant Governor Austin Davis, provides funding for after-school programs to help keep kids safe and provide enrichment opportunities to address the root causes of violence. Research shows that providing youth with after-school and out-of-school programming reduces crime and creates positive outcomes for kids. This budget proposes to increase funding by an additional **\$1 million** — for a total investment of \$12.5 million.

Compensating Victims of Crime

PCCD's Victim's Compensation Assistance Program (VCAP), Rights and Services Act, and Victims of Juvenile Offenders programs provide financial assistance to crime victims for expenses like relocation, medical bills, counseling, funeral costs, and lost wages. Each year, VCAP receives thousands of claims for eligible expenses, including medical and counseling expenses, loss of earnings, loss of support, stolen cash, relocation, funeral costs, crime scene cleanup, and more. From 2023 through March of 2025, PCCD has paid more than 16,000 VCAP claims totaling \$29 million in eligible expenses for residents across all 67 Pennsylvania counties. However, these programs are unable to meet the current demand. The 2024-25 budget as well as the 2025-26 budget each provided a one-time solution by transferring non-recurring existing resources to stabilize the programming and provide flexible use of existing funds to help cover the shortfall. But without a stable, long-term state funding source, PCCD's ability to serve victims is at risk. This budget proposes to increase the current funding source by roughly 50 percent in 2026-27, providing more resources for services for those who have been abused.

Streamlining County Probation Services

Currently, some of PCCD's grant programs are duplicative or restrictive, making it difficult for grantees to use the funds — especially for counties supporting supervision, re-entry, and treatment. This budget proposes commonsense steps to streamline multiple county-based funding streams for parole, adult probation, re-entry, and jail-based medication treatment into one appropriation. This unified approach will ensure counties are not missing out on funding for critical programs, leading to better outcomes for people on probation and re-entry and making our communities safer.

Protecting our Children through Child Welfare Enhancements

Too many families raising children with complex health needs navigate fragmented systems to access care. The 2026-27 Budget advances a whole-of-government approach that brings state, county, and local partners together to ensure there is no wrong door for families seeking support. Building on Pennsylvania's Complex Behavioral Health Needs Blueprint, this effort strengthens county-level coordination across mental health, child welfare, education, and related services. By improving how government works together, the Shapiro Administration is aiming to reduce burdens on families and help individuals with complex needs receive timely, coordinated care.

We all share the responsibility of protecting children in our communities from abuse and neglect. DHS administers ChildLine, which is a 24/7 hotline available to anyone concerned about the safety or well-being of a child. Anyone can make a report to ChildLine, and anyone who is not a mandated reporter can make a report to ChildLine anonymously. ChildLine caseworkers are highly trained and work to collect all helpful information from anyone reporting a concern for a child's well-being, to properly refer reports to the appropriate investigating agencies. This work can be emotionally and mentally taxing, especially as call volumes increase and the need for more staff increases.

Recruiting, training, and retaining ChildLine workers who serve and protect Pennsylvania kids has been a challenge. This budget proposes **\$658,000** to increase call-taker staffing and provide more training to all workers — which will allow caseworkers more time and resources to effectively triage calls before referring them to the counties or appropriate agency — and the Governor is calling on the General Assembly to work with the Shapiro Administration on an effort to enhance ChildLine.

Protecting our Aging Population through Investment and Reforms

This budget includes a **\$3 million** investment in the Aging Our Way, PA strategy to focus on modernizing the PA Link. PA Link serves as Pennsylvania's Aging and Disability Resource Center (ADRC) network, designed to streamline access to long-term services and supports. This network empowers older adults, individuals with disabilities, and caregivers by providing coordinated access to resources, unbiased guidance, and assistance in navigating both public and private programs. PA Link facilitates collaboration among the Area Agencies on Aging (AAAs), Centers for Independent Living (CILs) and other community-based organizations to ensure seamless service delivery across 15 Service Areas statewide. Funding for this initiative focuses on strengthening service delivery and coordination across the ADRCs; implementing the *No Wrong Door System* by addressing gaps in access and navigation; and supporting the development and adoption of the Aging Our Way, PA advisory committee's recommendations for modernizing the network.

In May 2023, Governor Shapiro issued an Executive Order charging the Department of Aging (PDA) to develop a strategy to better serve Pennsylvania's aging population. The Department developed a 10-year roadmap to meet the needs of the Commonwealth's older adults and improve services for this rapidly growing population. Launched in 2024, one of the first tools developed under Aging Our Way, PA was the PA CareKit, a statewide collection of tools, information, and support to assist caregivers in planning for and adapting to caring for their loved ones. As a result of the Department's work to serve older adults, Pennsylvania was designated an Age-Friendly state by the AARP in May 2025. This budget continues to give the Commonwealth resources to execute the Aging Our Way, PA plan.

In the 2025-26 enacted budget, PDA secured \$2 million to increase and improve oversight of AAAs by launching the Comprehensive Agency Performance Evaluation, or CAPE. CAPE is an innovative tool designed to boost transparency and accountability of the AAA network that provides a host of services to older adults — including the ability to see a report card for each AAA online. In April 2025, the Department began publicly posting performance results on its website for AAAs as they began being monitored under CAPE. Additional AAA performance results are being added regularly, and all AAAs will complete their first round of CAPE monitoring by the summer of 2026. This reporting enables the public to be able to see for the first time how well their local AAA is performing in major program areas, such as investigative activities related to suspected elder abuse and helping older adults at home with tasks of daily living. This budget invests another **\$2 million** to support PDA in this work. These efforts will not only help PDA identify and address service gaps or areas where more support may be needed in each community but will also provide much needed hands-on support to the AAAs to better serve older adults.

This budget also recommends two initiatives to expand data collection and monitor programs to ensure they are most effectively serving Pennsylvanians. The budget proposal includes **\$850,000** to expand evaluation and technical assistance to the AAA network for CAPE assessments and ongoing monitoring. Additionally, this budget includes **\$150,000** to modernize data collection and program performance, specifically in systems improvements for information being reported from the AAAs to PDA and to continuously improve access to the information publicly.

Finally, enacted in 1987, Pennsylvania's Older Adult Protective Services Act (OAPSA) has not kept pace with the realities facing older adults today, despite growing need for greater protections. Allegations of abuse received by the AAAs increased 62 percent over the past five years, reaching 58,614 in 2023-24, with more than 41,000 investigations conducted and over 14,300 cases substantiated. This includes more than 1,000 mandatory reports involving serious injury, sexual abuse, or death. Financial exploitation is now one of the most prevalent forms of abuse perpetrated on older adults — but it isn't covered under OAPSA. OAPSA must be modernized to reflect today's threats, long-term care settings, workforce challenges, and risks to older adults. Led by the Department of Aging, in collaboration with the Department of Human Services, this budget proposes changes to OAPSA to strengthen protections in numerous ways, including expanding background check requirements for caregivers; creating a waiver process for determining employment eligibility; updating outdated lists of criminal offenses; and expanding mandatory reporting practices. For the first time, the law will outline clear, prescriptive provisions defining and combatting financial exploitation by recognizing the responsibility of financial institutions to protect older adults from fraud and expand reporting duties and civil immunity for law enforcement and financial professionals. Governor Shapiro's proposal also creates older adult fatality review teams to identify gaps in the system in the event that abuse results in death. The OAPSA proposal aligns Pennsylvania law with adjacent Adult Protective Services standards and federal rules. Together, these reforms will wholly improve OAPSA and ensure it is effective in safeguarding and protecting Pennsylvania's older adults.

Providing the Mental and Behavioral Health Support People Need, When They Need It

Pennsylvania has an integrated crisis system to provide rapid access to support and treatment for anyone suffering from a mental health or substance use crisis anywhere in the Commonwealth through a three-pronged approach of: someone to call (988), someone to respond (mobile crisis), and somewhere to go (crisis stabilization centers). This budget proposes investments that will enable Pennsylvania to enhance its crisis intervention services, expand mental health resources, and ensure competent and resilient 24/7 staffing is maintained across mental health resources.

The federally-designated 3-digit dialing code, 988, is the mental health crisis and suicide prevention hotline. There are fourteen 988 call centers in Pennsylvania, and we need to dedicate additional resources to these call centers in order to establish and sustain a dedicated crisis response system for behavioral health emergencies and meet the needs of our residents. To that end, the proposed budget includes **\$10 million** to build capacity for 988 crisis hotline operations. Additionally, this budget increases resources for 211 Communication Services by an additional **\$250,000**, ensuring resources are available when individuals encounter a moment of crisis.

Walk-in crisis centers play a pivotal role in providing immediate, accessible, and specialized care for individuals experiencing a mental health crisis as a critical component of the behavioral health care infrastructure. Pennsylvanians in crisis must have a timely and accessible option for seeking support outside of regular business hours. Moreover, establishing partnerships with local community organizations, law enforcement, hospitals, and mental health service providers enhances the effectiveness of walk-in crisis centers. This budget includes **\$5 million** to maintain mental health crisis stabilization centers, with a focus on geographic areas of the Commonwealth that have limited access to these on-the-spot resources.

The 2026-27 Budget also includes **\$3.2 million** for Community Hospital Integration Projects Program (CHIPP) discharges to reduce state hospital stays. This integration program supports the discharges of individuals with complex service needs who are currently in state hospitals — but no longer need inpatient psychiatric treatment — into community programs. CHIPP funding is used to develop the person-specific community resources and services infrastructure that is needed for an individual to successfully be transitioned out of the institutional setting and into the community. CHIPP helps to allocate funds to community service providers for the development of new alternatives to treatment services and supports. The community services developed with CHIPP funds are not only available to persons discharged from the state hospitals but also to other individuals with mental illness who would otherwise require hospitalization. This funding will support 40 individuals in state hospitals transitioning to community-based supports.

In behavioral health care, finding the right kind of health care provider matters. People often need a clinician who understands their background, speaks their language, or has experience with a specific condition. That provider is not always available within their insurance network. When this happens, people are forced to seek care out of their network or pay out of pocket, even when they have coverage. Creating a streamlined pathway for clinicians to join insurance networks ensures patients are not forced to choose between affordability and their preferred provider. This proposal allows qualified behavioral health providers who are willing to participate to join insurance networks, reduce wait times, give patients greater freedom to choose clinicians that best fit their needs and make it easier for Pennsylvanians to get timely, effective behavioral health care.

This budget proposal also advances commonsense consumer protection efforts to help lower health care costs. Specifically, this budget calls for legislation ensuring that direct payments for medication count toward Pennsylvanians' annual out-of-pocket maximum for their health insurance. Today, families who shop for more affordable medications can be penalized by insurance rules that ignore what they have already paid. This proposal fixes that disconnect by aligning insurance practices to protect patients from paying twice for the same care, encouraging price-conscious decision making, and improving transparency in the prescription drug market. Additionally, this budget also calls for legislation to ensure that Pennsylvanians can easily access any behavioral health provider who is willing to serve their needs, even those who are out of network. By making insurance rules fairer and more predictable, this reform supports the Governor's commitment to affordability and accountability in health care and delivers on the Governor's promise to put money back into the pockets of Pennsylvanians.

Prioritizing Maternal Health to Reduce Maternal Mortality

Peri-partum depression (PPD), also referred to as postpartum depression, is a silent struggle faced by too many mothers, often in the shadows. It impacts not only their well-being but also the health and stability of their families. Recognizing this, the Shapiro Administration has prioritized maternal health from the start by securing the first-ever investment to expand maternal health programming and implement prevention strategies to reduce maternal mortality and morbidity across the Commonwealth.

Last year, the Department of Health was tasked with expanding screening efforts, ensuring timely and equitable interventions for mothers in need of help, and working to break the stigma surrounding PPD. Implementing universal PPD screenings and improving referrals to care and resources will provide support to the roughly one in seven moms who experience depression during or within one year of their pregnancy. Every mother should feel supported and empowered, not isolated or overwhelmed. With these continued investments, Pennsylvania can be a place where no mother has to face peri-partum depression alone, and every family can thrive.

At the same time, the Shapiro Administration is taking steps to keep our kids safe and prevent infant and child fatalities. Pennsylvania's Child Death Review (CDR) Program is a statutorily mandated, county-based model that has been under-resourced since its inception. Approximately half of local CDR teams do not meet the requirements of Act 87 of 2008, and many of those that do lack sufficient capacity, infrastructure, and technical support to conduct high-quality reviews. The 2026-27 Budget invests **\$2.5 million** to enhance state-level capacity by providing training and technical assistance to all 67 counties, supporting child death reviews and data entry, and building a statewide prevention infrastructure to keep kids safe.

Creating Safeguards and Protections for AI Use

As artificial intelligence (AI) increasingly integrates into Pennsylvanians' daily lives, there is a growing need for clear, coordinated guidance to protect kids and vulnerable people from abuse and exploitation. Across the country and in our Commonwealth, young people are turning to AI companions and chatbots as sources of advice, validation, and connection. These tools can encourage unhealthy dependence, expose young people to inappropriate and harmful content, and weaken important life skills like critical thinking, creativity, and communication. At the same time, individuals with disabilities, older adults, and financially vulnerable Pennsylvanians face increased exposure to AI-driven scams, misinformation, and exploitation.

Governor Shapiro believes the Commonwealth has a responsibility to protect Pennsylvanians from those who seek to take advantage of them. He has directed agencies under his jurisdiction to develop clear, cross-agency guidance spanning public health, education, aging, disability services, licensing, and financial regulation to set guardrails, reinforce human judgment, and expand digital and AI literacy for students, parents, caregivers, and professionals. This proactive guidance is essential to ensuring that AI innovation advances the public good without compromising Pennsylvanians' safety, dignity, or privacy. In addition to taking direct action, the Governor is also calling for legislation that holds these AI companies accountable and protect children in Pennsylvania by establishing guardrails for AI and social media companies that directly engage with minors.

Furthermore, companies are increasingly offering chatbots that imitate licensed professionals, such as therapists or medical providers, which poses real risks to Pennsylvanians who might inadvertently rely on inaccurate or harmful counsel or medical advice. In this budget, Governor Shapiro is directing the Department of State, through its bureaus of prosecution and enforcement, to proactively ensure that Pennsylvania's licensure laws keep pace with AI in order to protect the health and safety of Pennsylvanians.

Making Life More Affordable for Pennsylvanians by Cutting Taxes, Lowering Energy Costs, and Investing in Critical Infrastructure

From day one, Governor Shapiro has made cutting taxes and lowering costs for Pennsylvanians a top priority. The Governor has cut taxes seven times since taking office — putting money back in the pockets of seniors, families, and businesses and delivering real economic relief for Pennsylvanians at a time when federal economic policies have injected chaos into the economy and made everyday essentials more expensive.

At the same time, Governor Shapiro has been fighting to keep energy prices down over the past three years, sounding the alarm on PJM Interconnection's broken market rules and taking action to prevent rising energy costs from being passed onto consumers. Governor Shapiro sued PJM and secured a cap on energy auction prices that has saved consumers across the PJM grid \$18 billion so far, and he has advocated forcefully for reforms that would protect families and businesses while supporting a more reliable and modern energy grid.

To build on that progress and keep more dollars in Pennsylvanians' pockets, the 2026-27 Budget calls for making strategic investments to lower costs, continuing seven tax cuts secured by the Shapiro Administration, and increasing access to affordable housing, energy, and more. These investments will strengthen Pennsylvania communities, expand the critical infrastructure that makes them great places to live, and lay the foundation for continued economic growth.

Cutting Taxes to Keep Money in the Pockets of Pennsylvanians

Working families are doing everything they can to make ends meet. Many are dual-income households earning modest wages, juggling rent or mortgage payments, child care, health care and everyday essentials. To help families address those costs, the 2025-26 Budget created the Working Pennsylvanians Tax Credit. Nearly one million working Pennsylvanians will benefit from this state-level tax credit on their Personal Income Taxes, delivering \$193 million in tax relief for Pennsylvanians in its first year. Any Pennsylvania household that qualifies for the federal Earned Income Tax Credit (EITC) qualifies for the Working Pennsylvanians Tax Credit, which is 10 percent of the federal EITC amount that household receives. That amount could range from \$400 to more than \$1,000 depending on family size and income. For every dollar returned to families through this new state tax credit, Pennsylvania will receive \$4 back in economic growth. This budget continues to deliver the WPTC for working families.

Leading the Way on Reliable, Affordable Energy

Rising energy costs are straining Pennsylvania's household budgets and constraining economic growth. In 2024, one in four Pennsylvania households reported difficulty paying their energy bill. Average residential electricity prices in Pennsylvania grew over 10 percent compared to the prior year, according to recent data from the Energy Information Administration, and are projected to continue to grow faster than inflation and wages in 2026.

The reliability and affordability of energy drives broader economic growth through business location decisions. According to Site Selection Magazine, availability, cost, and reliability of utilities is the #1 selection criteria identified by site selectors when choosing where to locate a business.

For the past three years, Governor Shapiro has fought to prevent price hikes and stand up for Pennsylvanians. His actions have saved 67 million people across the PJM grid over \$18 billion. This work continues as the Governor leads a bipartisan group of governors and the federal government to advance additional reforms and extend the current price cap, which is expected to save consumers \$27 billion across the PJM service territory.

To further protect consumers and bring more affordable power online, this budget advances Governor Shapiro's nation-leading energy affordability agenda. This includes the Governor's Lightning Plan, which represents the largest update to Pennsylvania's energy policies in a generation. It also includes consumer-focused legislation, including a renewal of the Chapter 14 consumer protections that the legislature allowed to lapse in 2024. These measures will prevent customers from having their lights turned off without warning and will increase the utility protections afforded to ill and infirm Pennsylvanians. It also includes proposals to increase transparency within PJM and to speed up the connection of new generating resources to our shared grid in order to lower costs for all.

This budget also includes new opportunities and expectations for some of the most advanced computational centers in the world — establishing new standards for responsible data center development and unlocking new avenues for state support of these projects. To implement Governor Shapiro's principles for responsible AI development, this budget introduces the concept of allowing data centers seeking to locate in the Commonwealth the ability to unlock increasing levels of state support by undertaking commonsense, transparent measures to protect and support their local energy grid, environment, and community.

A key tool in that effort is the Pennsylvania Economic Development for a Growing Economy (PA EDGE) initiative — a collection of tax credit programs designed to attract new investments from businesses in critical manufacturing sectors, including semiconductors, biomedical, milk processing, and petrochemicals and fertilizers produced from natural gas. Since it was first passed into law in 2022, the EDGE credit has not been used by a single business — leaving billions of dollars on the table.

The 2026-27 Budget again proposes several tax credit modifications to ensure businesses can actually take advantage of the credit to create jobs, innovate, and grow our economy, including:

- Converting the **Local Resource Manufacturing Tax Credit Program to a Reliable Energy Investment Tax Credit**, allowing recipients to utilize up to \$100 million per year tax credit per facility for three years, focusing especially on bringing new, reliable energy sources onto the grid.
- Updating the **Semiconductor Manufacturing Tax Credit Program** by reducing investment requirement from \$200 million to \$150 million and lowering the permanent jobs requirement from 800 to 100.
- Restructuring the **Pennsylvania Milk Processing Tax Credit Program** by providing credits to projects that invest \$50 million or create 100 jobs in the production of Class I, II, III, or IV dairy products using Pennsylvania milk, with an extra incentive to those projects using organic milk.
- Updating the **Regional Clean Hydrogen Tax Credit Program** by allowing up to seven regionally dispersed qualified taxpayers to claim up to \$7 million per year and lower thresholds to qualify.
- Improving **Sustainable Aviation Fuel**, allowing recipients to utilize up to \$15 million per year for a taxpayer who makes a \$250 million capital investment and creates 400 jobs at a facility to produce sustainable aviation fuel (SAF).

These updates to PA EDGE supplement the rest of the Governor's energy plan, including efforts to create thousands of energy jobs, lower utility bills for Pennsylvania households, and take real action to address climate change.

Building More Safe, Stable, and Affordable Housing

Every Pennsylvanian deserves the dignity and security that comes with safe, stable, and affordable housing. Access to housing is the foundation for economic opportunity. It attracts new people to live and work in the Commonwealth and creates a stable launching point for residents to grow their families and expand their businesses. Housing costs continue to rise at a rate faster than inflation, and for many Pennsylvanians, the opportunity to buy a home is slipping out of reach. Over 1 million households in Pennsylvania are spending more than 30 percent of their income for housing, and more than 50 percent of the state's housing stock is over 50 years old, making it increasingly costly to maintain. Pennsylvanians need commonsense solutions and a comprehensive plan to expand housing access and opportunity and increase and preserve the existing housing supply.

We've already made progress. Since taking office, the Shapiro Administration has significantly expanded the Pennsylvania Housing Affordability and Enhancement Fund (PHARE) fund for building and repairing affordable homes — since 2023, Pennsylvania has funded over 1,000 projects to build or repair more than 8,200 housing units, launched a statewide Right-to-Counsel initiative, and piloted Pennsylvania's first middle market housing development program. Additionally, in 2024, Governor Shapiro signed an executive order directing his Administration to create Pennsylvania's first comprehensive Housing Action Plan to address the state's housing shortage, reduce homelessness, and expand affordable housing options — ensuring Pennsylvanians have access to safe, stable, and attainable housing and attracting more people to live in the Commonwealth. This budget includes several investments and initiatives that will allow Pennsylvania to continue to build on this progress.

Nearly one-third of Pennsylvania households rent their homes, making it essential to safeguard renters from unfair treatment, predatory practices, and excessive fees that create barriers to safe, affordable housing. Ensuring that all Pennsylvanians can obtain and maintain stable housing is a top priority and to advance this goal, the Governor is calling for several commonsense legislative reforms. First, establish a statewide cap on rental application fees, limiting them to the actual cost of screening, and prohibiting landlords from charging fees before a prospective tenant can view a property. Second, pass legislation affirming a tenant's right to terminate a lease due to domestic violence, allowing victims to escape life threatening, abusive situations protected from the financial penalties associated with breaking a lease. These penalties provide one more barrier to establishing independence and breaking free from abusers. They should not be considered as victims look to transition from crisis. Third, seal eviction records for people who were not actually evicted. Eviction records can prevent vulnerable Pennsylvanians from securing housing or employment — this will help increase housing security and improve access to affordable housing and employment opportunities. And fourth, enact fair chance housing reform by limiting when and how landlords may consider criminal history and prevent denials based solely on old or non-violent criminal convictions.

Manufactured housing is one of Pennsylvania's most significant sources of affordable homeownership, yet many residents are facing rising costs as new investors — often out-of-state private equity owners — purchase manufactured housing communities. Most homeowners rent the land beneath their homes and increasing lot rents can put families in a difficult position, with few options other than paying higher fees or relocating — also a costly endeavor. To support manufactured homeowners, this budget calls for legislation limiting annual lot rent increases for manufactured home communities to protect residents from sudden hikes and require advance notice of any future lot rent increases.

This budget also calls for legislative solutions to prevent tangled titles, a situation where a property's legal title is uncertain or disputed, typically because the person living in and caring for the home is not on the deed even though they may believe they own the property. Tangled titles not only jeopardize housing stability; they hinder an inhabitant's ability to access home equity loans or programs for housing repairs. Furthermore, they prevent Pennsylvanians from accessing and building generational wealth and serve as a major contributor to blight in Pennsylvania communities. To prevent heirs' properties from becoming tangled and to address tangled titles where they currently exist, the Governor is calling for legislation to authorize transfer-on-death deeds for primary residences, providing a streamlined process for homeowners to designate who will inherit their primary residence and thereby avoid the complexities and costs of probate.

Currently, responsibility for housing policy, programs, and regulatory functions is spread across various Commonwealth agencies. DCED and the Pennsylvania Housing Finance Agency (PHFA) administer programs that support housing finance and construction. DCED and DHS oversee and support many of the Commonwealth's homelessness response programs and rapid rehousing initiatives. Other agencies share or oversee various programs, functions, and responsibilities related to housing for specific constituencies. As the Commonwealth continues to prioritize housing outcomes, it must create systems which allow for cohesive, impactful housing policies, programs, and regulations to be implemented. To accomplish this, this budget calls for appointing a Deputy Secretary for Housing at DCED who will coordinate and oversee housing priorities for the Administration, including the implementation of Pennsylvania's Housing Action Plan. This new division at DCED would be tasked with creating a digital one-stop shop for housing and developing a library of model land use ordinances and best practices for local communities to use and learn from.

To further support Commonwealth-wide housing priorities and goals, this budget also calls for modernizing the Municipalities Planning Code (MPC). Recognizing the need to reduce regulatory challenges to residential development and improve local permitting and land use processes, the Commonwealth will work with municipal officials, planners, developers, and policy experts to modernize the Municipalities Planning Code and incentivize county and regional planning to address the diverse housing needs of our state.

Investing in Critical Infrastructure to Strengthen Communities Across the Commonwealth

The 2026-27 Budget proposes new and expanded investments to continue to build critical infrastructure to power economic growth and make Pennsylvania an attractive place to live, work, and raise a family. This includes the establishment of the **Pennsylvania Program for Critical Infrastructure Investment** to invest billions into infrastructure projects across energy, housing, and school districts and local governments. The program would be established through the sale of general obligation bonds with proceeds placed in the Capital Facilities Fund to unleash economic development through large critical infrastructure projects across the Commonwealth.

This new initiative would be used to fund large critical infrastructure projects, including bringing more energy generation onto the grid; building, preserving, or remediating housing; and upgrading school or municipal facilities.

There are a few critical assets that unlock growth across all five priority sectors identified in the Economic Development Strategy. These critical assets include affordable energy and reliable access to utilities, the ability to attract and retain skilled workers, and a local and state regulatory environment that moves at the speed of business. This infrastructure is the connective tissue that influences workforce and business location decisions. To compete and win for the next generation, Pennsylvania needs a flexible funding source for these priority projects. This program provides funding for transformative local projects in the areas of energy, housing, local school buildings, and municipal facilities that unlock economic development opportunities for communities across Pennsylvania.

These investments will build capacity for communities across Pennsylvania to be more attractive to workers, responsive to economic development opportunities, and to maintain and expand the critical infrastructure that makes their communities a great place to call home.

Economic Outlook

The Pennsylvania [Office of the Budget](#) and the [Department of Revenue](#) use economic forecast data from [S&P Global Market Intelligence](#) (S&P), Moody's Analytics, and other economic sources to inform official tax revenue estimates and forecasts. This forecast assumes S&P's optimistic scenario, which is characterized by lower tariffs and a looser trade environment compared to the baseline.

U.S. Recent Trends and Current Conditions

From 2019 through 2025, real GDP growth in the United States reflected both significant disruption and subsequent normalization. Growth was solid in 2019 (2.6 percent) before the economy experienced a sharp contraction of -2.1 percent in 2020 due to the COVID-19 pandemic. A strong rebound followed in 2021, with real GDP expanding by 6.2 percent, supported by recovery efforts, fiscal stimulus, and monetary policy. Growth then moderated but remained steady in subsequent years, registering 2.5 percent in 2022, 2.9 percent in 2023, and 2.8 percent in 2024. In 2025, real growth is expected to have eased to 2.0 percent.

The federal funds rate experienced substantial volatility over the historical period shown. After rising steadily from 1.41 percent in early 2018 to 2.42 percent in early 2019, the Federal Reserve began cutting rates in mid-2019, lowering the rate to 1.55 percent by the end of 2019. In response to the COVID-19 pandemic, the Federal Reserve reduced the rate to near zero in 2020, maintaining that position through 2021. Starting in 2022, the Federal Reserve began implementing sustained rate-hikes to fight inflation, pushing the rate to 4.10 percent by the end of the year and peaking at 5.33 percent in 2023, where it remained through most of 2024. In 2025, rates declined, ending the year at 3.72 percent.

The Forecast

Looking ahead, real GDP growth is expected to remain solid through the middle of the forecast period, before gradually easing. Growth is projected to strengthen to 3.1 percent in 2026, reflecting continued economic momentum, before moderating to 2.1 percent in 2027 and 1.9 percent in 2028, and settling at 1.8 percent in 2029. The federal funds rate is projected to decline in 2026, falling from the mid-3 percent range early in the year to 2.88 percent by year-end. Rates are expected to remain near 2.87 percent throughout 2027.

Charts 1 and 2 illustrate U.S. macroeconomic projections for real GDP and the federal funds rate based on S&P's December 2025 optimistic scenario. Table 1 highlights the annual growth rates of key economic indicators, while Table 2 provides a narrative summary of various indicators.

Chart 1
REAL GROSS DOMESTIC PRODUCT
Annual Growth

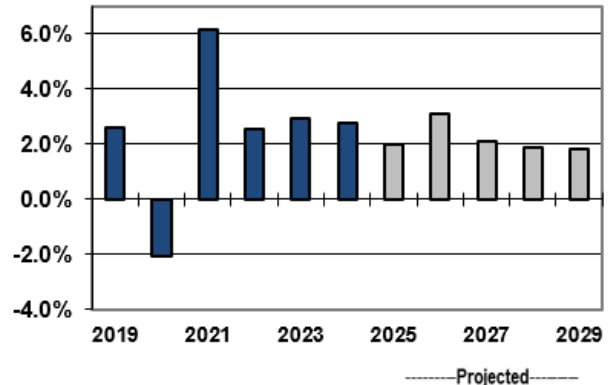


Chart 2
FEDERAL FUNDS RATE

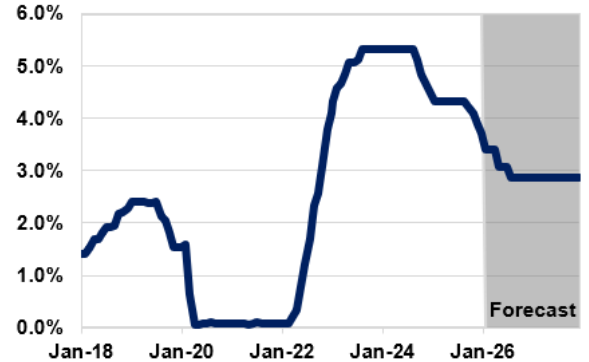


Table 1
Forecast Change in
Key U.S. Economic Indicators
Annual Percentage Growth

Indicator	2025pre	2026p	2027p	2028p
Real GDP	2.0	3.1	2.1	1.9
Total Consumption	2.6	3.4	2.3	2.5
Corporate Profits (After Tax)	5.9	7.1	1.2	0.5
Unemployment Rate (Rate)	4.3	4.5	4.5	4.5
CPI	2.7	2.8	3.0	2.5
Federal Funds (Rate)	4.21	3.06	2.87	2.88

pre = preliminary; p = projected

Table 2
U.S. Macro Forecast Projections
December 2025

Forecast Assumptions	
GDP Growth	Real GDP growth fell to 2.0% in 2025 and rises to 3.1% in 2026.
Consumer Spending	Spending came in at 2.6% in 2025 and rises to 3.4% in 2026.
Business Fixed Investment	Rose 3.8% in 2025 and then 2.5% in 2026.
Housing	Housing starts tick down to 1.36 million in 2025 and will remain at that level in 2026.
Exports	Rose 1.5% in 2025 and projected to increase 3.5% in 2026.
Fiscal Policy	Average effective tariff rate falls to 11%.
Monetary Policy	The federal funds rate target is reduced to a range of 2.75% – 3.00% by mid-2026 and remains at that level through the forecast horizon.
Credit Conditions	Credit conditions loosen throughout the forecast horizon, as interest rates decline.
Oil Prices (Dollars/barrel)	Brent crude oil averaged \$69 in 2025 and falls to \$62 in 2026.
Stock Markets	As of November 2025, Moody's estimates the year-end value of the S&P 500 grew 24.7% in 2024, 14.3% in 2025, and is projected to cool to 3.8% growth in 2026. ^a
Inflation (CPI)	The Consumer Price Index (CPI) is estimated at 2.7% in 2025 and 2.8% in 2026.
Foreign Growth	Tariff reductions support stronger foreign economic growth.
U.S. Dollar	The broad real U.S. dollar declines steadily through 2029 and remains at lower levels through the forecast horizon.

^a All elements in this table are based on S&P's December 2025 optimistic forecast, with the exception of stock market assumptions, which rely on Moody's November 2025 baseline forecast.
2025 S&P Global & Moody's Analytics.

Pennsylvania Economic Outlook

Pennsylvania's economy continues to evolve as national conditions and sector-specific trends influence growth. Recent data show improving hiring and income growth, alongside longer-term demographic and structural changes. The state saw slower employment growth in 2024, followed by improved hiring in 2025. Several major sectors — including manufacturing, construction, information, and finance — recorded employment declines in 2024, and total job growth slowed to 0.9 percent, compared with 1.7 percent in 2023, and the U.S. 2024 rate of 1.3 percent.

In early 2025, hiring turned positive in manufacturing, information, finance, and professional and business services. While federal government employment declined, state and local government payrolls increased and partially offset those losses. Health care and social services continued to generate the largest share of new jobs, and leisure and hospitality also added workers.

Demographics

Pennsylvania's population reached 13.1 million in 2024, up from 13.0 million in 2020, making it the fifth most populous state in the country. International migration has supported population growth, in part because major universities attract students from around the world.

At the same time, net migration continues to be negative as more residents continue to move to other states than move to Pennsylvania. Cost-of-living differences and retirement migration contribute to this trend. The Center for Rural Pennsylvania projected a 5.8 percent population decline in rural counties over 30 years, and updated Census data in 2024 show these losses are occurring more rapidly when compared to earlier projections. In response, lawmakers created the Rural Population Revitalization Commission to support long-term planning.

Real Estate and Construction

Home prices in Pennsylvania rose 7.9 percent year over year in the first quarter of 2024, outpacing the national average of 6.6 percent and ranking the state 17th nationally. Prices have climbed in recent years largely because fewer homes are available for sale. While Pennsylvania continued to post above-average price growth, its growth rate slowed in early 2024 as national price growth picked up, pointing to more moderate gains going forward.

Before the pandemic, single-family construction remained limited, while multifamily and senior housing grew in urban areas. During the pandemic, demand shifted toward single-family homes as remote work and social distancing increased. High material costs, labor shortages, zoning requirements, and financing conditions continue to restrict construction, even as demand remains supported by relatively low mortgage rates and strong incomes.

Energy and Natural Resources

Pennsylvania is a major producer of natural gas, coal, refined petroleum products, and electricity. The Marcellus Shale, the nation's largest natural gas field, covers about 60 percent of the state. Pennsylvania ranks second to Texas in both proved natural gas reserves and marketed natural gas production, accounting for about one-fifth of U.S. output in 2023. Production reached nearly 7.6 trillion cubic feet that year and is expected to keep growing, though at a slower pace as pipeline expansion faces regulatory and logistical limits.

The state is also the third-largest electricity producer in the nation and exports more electricity through the regional grid than any other state. In 2023, natural gas plants generated 59 percent of in-state electricity, while nuclear plants produced 32 percent, placing Pennsylvania second nationally in nuclear power generation.

Pennsylvania is the third-largest coal producer in the country. Coal production and mine counts have declined as power generation has shifted toward natural gas and renewables. The state remains a significant coal user, ranking 10th nationally, though coal-fired electricity generation fell sharply in 2023.

Export Performance

Pennsylvania's merchandise exports reached \$53.4 billion in 2024, up from \$52.0 billion in 2023 and the highest level on record. Chemicals led exports at \$13.8 billion, followed by computer and electronic products (\$6.3 billion) and machinery, excluding electrical (\$4.5 billion). While some major categories declined slightly, smaller categories — such as oil and gas and processed foods — drove overall growth.

Canada remained Pennsylvania's largest export market at \$14.8 billion, followed by Mexico (\$5.1 billion) and China (\$3.4 billion).

High-Tech, Life Sciences, and Innovation

Pennsylvania plays a key role in several high-technology industries, especially in the Philadelphia and Pittsburgh metro regions. While traditional pharmaceutical activity in southeastern Pennsylvania has declined, the broader life sciences sector has expanded. Universities and research hospitals in the Philadelphia area support the growth of new bioscience firms. During the pandemic, pharmaceutical manufacturing increased and some office space shifted to research labs.

Pittsburgh has developed into a center for artificial intelligence, robotics, and autonomous systems, driven in part by research at Carnegie Mellon University and the University of Pittsburgh.

Scientific research and development services recorded 3.4 percent average annual payroll growth over the past decade and are projected to grow 5.1 percent per year over the next 10 years. Computer systems design and related services also continue to add well-paying jobs, with annual growth of about 2.5 percent.

Transportation and Warehousing

Pennsylvania's transportation and warehousing sector benefits from its location near a large share of the U.S. population. The Port of Philadelphia and nearby New Jersey and New York-area ports support the state's role as a distribution and warehousing center.

The pandemic accelerated e-commerce, which increased demand for facilities, including smaller facilities near major metro areas to support next-day delivery. As retailers expand online fulfillment and delivery, demand rose for warehouse workers, truck drivers, and delivery services.

Overview: Economic Outlook

Table 3 shows various historical and projected baseline key economic indicators for Pennsylvania's economy.

Table 3
Key Baseline Economic Indicators for Pennsylvania

Key Economic Indicators		2023	2024	2025pre	2026p	2027p	2028p
Real Gross State Product (in millions, 2017 dollars)	\$	789,919	803,233	818,713	841,086	856,572	869,885
Real Gross State Product (percentage change)	%	1.7	1.7	1.9	2.7	1.8	1.6
Total Employment (in thousands)		6,087	6,142	6,231	6,266	6,279	6,273
Total Employment (percentage change)	%	1.7	0.9	1.4	0.6	0.2	(0.1)
Manufacturing Employment (in thousands)		567	563	562	561	555	546
Nonmanufacturing Employment (in thousands)		5,520	5,579	5,668	5,705	5,724	5,726
Population (in thousands)		13,026	13,083	13,100	13,088	13,074	13,061
Population (percentage change)	%	0.3	0.4	0.1	(0.1)	(0.1)	(0.1)
Unemployment Rate (percentage)	%	3.7	3.6	4.0	4.4	4.4	4.4
Personal Income (percentage change)	%	4.8	4.3	5.2	5.8	5.5	4.6

pre = preliminary, p = projected
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ARPA Coronavirus State and Local Fiscal Recovery Funds

The Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program, enacted as a part of the federal American Rescue Plan Act (ARPA) of 2021, delivered \$7.291 billion to Pennsylvania. The SLFRF program helped ensure Pennsylvania had the resources needed to respond to the pandemic. These critical recovery funds supported families, health care providers, and businesses struggling with the pandemic's economic impacts, maintained vital public services, and built a strong and equitable recovery.

The Pennsylvania General Assembly appropriated funds through [Act 1A of 2021](#), [Act 1A of 2022](#), [Act 2 of 2022](#), [Act 10 of 2022](#), [Act 33 of 2023](#), [Act 54 of 2024](#), and [Act 45 of 2025](#). The funds were obligated for 50 specific projects, one of which covers revenue replacement provisions and the remaining 49 fall under various expenditure categories. A full list of Pennsylvania's fiscal recovery reports can be found on the Office of the Budget [webpage](#).

Federal law required that all SLFRF dollars must be obligated by December 31, 2024, and expended by December 31, 2026. In order to meet these deadlines, Governor Shapiro signed Act 54 of 2024 and Act 45 of 2025, both of which required the Administration to identify unobligated SLFRF funds and reallocate them to the Department of Corrections. As of December 31, 2025, a total of \$96.9 million has been transferred to the Department of Corrections for staffing costs associated with COVID detection and prevention. Per Act 45 of 2025, additional transfers to the Department of Corrections will be made quarterly throughout calendar year 2026, as needed.

As of December 31, 2025, the Commonwealth obligated all \$7.291 billion awarded through the SLFRF program and expended \$6.891 billion. The remaining funds are expected to be expended for specific uses by the federal deadline of December 31, 2026.

Overview: Infrastructure Investment and Jobs Act

Infrastructure Investment and Jobs Act (IIJA)

The federal Infrastructure Investment and Jobs Act (IIJA) provides a once-in-a-generation investment of federal funds into critical infrastructure projects across the nation.

The Commonwealth of Pennsylvania continues to receive major federal resources to invest in roads, bridges, water and sewer systems, and other traditional infrastructure. Funding is also allocated to critical investments in cybersecurity, energy efficiency, water quality, clean air, and broadband access. The Commonwealth will also compete for additional federal discretionary grant funding that has been made available via the IIJA.

Below is a list of program funding authorizations by Commonwealth agency for 2024-25 through 2026-27. Dollars represent federal funds only and do not include any required state matching funds. For more information on agency efforts, please visit the [DCED](#), [DEP](#), or [DOT](#) IIJA websites. As IIJA funds authorizations begin to expire from the original legislation, Congress may address continued infrastructure spending through its budget processes, including surface transportation reauthorization, which had been rolled up into the IIJA in 2021.

This table illustrates the spending authorizations for the federal Infrastructure Investment and Jobs Act:

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Budget
Executive Offices			
(F)IIJA-State Digital Equity	\$ -	\$ 5,000	\$ -
(F)IIJA-State Cybersecurity (EA)	2,172	916	-
DEPARTMENT TOTAL	\$ 2,172	\$ 5,916	\$ -
Community and Economic Development			
(F)IIJA-DOE-Weatherization Administration	\$ 5,500	\$ 12,000	\$ 12,000
(F)IIJA-DOE-Weatherization Program	80,000	150,000	150,000
(F)IIJA-Broadband Equity, Access, and Deployment	1,000,000	1,160,000	1,000,000
(F)IIJA-State Digital Equity Capacity	40,000	50,000	50,000
(F)IIJA-EPA Brownfields Revolving Loan Fund	10,000	10,000	10,000
DEPARTMENT TOTAL	\$ 1,135,500	\$ 1,382,000	\$ 1,222,000
Conservation and Natural Resources			
(F)IIJA-Community Wildfire Defense Grant Program	\$ 900	\$ 900	\$ 900
(F)IIJA-Forest Fire Protection and Control	800	800	2,086
(F)IIJA-Forest Management and Processing	34,000	34,000	34,000
(F)IIJA-Aid to Volunteer Fire Companies	1,800	1,800	1,800
(F)IIJA-Forest Insect and Disease Control	1,100	1,410	1,410
(F)IIJA-Spring Garden Dam Removal (EA)	750	750	750
DEPARTMENT TOTAL	\$ 39,350	\$ 39,660	\$ 40,946
Emergency Management Agency			
(F)IIJA-State and Local Cybersecurity	\$ 25,000	\$ 21,000	\$ 16,000
Environmental Protection			
(F)IIJA-DOE-Energy Programs	\$ 22,300	\$ 22,300	\$ 22,300
(F)IIJA-Orphan Well Plugging	105,000	175,000	195,000
(F)IIJA-Energy Efficiency and Conservation	4,000	4,000	4,000
(F)IIJA-Assistance for Small and Disadvantaged Communities	103,189	103,189	103,189
(F)IIJA-Electric Grid Resilience	269,250	269,250	269,250
(F)IIJA-Chesapeake Bay	6,933	15,933	15,933
(F)IIJA-Brownfields	4,000	6,000	6,000
(F)IIJA-Water Quality Management Planning Grants	1,000	2,000	2,000
(F)IIJA-USDA Good Neighbor Authority	5,700	18,500	18,500
(F)IIJA-National Dam Safety Program	100	550	550
(F)IIJA-NFWF America the Beautiful Challenge	7,500	-	-

Overview: Infrastructure Investment and Jobs Act

Infrastructure Investment and Jobs Act, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
(F)IIJA-Coastal Zone Management	8,454	8,454	8,454
(F)IIJA-Methane Emissions Reduction Grants	20,000	20,000	20,000
(F)IIJA-Energy Efficiency Revolving Loan Fund.....	3,700	3,700	3,700
(F)IIJA-Resilient and Efficient Codes Implementation	3,000	6,000	6,000
(F)IIJA-Energy Auditor Training Grant.....	2,000	2,000	2,000
(F)IIJA-Solid Waste Infrastructure for Recycling	1,101	1,101	1,101
(F)IIJA-Environmental Justice Programs.....	10,000	10,000	-
(F)IIJA-DOE-Clean Energy Demonstration Projects	150,000	150,000	150,000
(F)IIJA-Advanced Energy Manufacturing	50,000	50,000	50,000
(F)IIJA-Hydroelectricity Development Programs	25,000	25,000	25,000
(F)IIJA-2 Percent Drinking Water Set Asides Offset (EA)	6,452	6,452	6,452
(F)IIJA-10 Percent Drinking Water Set Asides Offset (EA)	7,360	7,360	8,400
(F)IIJA-15 Percent Drinking Water Set Asides Offset (EA)	1,857	1,857	1,857
(F)IIJA-DW Set-Aside Emerging Contam.Small or Disadvantage (EA).....	400	2,800	2,800
(F)IIJA-Abandoned Mine Reclamation (EA)	469,904	714,986	714,986
(F)IIJA-STREAM Act Set-Aside (EA)	6,500	18,715	19,516
DEPARTMENT TOTAL.....	\$ 1,294,700	\$ 1,645,147	\$ 1,656,988
Fish and Boat Commission			
(F)IIJA-Delaware River Basin Conservation Act (EA)	\$ 750	\$ 750	\$ 750
Human Services			
(F)IIJA-State Digital Equity	\$ -	\$ 1,000	\$ -
Infrastructure Investment Authority			
(F)IIJA-Drinking Water Projects Revolving Loan Fund.....	\$ 500,000	\$ 500,000	\$ 500,000
(F)IIJA-Loan Program Administration	15,485	15,485	15,485
(F)IIJA-Technical Assistance to Small Systems.....	6,452	6,452	6,452
(F)IIJA-Assistance to State Programs	7,360	7,360	8,400
(F)IIJA-Local Assistance and Source Water Pollution.....	1,857	1,857	1,857
(F)IIJA-Emerging Contaminants in Small or Disadvantaged Comm	37,543	75,084	112,099
(F)IIJA-Sewage Projects Revolving Loan Fund	269,000	325,000	350,000
DEPARTMENT TOTAL.....	\$ 837,697	\$ 931,238	\$ 994,293
Labor and Industry			
(F)IIJA-State Digital Equity	\$ -	\$ 650	\$ -
State Police			
(F)IIJA-Motor Carrier Safety-General Fund	\$ 8,500	\$ 8,500	\$ 9,500
(F)IIJA-Cybersecurity (EA)	560	560	650
DEPARTMENT TOTAL.....	\$ 9,060	\$ 9,060	\$ 10,150
Transportation			
(F)IIJA-Highway and Safety Capital Projects	\$ 827,617	\$ 858,754	\$ -
TOTAL INFRASTRUCTURE INVESTMENT AND JOBS ACT AUTHORIZATIONS.....	\$ 4,171,846	\$ 4,895,175	\$ 3,941,127

Overview: Commonwealth Workforce Transformation Program

Commonwealth Workforce Transformation Program (CWTP)

Governor Shapiro established the Commonwealth Workforce Transformation Program (CWTP) by Executive Order on July 31, 2023, to capitalize on the opportunity to revitalize the Commonwealth's infrastructure provided by the federal Infrastructure Investment and Jobs Act (IIJA) and the Inflation Reduction Act (IRA) and position Pennsylvania's workforce for the future.

Under this Executive Order, the CWTP will invest federal IIJA and IRA funds to grow the Pennsylvania workforce needed to build the projects, as encouraged by the federal laws. These workforce investments will accelerate critical investments in roads, bridges, energy, water, sewer, and transformative economic development projects in Pennsylvania.

This table illustrates estimated CWTP program allocations by IIJA and IRA programs at Commonwealth agencies:

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
Environmental Protection			
(F)IIJA-CWTP-Orphan Well Plugging (EA)	\$ -	\$ 700	\$ 2,000
(F)IRA-CWTP-Energy Performance-Homes Program (EA)	-	800	800
(F)IRA-CWTP-Energy Performance-Electric Appliance (EA)	-	588	588
(F)IRA-CWTP-Solar For All (EA)	-	-	1,000
(F)IRA-CWTP-EPA-Planning Grants and Other Capacity Building Funding (EA)	-	3,000	3,000
DEPARTMENT TOTAL	\$ -	\$ 5,088	\$ 7,388
Transportation			
(F)IIJA-CWTP-Highway Research, Planning, and Construction (EA)	\$ -	\$ 15,000	\$ 10,000
Labor and Industry			
(F)IIJA-CWTP-Administration (EA)	\$ 313	\$ 450	\$ 450

Table does not show allocations from competitive programs and formula grants not yet awarded, or non-subgranted activity.

Public Information and Communications

The Commonwealth spends funds on activities to provide government information to the news media and the general public and for other essential communications efforts. Funds are budgeted in 28 agencies to provide public notification and information to the Commonwealth's public, news media, businesses, legislators, and Pennsylvanians regarding the bidding of contracts, issuance of rules and regulations, announcement of public hearings, and the availability of services and financial aid. The amounts that are detailed below exclude those items that are strictly educational and materials that are offered for public sale.

	(Dollar Amounts in Thousands)	
	2025-26 Estimate	2026-27 Estimate
Governor's Office	\$ 2,884	\$ 2,917
Lieutenant Governor	225	233
Executive Offices	374	388
Aging	462	537 ^a
Agriculture	771	906 ^b
Banking and Securities	340	349
Community and Economic Development	22,297	23,372
Conservation and Natural Resources	751	782
Corrections	430	438
Drug and Alcohol Programs	5,397	4,835
Education	1,648	1,648
Emergency Management Agency	816	838
Environmental Protection	4,592	4,819
Fish and Boat Commission	1,039	1,044
Game Commission	1,015	1,015
General Services	160	165
Health	1,407	1,246 ^c
Historical and Museum Commission	164	185
Human Services	1,168	1,206
Insurance	582	654
Labor and Industry	1,005	993
Liquor Control Board	14,718	15,501
Military and Veterans Affairs	971	973
Public Utility Commission	465	489
Revenue	3,657	2,148 ^d
State	2,774	2,796
State Police	777	779
Transportation	7,834	7,834
TOTAL	\$ 78,724	\$ 79,090

^a The increase is due to additional communications personnel funding.

^b The increase is due to additional communications personnel funding.

^c The decrease is due to one-time funding for Lyme disease in the 2025-26 fiscal year.

^d The decrease is due to a reduction in the cost of advertising.

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Commonwealth of Pennsylvania

Governor's Executive Budget

PROGRAM BUDGET SUMMARY

This section summarizes the budget by major revenue source and major program area of expenditure. This summary includes programs funded from the General Fund, the two budgeted special revenue funds, federal funds, and other revenues including augmentations, restricted receipts and revenues, and other special revenue funds.

Detailed supporting information is provided for each major program area of expenditure by component categories and subcategories (subdivisions of activities) which contribute to the Commonwealth's total effort in that program. Detailed information on individual revenue sources may be found in the appropriate fund presentation in the Summary by Fund section of this document.

Guide to the “Summary of Revenues and Expenditures for the Operating Program” Statement

The Summary of Revenues and Expenditures for the Operating Program comprehensive statement shown on page B3 is an “all funds” seven-year summary of revenues and expenditures for the Commonwealth’s operating program. This guide is intended to assist readers with interpreting and understanding the revenue and expenditure items presented on the comprehensive statement.

Beginning and Ending Balances

Beginning and ending balances are included only for state General Fund and state Special Funds as Federal Funds and Other Funds revenues and expenditures are considered to be self-balancing. The General Fund and Special Funds beginning and ending balances are based on their respective financial statements found in Section C.

Revenues

All General Fund, Special Funds, Federal Funds, and Other Funds revenues contributing to the Commonwealth’s operating program are shown on the statement.

- **General Fund:** The General Fund is the Commonwealth’s largest operating fund. It receives all tax revenue, nontax revenue, and federal grants and entitlements not specified by law to be deposited elsewhere. Tax revenue comprises the majority of annual General Fund revenue, in a typical year. The largest sources of nontax revenue are normally profit transfers from the Pennsylvania Liquor Control Board, the escheats or “unclaimed property” program, and licenses and fees charged by state agencies. Additional information on General Fund revenue sources can be found in Section C1.
- **Special Funds:** Motor License and Lottery Funds contribute revenue to the Commonwealth operating program. Additional information on Special Fund revenue sources can be found in Sections C2 and C3.
- **Federal Funds:** All monies received from the federal government are deposited into the State Treasury and must be appropriated. The Department of Human Services receives the most federal funds. Additional information on federal funds budgeted by agency can be found in Section C for federal funds related to General Fund budgets and in Section E: Department Presentations in each agency’s Summary by Fund and Appropriation statement.
- **Other Funds:** There are more than 150 Other Funds contributing revenue to the Commonwealth’s operating program. See Section H: Other Special Funds for information and financial data on these funds. Additional information on Other Funds can be found in Section E: Department Presentations on each agency’s Summary by Fund and Appropriation statement.

Program Expenditures

Program expenditures are categorized by the eight Commonwealth Programs beginning with Direction and Supportive Services and ending with Debt Service. These programs include expenditures from all General Fund, Special Funds, Federal Funds, and Other Funds contributing to total operating program expenditures as shown on pages B6 and B7. More detailed expenditure breakdowns, by program category and subcategory, are shown on pages B8 through B17.

Total operating program expenditures are adjusted to include expenditure reductions from General Fund or Special Fund lapses of unspent prior-year funds. Other adjustments, such as fund transfers to or from the operating program are reflected respectively as an increase or decrease to the ending balances.

Summary of Revenues and Expenditures for the Operating Program

The following table is a seven-year summary of the revenues and expenditures by Commonwealth Program for the operating budget. Balances are included only for State funds, General Fund, and Special Funds - as Federal Funds and Other Funds revenues and expenditures are considered self-balancing.

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
BEGINNING BALANCES							
General Fund	\$ 6,632,089	\$ 4,155,630	\$ 628	\$ -	\$ -	\$ -	\$ -
Adjustment to Beginning Balance	74,000	59,250	-	-	-	-	-
Adjusted Beginning Balance	<u>\$ 6,706,089</u>	<u>\$ 4,214,880</u>	<u>\$ 628</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Motor License Fund	\$ 312,996	\$ 280,857	\$ 107,127	\$ 48,327	\$ 30,052	\$ 17,473	\$ 19,755
Adjustment to MLF Beginning Balance	-	-	-	-	-	-	-
Lottery Fund	318,101	107,642	145,742	61,134	35,120	43,591	43,639
Adjustment to LF Beginning Balance	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Special Funds	<u>\$ 706,097</u>	<u>\$ 463,499</u>	<u>\$ 327,869</u>	<u>\$ 184,461</u>	<u>\$ 140,172</u>	<u>\$ 136,064</u>	<u>\$ 138,394</u>
REVENUES							
General Fund:							
Corporate Net Income Tax	\$ 5,170,014	\$ 4,741,200	\$ 4,749,000	\$ 5,245,000	\$ 4,937,700	\$ 4,673,700	\$ 4,298,800
Personal Income Tax	18,956,524	19,825,300	20,941,600	22,055,400	23,080,000	24,106,100	24,899,900
Sales and Use Tax	14,693,178	15,317,500	15,981,000	16,362,100	17,004,100	17,516,900	18,027,800
All Other Revenues/Taxes	7,588,675	8,147,800	9,159,700	9,954,000	10,228,100	10,530,400	10,873,700
Less Refunds	(2,251,600)	(2,343,500)	(2,499,000)	(2,540,400)	(2,586,600)	(2,635,100)	(2,716,000)
Total General Fund	<u>\$ 44,156,791</u>	<u>\$ 45,688,300</u>	<u>\$ 48,332,300</u>	<u>\$ 51,076,100</u>	<u>\$ 52,663,300</u>	<u>\$ 54,192,000</u>	<u>\$ 55,384,200</u>
Motor License Fund	3,123,523	3,119,500	3,144,100	3,163,300	3,178,600	3,206,300	3,217,800
Lottery Fund	1,893,242	2,263,558	2,219,778	2,258,435	2,316,063	2,368,530	2,410,065
Federal Funds	50,237,321	53,801,284	54,881,659	55,144,991	55,501,265	55,843,936	55,997,008
Other Funds	<u>22,965,075</u>	<u>24,273,582</u>	<u>23,571,557</u>	<u>23,474,976</u>	<u>23,413,343</u>	<u>23,113,674</u>	<u>23,044,599</u>
Total Revenues	<u>\$ 122,375,952</u>	<u>\$ 129,146,224</u>	<u>\$ 132,149,394</u>	<u>\$ 135,117,802</u>	<u>\$ 137,072,571</u>	<u>\$ 138,724,440</u>	<u>\$ 140,053,672</u>
PROGRAM EXPENDITURES							
Direction and Supportive Services	\$ 3,040,796	\$ 3,066,063	\$ 3,182,879	\$ 3,180,641	\$ 3,156,055	\$ 3,169,207	\$ 3,184,751
Protection of Persons and Property	16,937,419	16,828,990	16,761,619	16,727,836	16,716,475	16,688,667	16,679,568
Education	24,987,194	26,071,118	26,482,998	26,492,347	26,657,562	26,802,679	26,951,057
Health and Human Services	62,925,608	67,871,124	70,979,787	71,445,285	71,997,456	72,582,745	72,944,416
Economic Development	5,634,754	6,202,789	5,945,870	5,944,999	5,844,186	5,685,229	5,600,682
Transportation	10,506,525	11,556,246	11,033,438	11,052,449	11,120,935	11,016,722	11,073,468
Recreation and Cultural Enrichment	1,198,516	1,212,883	1,219,222	1,227,357	1,238,706	1,252,203	1,267,210
Debt Service	1,232,849	1,436,893	1,616,735	1,685,010	1,779,218	1,900,587	1,869,379
Total Program Expenditures	<u>\$ 126,463,661</u>	<u>\$ 134,246,106</u>	<u>\$ 137,222,548</u>	<u>\$ 137,755,924</u>	<u>\$ 138,510,593</u>	<u>\$ 139,098,039</u>	<u>\$ 139,570,531</u>
Less General Fund Lapses	(1,115,600)	(640,000)	(350,000)	(350,000)	(350,000)	(350,000)	(350,000)
Less Motor License Fund Lapses	(97,999)	(80,000)	-	-	-	-	-
Less Lottery Fund Lapses	(81,053)	(30,000)	-	-	-	-	-
Total Operating Expenditures	<u>\$ 125,169,009</u>	<u>\$ 133,496,106</u>	<u>\$ 136,872,548</u>	<u>\$ 137,405,924</u>	<u>\$ 138,160,593</u>	<u>\$ 138,748,039</u>	<u>\$ 139,220,531</u>
Lottery Fund Reserves	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)
Transfer-Budget Stabilization Reserve Fund	-	-	4,579,118	2,243,833	1,083,914	25,930	(208,112)
ENDING BALANCES							
General Fund	<u>\$ 4,155,630</u>	<u>\$ 628</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 624,334</u>
Motor License Fund	<u>\$ 280,857</u>	<u>\$ 107,127</u>	<u>\$ 48,327</u>	<u>\$ 30,052</u>	<u>\$ 17,473</u>	<u>\$ 19,755</u>	<u>\$ 20,505</u>
Lottery Fund	<u>\$ 107,642</u>	<u>\$ 145,742</u>	<u>\$ 61,134</u>	<u>\$ 35,120</u>	<u>\$ 43,591</u>	<u>\$ 43,639</u>	<u>\$ 43,584</u>

Program Budget Summary

General and Special Funds

This table shows a summary of Commonwealth Programs for 2024-25 actual year, 2025-26 available year, 2026-27 budget year, and future year estimates for the General Fund and selected Special Funds.

Seven-Year Commonwealth Program Summary

(Dollar amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
Commonwealth Program							
Direction and Supportive							
Services	\$ 2,041,338	\$ 2,011,188	\$ 2,112,373	\$ 2,099,101	\$ 2,073,601	\$ 2,086,261	\$ 2,101,323
Protection of Persons and							
Property	6,275,122	6,446,533	6,859,431	6,934,520	6,947,098	6,959,055	6,965,200
Education	19,351,022	20,273,775	21,200,708	21,240,941	21,403,145	21,545,598	21,690,730
Health and Human							
Services	20,828,442	22,382,340	23,715,451	23,913,332	24,110,695	24,346,580	24,552,342
Economic Development.....	586,511	602,084	371,635	370,527	370,573	370,723	370,863
Transportation.....	2,727,994	2,833,965	2,656,559	2,640,659	2,649,889	2,662,231	2,674,101
Recreation and Cultural							
Enrichment.....	300,023	258,176	311,330	327,172	329,672	331,172	331,172
Debt Service	1,150,813	1,363,179	1,541,845	1,609,705	1,711,312	1,838,809	1,843,193
GENERAL FUND AND SPECIAL FUNDS TOTAL..	<u>\$ 53,261,265</u>	<u>\$ 56,171,240</u>	<u>\$ 58,769,332</u>	<u>\$ 59,135,957</u>	<u>\$ 59,595,985</u>	<u>\$ 60,140,429</u>	<u>\$ 60,528,924</u>

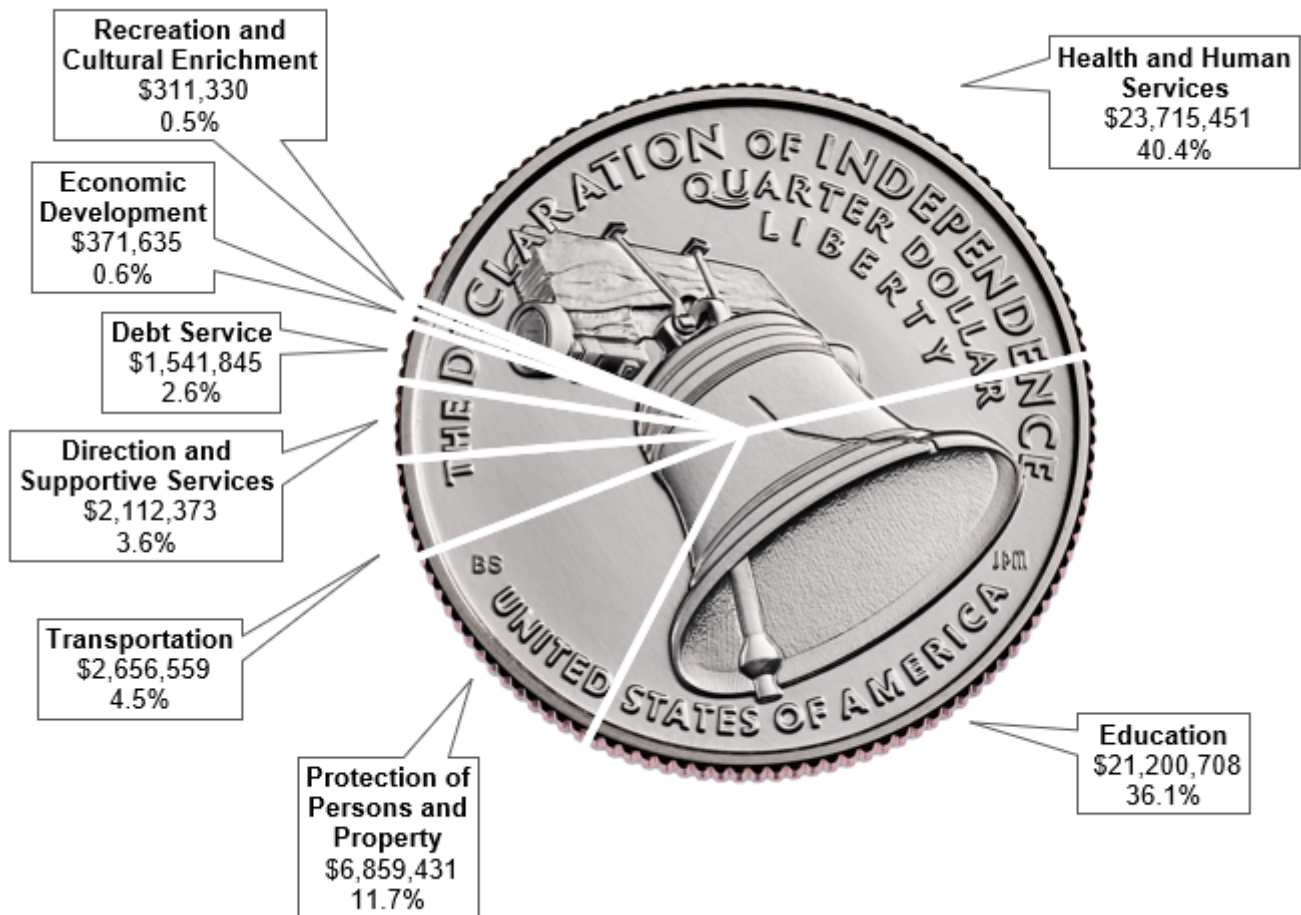
Distribution of the Commonwealth Dollar

General Fund and Special Funds

This presentation shows the amount and portion of the total General Fund and selected Special Funds allocated to major program areas.

2026-27

(Dollar Amounts in Thousands)



Program Budget Summary

Seven-Year Summary of Commonwealth Programs

The following is a summary for the eight Commonwealth Programs of 2024-25 actual year, 2025-26 available year, 2026-27 budget year, and future year estimates for all the operating funds and capital bond authorizations as presented in the 2026-27 Governor's Executive Budget. A breakdown of each Commonwealth Program by Category and Subcategory is shown on subsequent pages.

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Direction and Supportive Services							
General Fund	\$ 1,126,673	\$ 1,107,272	\$ 1,159,744	\$ 1,130,196	\$ 1,086,660	\$ 1,083,738	\$ 1,082,368
Motor License Fund	92,903	95,185	84,895	80,815	80,615	80,415	80,415
Lottery Fund	821,762	808,731	867,734	888,090	906,326	922,108	938,540
Federal Funds	30,484	30,916	25,000	25,000	25,000	25,000	25,000
Other Funds	968,974	1,023,959	1,045,506	1,056,540	1,057,454	1,057,946	1,058,428
Total Operating	\$ 3,040,796	\$ 3,066,063	\$ 3,182,879	\$ 3,180,641	\$ 3,156,055	\$ 3,169,207	\$ 3,184,751
Protection of Persons and Property							
General Fund	\$ 5,727,624	\$ 5,888,085	\$ 6,291,673	\$ 6,366,762	\$ 6,379,340	\$ 6,391,297	\$ 6,397,442
Motor License Fund	547,498	558,448	567,758	567,758	567,758	567,758	567,758
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	4,869,848	4,582,933	4,269,070	4,265,143	4,262,143	4,256,255	4,256,255
Other Funds	5,792,449	5,799,524	5,633,118	5,528,173	5,507,234	5,473,357	5,458,113
Total Operating	\$ 16,937,419	\$ 16,828,990	\$ 16,761,619	\$ 16,727,836	\$ 16,716,475	\$ 16,688,667	\$ 16,679,568
Education							
General Fund	\$ 19,351,022	\$ 20,273,775	\$ 21,200,708	\$ 21,240,941	\$ 21,403,145	\$ 21,545,598	\$ 21,690,730
Motor License Fund	-	-	-	-	-	-	-
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	4,619,461	4,641,399	4,158,517	4,125,529	4,125,529	4,125,529	4,125,529
Other Funds	1,016,711	1,155,944	1,123,773	1,125,877	1,128,888	1,131,552	1,134,798
Total Operating	\$ 24,987,194	\$ 26,071,118	\$ 26,482,998	\$ 26,492,347	\$ 26,657,562	\$ 26,802,679	\$ 26,951,057
Health and Human Services							
General Fund	\$ 19,636,357	\$ 21,106,520	\$ 22,449,706	\$ 22,687,880	\$ 22,880,336	\$ 23,071,114	\$ 23,251,669
Motor License Fund	-	-	-	-	-	-	-
Lottery Fund	1,192,085	1,275,820	1,265,745	1,225,452	1,230,359	1,275,466	1,300,673
Federal Funds	36,046,651	38,985,226	41,048,034	41,372,559	41,732,169	42,081,075	42,234,347
Other Funds	6,050,515	6,503,558	6,216,302	6,159,394	6,154,592	6,155,090	6,157,727
Total Operating	\$ 62,925,608	\$ 67,871,124	\$ 70,979,787	\$ 71,445,285	\$ 71,997,456	\$ 72,582,745	\$ 72,944,416
Economic Development							
General Fund	\$ 586,511	\$ 602,084	\$ 371,635	\$ 370,527	\$ 370,573	\$ 370,723	\$ 370,863
Motor License Fund	-	-	-	-	-	-	-
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	1,829,284	2,081,149	1,923,861	1,923,861	1,923,861	1,923,611	1,923,411
Other Funds	3,218,959	3,519,556	3,650,374	3,650,611	3,549,752	3,390,895	3,306,408
Total Operating	\$ 5,634,754	\$ 6,202,789	\$ 5,945,870	\$ 5,944,999	\$ 5,844,186	\$ 5,685,229	\$ 5,600,682

Program Budget Summary

Seven-Year Summary of Commonwealth Programs, continued

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Transportation							
General Fund	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600
Motor License Fund	2,555,487	2,661,458	2,484,052	2,468,152	2,477,382	2,489,724	2,501,594
Lottery Fund	170,907	170,907	170,907	170,907	170,907	170,907	170,907
Federal Funds	2,657,417	3,304,798	3,304,718	3,280,440	3,280,104	3,280,007	3,280,007
Other Funds	5,121,114	5,417,483	5,072,161	5,131,350	5,190,942	5,074,484	5,119,360
Total Operating	\$ 10,506,525	\$ 11,556,246	\$ 11,033,438	\$ 11,052,449	\$ 11,120,935	\$ 11,016,722	\$ 11,073,468
Recreation and Cultural Enrichment							
General Fund	\$ 293,023	\$ 251,176	\$ 304,330	\$ 320,172	\$ 322,672	\$ 324,172	\$ 324,172
Motor License Fund	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	184,176	174,863	152,459	152,459	152,459	152,459	152,459
Other Funds	714,317	779,844	755,433	747,726	756,575	768,572	783,579
Total Operating	\$ 1,198,516	\$ 1,212,883	\$ 1,219,222	\$ 1,227,357	\$ 1,238,706	\$ 1,252,203	\$ 1,267,210
Debt Service							
General Fund	\$ 1,100,040	\$ 1,312,040	\$ 1,482,650	\$ 1,551,855	\$ 1,652,888	\$ 1,779,688	\$ 1,782,910
Motor License Fund	50,773	51,139	59,195	57,850	58,424	59,121	60,283
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-	-
Other Funds	82,036	73,714	74,890	75,305	67,906	61,778	26,186
Total Operating	\$ 1,232,849	\$ 1,436,893	\$ 1,616,735	\$ 1,685,010	\$ 1,779,218	\$ 1,900,587	\$ 1,869,379
Capital Bond Authorizations ..	\$ 1,500,350	\$ 1,674,080	\$ 1,833,617	\$ 1,945,080	\$ 2,047,080	\$ 1,934,080	\$ 1,934,080
Program Total	\$ 2,733,199	\$ 3,110,973	\$ 3,450,352	\$ 3,630,090	\$ 3,826,298	\$ 3,834,667	\$ 3,803,459
COMMONWEALTH TOTALS							
General Fund	\$ 47,822,850	\$ 50,542,552	\$ 53,262,046	\$ 53,669,933	\$ 54,097,214	\$ 54,567,930	\$ 54,901,754
Motor License Fund	3,253,661	3,373,230	3,202,900	3,181,575	3,191,179	3,204,018	3,217,050
Lottery Fund	2,184,754	2,255,458	2,304,386	2,284,449	2,307,592	2,368,481	2,410,120
Federal Funds	50,237,321	53,801,284	54,881,659	55,144,991	55,501,265	55,843,936	55,997,008
Other Funds	22,965,075	24,273,582	23,571,557	23,474,976	23,413,343	23,113,674	23,044,599
Total Operating	\$ 126,463,661	\$ 134,246,106	\$ 137,222,548	\$ 137,755,924	\$ 138,510,593	\$ 139,098,039	\$ 139,570,531
Capital Bond Authorizations ..	\$ 1,500,350	\$ 1,674,080	\$ 1,833,617	\$ 1,945,080	\$ 2,047,080	\$ 1,934,080	\$ 1,934,080
Program Total	<u>\$ 127,964,011</u>	<u>\$ 135,920,186</u>	<u>\$ 139,056,165</u>	<u>\$ 139,701,004</u>	<u>\$ 140,557,673</u>	<u>\$ 141,032,119</u>	<u>\$ 141,504,611</u>

Program Budget Summary

Direction and Supportive Services

The goal of this Commonwealth program is to provide an efficient and effective administrative support system through which the goals and objectives of Commonwealth programs can be attained. This Commonwealth program supports goals to streamline state government and achieve efficiencies.

Centralized functions affecting all agencies comprise this program. Administrative costs specifically related to particular programs usually appear in a program subcategory to which they relate.

The agencies in this program include the Governor's Office, Executive Offices, Lieutenant Governor, Auditor General, Treasury, Departments of General Services and Revenue, Ethics Commission, Health Care Cost Containment Council, Government Support Agencies, and Legislature.

Contribution by Category and Subcategory

General Fund and Special Funds

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Administrative and							
Support Services	\$ 249,673	\$ 244,775	\$ 262,770	\$ 232,811	\$ 188,483	\$ 188,582	\$ 188,483
Executive Direction	159,531	149,874	165,361	135,510	91,182	91,281	91,182
Ethics Commission	3,730	3,776	4,118	4,010	4,010	4,010	4,010
Legal Services	8,684	9,346	9,821	9,821	9,821	9,821	9,821
Health Care Reporting	3,167	3,467	4,934	4,934	4,934	4,934	4,934
Government Support							
Agencies	74,561	78,312	78,536	78,536	78,536	78,536	78,536
Fiscal Management.....	\$ 1,198,557	\$ 1,182,954	\$ 1,247,088	\$ 1,264,272	\$ 1,283,132	\$ 1,299,517	\$ 1,316,136
Revenue Collection and							
Administration	1,065,168	1,048,049	1,109,812	1,126,996	1,145,856	1,162,241	1,178,860
Disbursement.....	87,545	88,211	89,663	89,663	89,663	89,663	89,663
Auditing.....	45,844	46,694	47,613	47,613	47,613	47,613	47,613
Physical Facilities and							
Commodities							
Management.....	\$ 187,698	\$ 169,942	\$ 188,998	\$ 188,501	\$ 188,469	\$ 184,645	\$ 183,187
Facility, Property, and							
Commodity Management.	187,698	169,942	188,998	188,501	188,469	184,645	183,187
Legislative Processes ...	\$ 405,410	\$ 413,517	\$ 413,517	\$ 413,517	\$ 413,517	\$ 413,517	\$ 413,517
Legislature	405,410	413,517	413,517	413,517	413,517	413,517	413,517
PROGRAM TOTAL	\$ 2,041,338	\$ 2,011,188	\$ 2,112,373	\$ 2,099,101	\$ 2,073,601	\$ 2,086,261	\$ 2,101,323

Protection of Persons and Property

The goal of this Commonwealth program is to provide an environment and a social system in which the lives and property of individuals and organizations are protected from natural and human-made disasters and from illegal and unfair actions. This Commonwealth program supports the administration's goal to protect the public health and safety of Pennsylvania's residents.

This program addresses the substantive areas of consumer and environmental protection, certain regulatory activities, the criminal justice system, and mitigation of the effects of disasters. Within these broad areas, the Departments of Banking and Securities, Corrections, State, and Insurance along with State Police, Attorney General, Commission on Crime and Delinquency, Public Utility Commission, Liquor Control Board, Emergency Management Agency, Judiciary, and Milk Board, deal almost entirely with protection of persons and property. Several agencies such as Executive Offices and Departments of Environmental Protection, Agriculture, Labor and Industry, Military and Veterans Affairs, and Transportation are more diversified, and some of their activities are included in this program as well as in other Commonwealth programs.

Contribution by Category and Subcategory

General Fund and Special Funds							
(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
General Administration							
and Support.....	\$ 192,644	\$ 201,074	\$ 223,055	\$ 223,857	\$ 224,706	\$ 215,602	\$ 216,553
Criminal and Juvenile							
Justice Planning.....	159,492	166,087	187,218	188,020	188,869	179,765	180,716
Environmental Support							
Services	33,152	34,987	35,837	35,837	35,837	35,837	35,837
Public Protection and							
Law Enforcement.....	\$ 1,839,312	\$ 1,916,358	\$ 2,063,023	\$ 2,100,880	\$ 2,096,280	\$ 2,100,880	\$ 2,096,280
State Police.....	1,430,573	1,488,963	1,605,955	1,636,312	1,631,712	1,636,312	1,631,712
Attorney General.....	143,947	151,349	171,509	179,009	179,009	179,009	179,009
Highway Safety							
Administration and							
Licensing.....	264,792	276,046	285,559	285,559	285,559	285,559	285,559
Control and Reduction							
of Crime	\$ 3,153,584	\$ 3,236,201	\$ 3,378,726	\$ 3,431,064	\$ 3,431,064	\$ 3,431,064	\$ 3,431,064
Incarcerated Individuals...	2,941,281	3,015,486	3,160,599	3,212,937	3,212,937	3,212,937	3,212,937
Reentry into Communities	212,303	220,715	218,127	218,127	218,127	218,127	218,127
Juvenile Crime							
Prevention	\$ 22,302	\$ 22,632	\$ 23,002	\$ 23,002	\$ 23,002	\$ 23,002	\$ 23,002
Reintegration of Juvenile							
Delinquents	22,302	22,632	23,002	23,002	23,002	23,002	23,002
Adjudication of							
Defendants	\$ 435,618	\$ 453,413	\$ 500,155	\$ 516,158	\$ 533,095	\$ 550,977	\$ 569,967
State Judicial System	435,618	453,413	500,155	516,158	533,095	550,977	569,967

Program Budget Summary

Protection of Persons and Property, continued

Contribution by Category and Subcategory

General Fund and Special Funds

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Public Order and							
Community Safety	\$ 79,359	\$ 69,302	\$ 81,380	\$ 71,380	\$ 71,380	\$ 71,380	\$ 71,380
Emergency Management.	39,336	26,751	35,817	25,817	25,817	25,817	25,817
State Military Readiness ..	40,023	42,551	45,563	45,563	45,563	45,563	45,563
Protection from Natural							
Hazards and Disasters ..	\$ 203,733	\$ 214,668	\$ 258,230	\$ 238,230	\$ 238,230	\$ 238,230	\$ 238,230
Environmental Protection							
and Management.....	203,733	214,668	258,230	238,230	238,230	238,230	238,230
Consumer Protection	\$ 311,028	\$ 290,190	\$ 288,020	\$ 286,109	\$ 285,501	\$ 284,080	\$ 274,884
Consumer Protection	45,121	43,163	44,434	40,923	40,315	38,894	29,698
Protection and							
Development of							
Agricultural Industries	265,907	247,027	243,586	245,186	245,186	245,186	245,186
Community and							
Occupational Safety							
and Stability	\$ 26,269	\$ 28,165	\$ 29,310	\$ 29,310	\$ 29,310	\$ 29,310	\$ 29,310
Community and							
Occupational Safety and							
Stability	21,295	23,041	24,150	24,150	24,150	24,150	24,150
Fire Prevention							
and Safety.....	4,974	5,124	5,160	5,160	5,160	5,160	5,160
Prevention and							
Elimination of							
Discriminatory							
Practices.....	\$ 11,273	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530
Prevention and							
Elimination							
of Discriminatory							
Practices	11,273	14,530	14,530	14,530	14,530	14,530	14,530
PROGRAM TOTAL	\$ 6,275,122	\$ 6,446,533	\$ 6,859,431	\$ 6,934,520	\$ 6,947,098	\$ 6,959,055	\$ 6,965,200

Program Budget Summary

Education

The goal of this Commonwealth program is to provide a system of learning experiences and opportunities that will permit each individual to achieve their full potential intellectual development through high-quality basic education and special education programs, and through high-quality career and technical education and higher education. This Commonwealth program supports goals to promote an agenda for excellence, a world-class education that enables all Pennsylvania children to achieve their full potential, and to expand educational opportunities and alternative pathways to teaching and leadership.

This Commonwealth program is financed primarily through the Department of Education. Other agencies providing support are the Higher Education Assistance Agency and Departments of Health, Human Services, Revenue, and Labor and Industry.

Contribution by Category and Subcategory

General Fund and Special Funds							
(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Education Support							
Services	\$ 46,970	\$ 48,538	\$ 51,027	\$ 51,027	\$ 51,027	\$ 51,027	\$ 51,027
Education Support							
Services	46,970	48,538	51,027	51,027	51,027	51,027	51,027
Basic Education	\$ 17,128,878	\$ 18,010,523	\$ 18,892,969	\$ 18,933,202	\$ 19,095,406	\$ 19,237,859	\$ 19,382,991
PreK-12 Education	17,109,851	17,990,536	18,872,382	18,912,409	19,074,406	19,216,649	19,361,568
Public Utility Realty							
Payments	19,027	19,987	20,587	20,793	21,000	21,210	21,423
Higher Education	\$ 2,175,174	\$ 2,214,714	\$ 2,256,712	\$ 2,256,712	\$ 2,256,712	\$ 2,256,712	\$ 2,256,712
Higher Education	1,601,737	1,610,792	1,641,887	1,641,887	1,641,887	1,641,887	1,641,887
Financial Assistance to							
Students	539,416	569,401	580,304	580,304	580,304	580,304	580,304
Financial Assistance to							
Institutions	34,021	34,521	34,521	34,521	34,521	34,521	34,521
PROGRAM TOTAL	\$ 19,351,022	\$ 20,273,775	\$ 21,200,708	\$ 21,240,941	\$ 21,403,145	\$ 21,545,598	\$ 21,690,730

Health and Human Services

The goals of this Commonwealth program are to ensure access to quality medical care for all residents, support people seeking self-sufficiency, provide military readiness and assistance to veterans, and maximize opportunities for individuals and families to participate in society.

This program addresses the following substantive areas: research; prevention and treatment of physical, behavioral health and intellectual disabilities; maternal and child health care; financial assistance for older Pennsylvanians; medically complex individuals and families in transition; and other programs to address the various issues individuals encounter in a complex society.

These activities are primarily the responsibility of the Departments of Health and Human Services with contributions by Departments of Agriculture, Labor and Industry, Military and Veterans Affairs, and Revenue.

Contribution by Category and Subcategory

General Fund and Special Funds							
(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Human Services							
Support	\$ 249,993	\$ 251,632	\$ 273,819	\$ 279,381	\$ 279,381	\$ 279,381	\$ 279,381
Human Services Support	249,993	251,632	273,819	279,381	279,381	279,381	279,381
Social Development of							
Individuals	\$ 2,411,624	\$ 2,451,967	\$ 2,427,541	\$ 2,430,239	\$ 2,430,239	\$ 2,430,239	\$ 2,430,239
Human Services	1,756,439	1,758,669	1,725,715	1,725,715	1,725,715	1,725,715	1,725,715
Child Development	655,185	693,298	701,826	704,524	704,524	704,524	704,524
Support of Older							
Pennsylvanians.....	\$ 814,119	\$ 816,854	\$ 821,745	\$ 821,452	\$ 826,359	\$ 831,466	\$ 836,673
Community Services for Older Pennsylvanians.....	329,719	343,154	350,245	350,952	351,659	352,366	353,073
Homeowners and Renters Assistance	324,400	323,700	316,500	315,500	314,700	314,100	313,600
Pharmaceutical Assistance	160,000	150,000	155,000	155,000	160,000	165,000	170,000
Income Maintenance	\$ 625,995	\$ 660,079	\$ 748,293	\$ 775,611	\$ 777,289	\$ 779,477	\$ 780,177
Income Maintenance	599,887	632,136	719,569	743,743	743,743	743,743	743,743
Workers Compensation and Unemployment Assistance	286	304	237	237	237	237	237
Military Compensation and Assistance	25,822	27,639	28,487	31,631	33,309	35,497	36,197
Physical Health							
Treatment	\$ 12,673,054	\$ 14,006,962	\$ 15,100,789	\$ 15,208,360	\$ 15,353,097	\$ 15,535,326	\$ 15,702,496

Program Budget Summary

Health and Human Services, continued

Contribution by Category and Subcategory

General Fund and Special Funds							
(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Medical Assistance and							
Health Care Delivery.....	5,602,320	5,928,455	6,572,309	6,641,702	6,707,875	6,770,771	6,837,832
Long-Term Living.....	6,579,572	7,583,464	8,048,365	8,084,449	8,161,293	8,278,906	8,377,295
Health Treatment							
Services	14,655	14,655	14,655	14,655	14,655	14,655	14,655
Health Support Services ..	71,588	72,772	79,310	79,310	79,310	79,310	79,310
Health Research	13,312	18,462	7,112	7,112	7,112	7,112	7,112
Emergency Food							
Assistance	29,267	40,267	40,267	40,267	40,267	40,267	40,267
Prevention and Treatment							
of Drug and Alcohol							
Abuse.....	48,233	48,317	48,347	48,347	48,347	48,347	48,347
Preventive Health	152,512	153,679	159,205	159,205	159,205	159,205	159,205
Veterans Homes	161,595	146,891	131,219	133,313	135,033	136,753	138,473
Mental Health and							
Substance Use							
Services	\$ 1,014,184	\$ 996,212	\$ 1,060,825	\$ 1,083,025	\$ 1,097,025	\$ 1,111,025	\$ 1,111,025
Mental Health and							
Substance Use Services..	1,014,184	996,212	1,060,825	1,083,025	1,097,025	1,111,025	1,111,025
Intellectual Disabilities ..	\$ 3,039,473	\$ 3,198,634	\$ 3,282,439	\$ 3,315,264	\$ 3,347,305	\$ 3,379,666	\$ 3,412,351
Intellectual Disabilities	3,039,473	3,198,634	3,282,439	3,315,264	3,347,305	3,379,666	3,412,351
PROGRAM TOTAL	\$ 20,828,442	\$ 22,382,340	\$ 23,715,451	\$ 23,913,332	\$ 24,110,695	\$ 24,346,580	\$ 24,552,342

Program Budget Summary

Economic Development

The goal of this Commonwealth program is to invest public resources to create jobs for Pennsylvanians. To do so, this program offers a variety of grants, loans, and loan guarantees designed to stimulate economic investment, growth, and expanded employment. This Commonwealth program supports goals to create and maintain a business climate in which good, family-sustaining jobs can grow and communities can prosper.

This program works in tandem with numerous state authorities and agencies to aggregate and strategically invest resources to expand and retain Pennsylvania-based firms and attract new companies to the Commonwealth that will offer Pennsylvania's communities stability, vitality, and job opportunities. This program leverages workforce and community development resources that together with business investment enable Pennsylvania to compete on behalf of and for its business partners.

The total efforts of the Department of Community and Economic Development and Infrastructure Investment Authority (PENNVEST) are devoted to this program. The Executive Offices, Auditor General, Housing Finance Agency, and Departments of Education, Labor and Industry, and Revenue also contribute to this program.

Contribution by Category and Subcategory

General Fund and Special Funds							
(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Economic Development							
and Job Creation	\$ 122,513	\$ 116,868	\$ 134,805	\$ 134,798	\$ 134,793	\$ 134,791	\$ 134,778
Job Creation, Business							
Growth, and Attraction	122,513	116,868	134,805	134,798	134,793	134,791	134,778
Global Economic							
Development	\$ 7,173	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525
Pennsylvania Worldwide..	7,173	4,525	4,525	4,525	4,525	4,525	4,525
Innovative Economic							
Development	\$ 46,330	\$ 46,330	\$ 43,980	\$ 43,980	\$ 43,980	\$ 43,980	\$ 43,980
Pennsylvania Innovation							
Economy	46,330	46,330	43,980	43,980	43,980	43,980	43,980
Workforce Investment...	\$ 73,412	\$ 73,412	\$ 78,912	\$ 78,912	\$ 78,912	\$ 78,912	\$ 78,912
Workforce Development ..	19,813	19,813	24,313	24,313	24,313	24,313	24,313
Vocational Rehabilitation .	53,599	53,599	54,599	54,599	54,599	54,599	54,599
Commonwealth							
Economic Assets	\$ 61,868	\$ 59,457	\$ 23,137	\$ 21,887	\$ 21,887	\$ 21,887	\$ 21,887
Pennsylvania Assets	61,868	59,457	23,137	21,887	21,887	21,887	21,887
Community							
Development	\$ 275,215	\$ 301,492	\$ 86,276	\$ 86,425	\$ 86,476	\$ 86,628	\$ 86,781
Pennsylvania							
Communities	261,441	287,022	71,372	71,372	71,272	71,272	71,272
Public Utility Realty							
Payments	13,774	14,470	14,904	15,053	15,204	15,356	15,509
PROGRAM TOTAL	\$ 586,511	\$ 602,084	\$ 371,635	\$ 370,527	\$ 370,573	\$ 370,723	\$ 370,863

Program Budget Summary

Transportation

The goal of this Commonwealth program is to provide a system for the expeditious, convenient, efficient, and safe movement of individuals and goods within the Commonwealth that is interfaced with a national and international system of transportation. This Commonwealth program supports goals to create and maintain a business climate in which rewarding, family-sustaining jobs can grow and communities can prosper.

Transportation systems are developed to serve the needs of residents, commerce, and industry and are financed through the Department of Transportation.

Contribution by Category and Subcategory

General Fund and Special Funds

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Transportation							
Systems and Services...	\$ 2,727,994	\$ 2,833,965	\$ 2,656,559	\$ 2,640,659	\$ 2,649,889	\$ 2,662,231	\$ 2,674,101
Transportation Support							
Services	87,976	94,750	98,056	98,056	98,056	98,056	98,056
Highways and Bridges	2,143,600	2,244,822	2,074,059	2,059,016	2,072,913	2,087,476	2,101,588
Local Highway and							
Bridge Assistance	323,911	321,886	311,937	311,080	306,413	304,192	301,950
Multimodal							
Transportation.....	172,507	172,507	172,507	172,507	172,507	172,507	172,507
PROGRAM TOTAL	\$ 2,727,994	\$ 2,833,965	\$ 2,656,559	\$ 2,640,659	\$ 2,649,889	\$ 2,662,231	\$ 2,674,101

Program Budget Summary

Recreation and Cultural Enrichment

The goal of this Commonwealth program is to improve the quality of life in Pennsylvania's urban, suburban, and rural communities. This program focuses resources on our recreational and cultural amenities ensuring that Pennsylvanians can fully enjoy the natural beauty of the Commonwealth. This program also ensures that residents and visitors can explore the diversity of cultural traditions, the creativity of our artistic community, and the bountiful history of our state and its prominence in forming the heritage of our nation.

In working toward these broad Commonwealth program goals, the Department of Conservation and Natural Resources undertakes a wide variety of activities in the development and provision of outdoor recreational opportunities. The Department of Education conducts a program to develop a system of local, county, and regional public libraries, including the operation of the State Library at Harrisburg, and provides recreational opportunities through local school districts. The Historical and Museum Commission provides state and local museum assistance.

In addition, the Fish and Boat Commission, Game Commission, and Council on the Arts contribute to this Commonwealth program.

Contribution by Category and Subcategory

General Fund and Special Funds							
(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Recreation	\$ 182,368	\$ 133,737	\$ 189,834	\$ 205,676	\$ 208,176	\$ 209,676	\$ 209,676
Parks and Forests							
Management	182,368	133,737	189,834	205,676	208,176	209,676	209,676
Cultural Enrichment	\$ 117,655	\$ 124,439	\$ 121,496	\$ 121,496	\$ 121,496	\$ 121,496	\$ 121,496
State History	24,240	25,373	24,508	24,508	24,508	24,508	24,508
Museum and Community Assistance	4,000	4,000	2,000	2,000	2,000	2,000	2,000
Development of Artists and Audiences	10,643	10,776	10,698	10,698	10,698	10,698	10,698
State Library Services	78,772	84,290	84,290	84,290	84,290	84,290	84,290
PROGRAM TOTAL	\$ 300,023	\$ 258,176	\$ 311,330	\$ 327,172	\$ 329,672	\$ 331,172	\$ 331,172

Debt Service

The goal of this Commonwealth program is to provide sufficient financial resources necessary to meet the timely payment of Commonwealth debt obligations. Debt financing is used by the Commonwealth to finance its capital programs and voter-approved bond referenda and to fund certain disaster relief programs. Most long-term financing of the Commonwealth is provided by the issuance of general obligation debt. Debt financing is utilized by all other Commonwealth programs to support the goals of each of the Commonwealth's program categories.

The Treasury Department participates in this program.

Contribution by Category and Subcategory

General Fund and Special Funds

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Debt Service	\$ 1,150,813	\$ 1,363,179	\$ 1,541,845	\$ 1,609,705	\$ 1,711,312	\$ 1,838,809	\$ 1,843,193
Debt Service	1,150,813	1,363,179	1,541,845	1,609,705	1,711,312	1,838,809	1,843,193
PROGRAM TOTAL	\$ 1,150,813	\$ 1,363,179	\$ 1,541,845	\$ 1,609,705	\$ 1,711,312	\$ 1,838,809	\$ 1,843,193

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Commonwealth of Pennsylvania

Governor's Executive Budget

SUMMARY BY FUND

Overview: Major Operating Funds

Summary of Major Operating Funds

The total 2026-27 operating budget for the Commonwealth is \$137.2 billion. It includes \$53.3 billion in the General Fund, \$3.2 billion in the Motor License Fund, \$2.3 billion in the Lottery Fund, \$54.9 billion in federal funds, and \$23.5 billion in augmenting fees and other special fund revenues.

(Dollar Amounts in Thousands)

Major Operating Fund Expenditures	Actual	Available	Budget	2026-27 Change from 2025-26	
	2024-25	2025-26	2026-27	Dollars	Percent
General Fund	\$ 47,822,850	\$ 50,542,552	\$ 53,262,046	\$ 2,719,494	5.38%
Motor License Fund	\$ 3,253,661	\$ 3,373,230	\$ 3,202,900	\$ (170,330)	(5.05)%
Lottery Fund	\$ 2,184,754	\$ 2,255,458	\$ 2,304,386	\$ 48,928	2.17%

The majority of the Commonwealth's operating expenses are paid from the General Fund, Motor License Fund, and Lottery Fund. The following section provides an overview of major revenues and expenditures for the three major operating funds. Additional details regarding these funds may be found in Section E: Department Presentations.



GENERAL FUND

The General Fund is the major operating fund of the Commonwealth. It receives all tax receipts and other types of revenue not specified by law to be placed in special funds. Except for certain restricted receipts, the income of the General Fund is appropriated in specific amounts for the ordinary programs of government.

Pennsylvania's major sources of General Fund revenues are corporation taxes, consumption taxes, income taxes, and nontax revenues.

General Fund

Revenue

The General Fund is the Commonwealth's largest operating fund. All tax revenue, nontax revenue, and federal grants and entitlements not specified by law to be deposited elsewhere are deposited into the General Fund. The General Assembly enacts appropriations from these General Fund revenues as presented and proposed in this budget, with any modifications it chooses to make.

Tax revenues are the primary source of funding of the General Fund. Personal income tax, sales and use tax, and corporate net income tax provide the majority of projected General Fund tax revenue. Nontax revenues are typically from profit transfers from the Liquor Control Board, interest, licenses and fees, and the escheats or unclaimed property program. One-time transfers from special funds can also be major contributors to nontax revenues.

The two largest General Fund revenue sources are personal income tax and sales and use tax. Estimates for personal income tax are developed from a series of regression equations that use forecasts of wages, salaries, interest, dividends, rents, proprietors' income, and capital gains income. Estimates for sales and use tax are developed from a series of regression equations that use forecasts of national consumer expenditures on durable goods, non-durable goods, food services and accommodation, and new and used motor vehicles.

The largest business tax deposited in the General Fund is corporate net income tax. Annual receipts from corporate net income tax can vary significantly from year-to-year. This variability is due to fluctuations in corporate profitability, including losses, federal and state tax law changes, the availability and use of tax credits and net operating loss deductions, and the timing of estimated and final state tax payments based on when a corporation's tax year begins. Estimates for the corporate net income tax are developed from a regression equation that uses forecasts of national before-tax corporate profits.

Expenditures

The General Fund is the primary funding source for most state agencies and institutions. The majority of every dollar is returned to individuals, local governments, institutions, school districts, among others, in the form of grants and subsidies. The remainder pays operating expenses and debt service.

Major program expenditures occur in the areas of education, health and human services, and protection of persons and property.

PreK–12 Education: The financial responsibility for public education is shared by the Commonwealth and 500 local school districts. Funds provided by the Commonwealth supplement funds raised locally. State aid to local school districts is provided through various school subsidy payments for basic instruction, career and technical education, debt service, pupil transportation, school employees' retirement, and various special education programs. The largest such subsidy is Basic Education Funding, which provides Commonwealth aid to local school districts. The General Fund also supports Pre-K education through Pre-K Counts and Head Start Supplemental Assistance.

Higher Education: Higher education is provided through degree-granting institutions, which include the 10 universities of the State System of Higher Education, four state-related universities, community colleges and various other independent institutions. The Pennsylvania Higher Education Assistance Agency also provides support in the form of student financial aid grants and programs to support different institutions.

Health and Human Services: The Commonwealth provides supports and services for its residents who need them. It also provides care, treatment, and rehabilitation to persons with physical, behavioral, and mental health conditions, in addition to assistance for those with intellectual and physical disabilities. Many of these services are provided through its Medical Assistance programs, which include physical and behavioral health care, and long-term services and supports in both facility- and community-based settings. Medical inflation, an aging population, pharmaceutical prices, federal financial participation in these programs, and enrollment fluctuations contribute to the overall increase in state Medical Assistance expenditures. Increases are mitigated through cost containment, operational efficiencies, and value-based contracting arrangements. Support is also provided for income maintenance, including child care services and temporary cash assistance for families in transition to self-sufficiency. Funding continues to be provided for a continuum of services for beneficiaries in the least restrictive environment possible, be it at home, in the community, or in licensed facilities.

The General Fund is the primary funding source for **Department of Corrections** programs including costs associated with operating the state correctional institutions.

General Fund

This table shows a summary by Commonwealth Program of 2024-25 actual year, 2025-26 available year, 2026-27 budget year, and future year estimates.

Seven-Year Commonwealth Program Summary

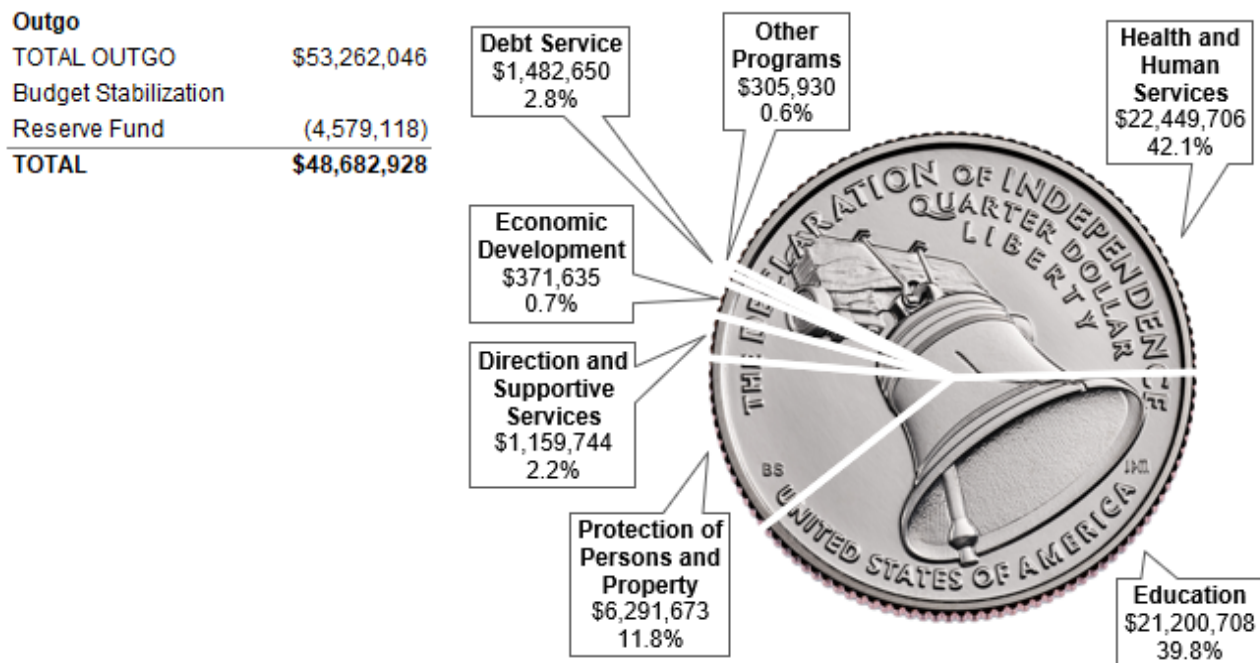
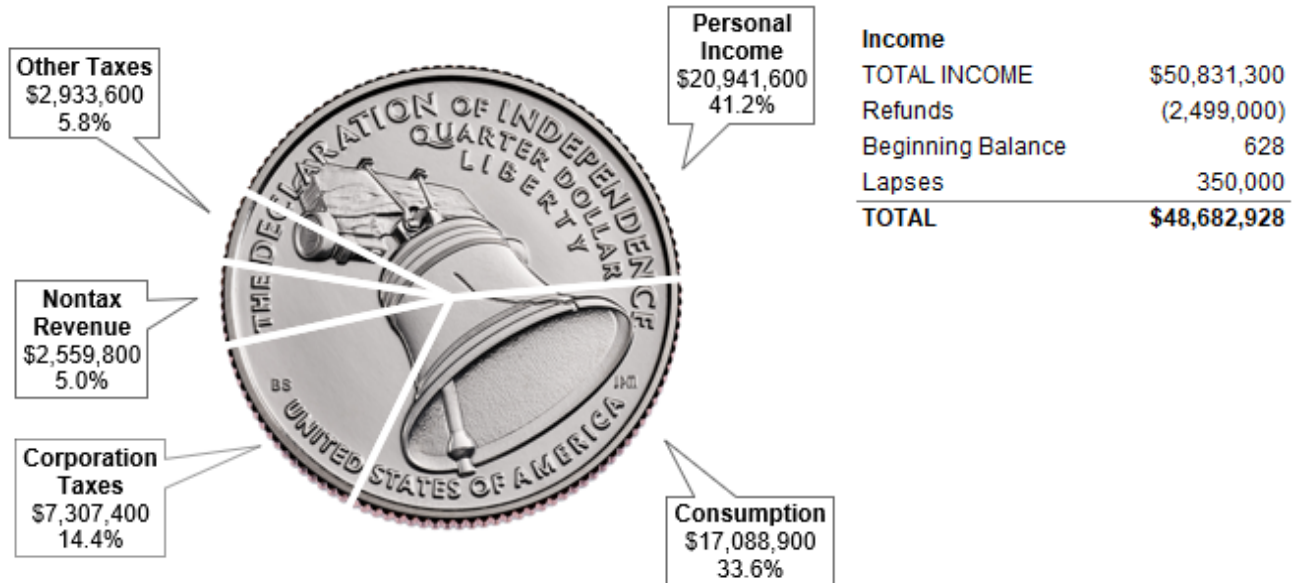
(Dollar amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Commonwealth Program							
Direction and Supportive							
Services	\$ 1,126,673	\$ 1,107,272	\$ 1,159,744	\$ 1,130,196	\$ 1,086,660	\$ 1,083,738	\$ 1,082,368
Protection of Persons							
and Property	5,727,624	5,888,085	6,291,673	6,366,762	6,379,340	6,391,297	6,397,442
Education	19,351,022	20,273,775	21,200,708	21,240,941	21,403,145	21,545,598	21,690,730
Health and Human							
Services	19,636,357	21,106,520	22,449,706	22,687,880	22,880,336	23,071,114	23,251,669
Economic Development...	586,511	602,084	371,635	370,527	370,573	370,723	370,863
Transportation.....	1,600	1,600	1,600	1,600	1,600	1,600	1,600
Recreation and Cultural							
Enrichment.....	293,023	251,176	304,330	320,172	322,672	324,172	324,172
Debt Service	1,100,040	1,312,040	1,482,650	1,551,855	1,652,888	1,779,688	1,782,910
GENERAL FUND TOTAL	<u>\$ 47,822,850</u>	<u>\$ 50,542,552</u>	<u>\$ 53,262,046</u>	<u>\$ 53,669,933</u>	<u>\$ 54,097,214</u>	<u>\$ 54,567,930</u>	<u>\$ 54,901,754</u>

General Fund

2026-27

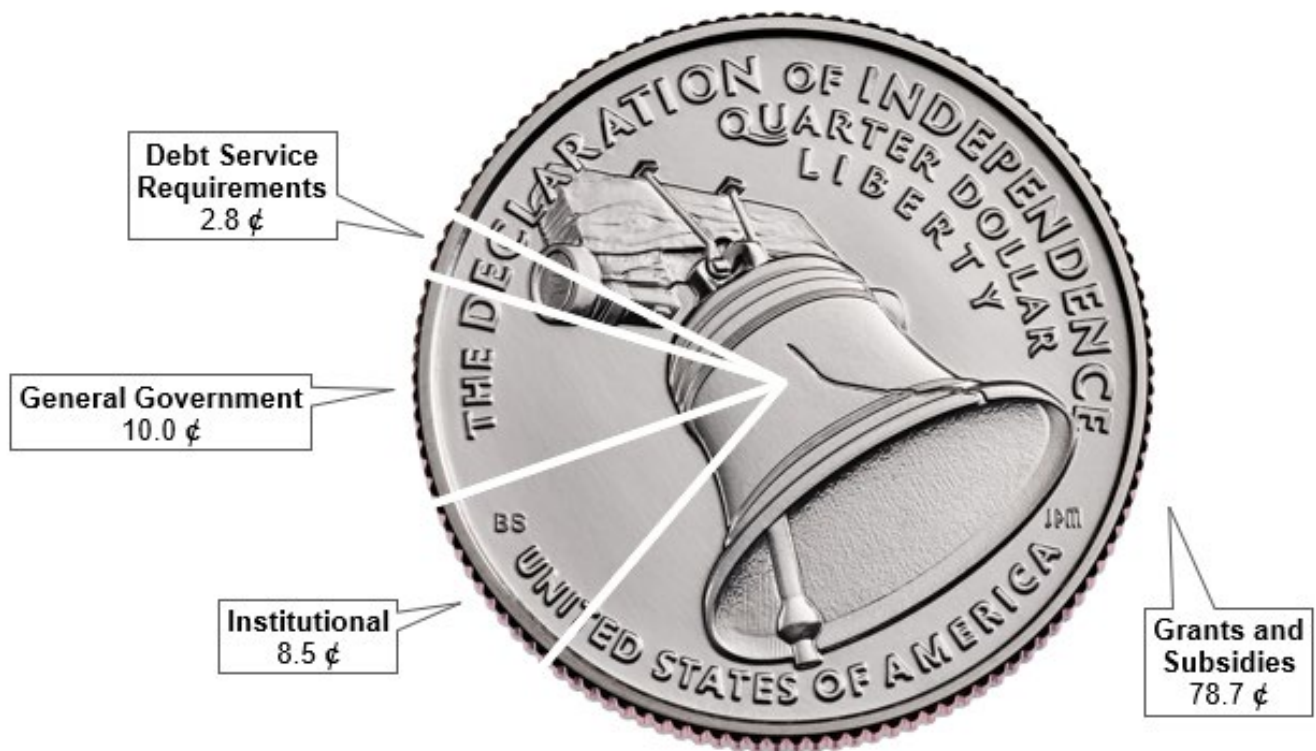
(Dollar Amounts in Thousands)



Use of the General Fund Dollar

The majority of each General Fund dollar is returned to individuals, local governments, institutions, school districts, among others, in the form of grants and subsidies.

2026-27



Seven-Year Financial Statement

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
Beginning Balance	\$ 6,632,089	\$ 4,155,630	\$ 628	\$ -	\$ -	\$ -	\$ -
Adjustment to Beginning Balance	74,000	59,250	-	-	-	-	-
Adjusted Beginning Balance	\$ 6,706,089	\$ 4,214,880	\$ 628	\$ -	\$ -	\$ -	\$ -
Revenue:							
Corporation Taxes	\$ 7,496,670	\$ 7,174,300	\$ 7,307,400	\$ 7,911,400	\$ 7,709,000	\$ 7,524,900	\$ 7,254,100
Consumption Taxes	15,904,906	16,458,500	17,088,900	17,495,200	18,154,600	18,669,100	19,159,300
Other Taxes	21,581,628	22,510,300	23,875,200	25,119,100	26,325,400	27,564,300	28,605,000
Nontax Revenue	1,425,187	1,888,700	2,559,800	3,090,800	3,060,900	3,068,800	3,081,800
Total Revenue Receipts	\$ 46,408,391	\$ 48,031,800	\$ 50,831,300	\$ 53,616,500	\$ 55,249,900	\$ 56,827,100	\$ 58,100,200
Refunds	(2,251,600)	(2,343,500)	(2,499,000)	(2,540,400)	(2,586,600)	(2,635,100)	(2,716,000)
Total Revenue	\$ 44,156,791	\$ 45,688,300	\$ 48,332,300	\$ 51,076,100	\$ 52,663,300	\$ 54,192,000	\$ 55,384,200
Prior Year Lapses	1,115,600	640,000	350,000	350,000	350,000	350,000	350,000
Funds Available	\$ 51,978,480	\$ 50,543,180	\$ 48,682,928	\$ 51,426,100	\$ 53,013,300	\$ 54,542,000	\$ 55,734,200
Expenditures:							
Appropriations	\$ 47,738,650	\$ 50,070,283	\$ 53,244,173	\$ 53,652,452	\$ 54,077,609	\$ 54,548,822	\$ 54,882,459
Executive Authorizations	84,200	81,982	17,873	17,481	19,605	19,108	19,295
Proposed Supplementals	-	390,287	-	-	-	-	-
Current Year Lapses	-	-	-	-	-	-	-
Total Expenditures	\$ 47,822,850	\$ 50,542,552	\$ 53,262,046	\$ 53,669,933	\$ 54,097,214	\$ 54,567,930	\$ 54,901,754
Preliminary Balance	\$ 4,155,630	\$ 628	\$ (4,579,118)	\$ (2,243,833)	\$ (1,083,914)	\$ (25,930)	\$ 832,446
Transfer-Budget Stabilization							
Reserve Fund	-	-	4,579,118	2,243,833	1,083,914	25,930	(208,112)
Ending Balance	\$ 4,155,630	\$ 628	\$ -	\$ -	\$ -	\$ -	\$ 624,334

Notes on Financial Statement

(Dollar Amounts in Thousands)

PROPOSED TAX AND REVENUE MODIFICATIONS

	2026-27 Estimated
Revenues:	
Adult Use Cannabis Tax	\$ 729,400
A tax of 20 percent on the wholesale price of products sold through the regulated framework of the production and sales system, once legalized. Estimates assume sales commence January 1, 2027, with initial revenues realized in 2026-27. All taxes are deposited in the General Fund. Licenses and fees are deposited in a restricted account in the General Fund to first fund the following appropriations: \$10 million to the Commission on Crime and Delinquency for restorative justice; \$15 million to the Department of Agriculture for operations; \$2.25 million to State Police for enforcement and expungement in 2026-27 (\$1.25 million thereafter); and \$1.5 million to the Department of Revenue for administration in 2026-27 (\$0.5 million thereafter). The remaining license and fee revenue is deposited in the General Fund. The 2026-27 budget includes \$36.9 million from the adult use cannabis tax; \$32.9 million from the sales and use tax on retail sales of cannabis; and \$659.6 million from license fees.	
Video Gaming Terminal Tax	\$ 765,900
An expanded Video Gaming Terminal (VGT) tax to include gaming machines that involve an element of skill, which would also be regulated by the Pennsylvania Gaming Control Board. Like existing VGTs, skill games would be taxed at 52 percent of Gross Terminal Revenue (GTR) with revenue deposited into the Video Gaming Fund and transferred as described below. License, application, and renewal fees are deposited into the General Fund. This budget proposes regulating currently unlicensed skill games under the existing VGT tax structure starting July 1, 2026. The overall VGT tax rate remains 52 percent and will be transferred to the General Fund after fixed annual payments for a local share assessment of \$4.3 million and \$1 million to the Compulsive and Problem Gambling Treatment Fund. Estimates assume a partial year of revenue in 2026-27. The 2026-27 General Fund budget includes \$743.1 million from the transfer of tax from the Video Gaming Fund and \$22.8 million from license fees. Revenues from this proposal are shown in Nontax Revenue. The transfer of VGT tax, like other transfers, appears in the Miscellaneous category, while license fees are shown as part of Licenses and Fees.	
Corporate Net Income Tax	\$ 328,400
A modernizing of the tax system by adopting uniform filing requirements for tax years beginning after December 31, 2026.	
Minimum Wage	\$ 53,500
An increase in the minimum wage from \$7.25 to \$15.00 per hour for non-tipped workers and \$9.00 per hour for tipped workers is proposed. Estimates assume an effective date of January 1, 2027. Personal income tax effect: \$30.1 million; sales and use tax effect: \$23.4 million.	
Transfer to Tobacco Settlement Fund	\$ (115,300)
A transfer of funds from the cigarette tax to the Tobacco Settlement Fund to replace monies deducted from the Master Settlement Agreement for deposit in the Tobacco Revenue Bond Debt Service Account is proposed.	
Transfer to Environmental Stewardship Fund	\$ (1,900)
A transfer of funds from the personal income tax to the Environmental Stewardship Fund for Growing Greener debt service payments is proposed.	
Impact of Changes to Tax Credit Programs	\$ 2,900
TOTAL PROPOSED TAX AND REVENUE MODIFICATIONS	\$ 1,762,900

Tax Credits:**This budget proposes repurposing, reform and modification of the following tax credits:**

Education Improvement Tax Credit (EITC) - Proposed to reallocate the caps within the program to provide more tax credits to Education Improvement Organizations. The overall cap for the EITC program is proposed to remain unchanged.

Innovate in PA 2.0 - Program is proposed at \$100 million in total credits with a revenue impact of \$7.5 million in 2028-29 and \$15 million thereafter.

AdvancePA - A new, flexible tax credit is proposed to encourage employment related to economic development programs. Credits will be based on taxable wages paid. Annual cap of \$10 million with revenue impact beginning in 2030-31.

Elimination of the following tax credits beginning in 2026-27:

Manufacturing Tax Credit is proposed to result in a revenue increase of \$2.9 million in 2026-27.

Local Resource Manufacturing, Video Game Development, and Waterfront Development Tax Credit proposals would have revenue impact beginning in 2028-29.

This budget proposes the following modifications in 2027-28:

A new transfer to aid in the operations of the Public Transportation Trust Fund equal to 1.75 percent of total sales and use tax revenues collected, beginning July 1, 2027. This would reduce the General Fund by an initial \$319.6 million beginning in 2027-28.

Notes on Financial Statement, continued

Notes on Financial Statement

(Dollar Amounts in Thousands)

PROPOSED SUPPLEMENTAL APPROPRIATIONS

2025-26
Available

STATE SUPPLEMENTAL APPROPRIATIONS

Education

Pupil Transportation	\$ 1,213
School Employees' Social Security	7,459
School Food Services	7,077
Education Agency Total	\$ 15,749

Human Services

Medical Assistance-Capitation	\$ 111,054
Medical Assistance-Fee-for-Service.....	7,997
Payment to Federal Government-Medicare Drug Program	(16,711)
Medical Assistance-Workers with Disabilities	3,914
Children's Health Insurance Program	1,485
Medical Assistance-Long-Term Living	5,787
Medical Assistance-Community HealthChoices.....	279,812
Long-Term Care Managed Care	(6,988)
Intellectual Disabilities-Intermediate Care Facilities	(11,837)
Human Services Total.....	\$ 374,513

Military and Veterans Affairs

Education of Veterans Children.....	\$ 25

TOTAL STATE SUPPLEMENTAL APPROPRIATIONS **\$ 390,287**

FEDERAL SUPPLEMENTAL APPROPRIATIONS

Emergency Management Agency

Regional Events Security and Support	\$ 10,500

Human Services

Rural Health Transformation Program Restricted Account-Admin.....	\$ 10,000
Medical Assistance-Fee-for-Service.....	13,573
Rural Health Transformation Program Restricted Account	(3,500)
Medical Assistance-Long-Term Living	2,056
Medical Assistance-Community HealthChoices.....	105,706
Human Services Total.....	\$ 127,835

TOTAL FEDERAL SUPPLEMENTAL APPROPRIATIONS **\$ 138,335**

TOTAL SUPPLEMENTAL APPROPRIATIONS **\$ 528,622**

Adjustments to Revenue Estimate

On November 12, 2025, the Official Estimate for fiscal year 2025-26 was certified to be \$47,787,600,000 in accordance with existing statutes, including Acts 45 and 47 of 2025. The adjustments detailed below take into account actual revenue collections through the first six months of the fiscal year and projected collections for the remainder of the fiscal year based on current expectations for the economy and revenue trends as well as tax proposals for the budget.

	(Dollar Amounts in Thousands)		
	2025-26 Official Estimate	Adjustments	2025-26 Revised Estimate
TAX REVENUE			
Corporation Taxes			
Corporate Net Income Tax	\$ 4,741,200	\$ -	\$ 4,741,200
Selective Business:			
Gross Receipts Tax	1,383,600	-	1,383,600
Public Utility Realty Tax	47,000	-	47,000
Insurance Premiums Tax	608,300	800	609,100
Financial Institutions Taxes	393,400	-	393,400
Total — Corporation Taxes	\$ 7,173,500	\$ 800	\$ 7,174,300
Consumption Taxes			
Sales and Use Tax	\$ 15,317,500	\$ -	\$ 15,317,500
Cigarette Tax	547,700	-	547,700
Other Tobacco Products Tax	131,300	-	131,300
Malt Beverage Tax	18,800	-	18,800
Liquor Tax	443,200	-	443,200
Total — Consumption Taxes	\$ 16,458,500	\$ -	\$ 16,458,500
Other Taxes			
Personal Income Tax	\$ 19,631,800	\$ 193,500	\$ 19,825,300
Realty Transfer Tax	639,000	-	639,000
Inheritance Tax	1,747,100	-	1,747,100
Gaming Taxes	390,600	-	390,600
Minor and Repealed Taxes	(91,700)	-	(91,700)
Total — Other Taxes	\$ 22,316,800	\$ 193,500	\$ 22,510,300
TOTAL TAX REVENUE	\$ 45,948,800	\$ 194,300	\$ 46,143,100
NONTAX REVENUE			
State Stores Fund Transfer	\$ 175,600	\$ 4,800	\$ 180,400
Licenses, Fees, and Miscellaneous:			
Licenses and Fees	169,500	600	170,100
Miscellaneous	1,425,100	47,200	1,472,300
Fines, Penalties, and Interest	68,600	(2,700)	65,900
TOTAL NONTAX REVENUE	\$ 1,838,800	\$ 49,900	\$ 1,888,700
GENERAL FUND TOTAL	\$ 47,787,600	\$ 244,200	\$ 48,031,800

General Fund Revenue Summary

Seven-Year Summary of Revenues

The following tables include all General Fund revenues available for general appropriation. This table does not include special restricted receipts, receipts augmenting appropriations, or federal funds.

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Estimated	Budget	Estimated	Estimated	Estimated	Estimated
TAX REVENUE							
Corporation Taxes							
Corporate Net Income Tax	\$ 5,170,014	\$ 4,741,200	\$ 4,749,000	\$ 5,245,000	\$ 4,937,700	\$ 4,673,700	\$ 4,298,800
Selective Business:							
Gross Receipts Tax	1,320,798	1,383,600	1,447,100	1,477,300	1,517,100	1,557,200	1,606,500
Public Utility Realty Tax	46,387	47,000	47,900	48,800	49,700	50,700	51,700
Insurance Premiums Tax	579,682	609,100	620,900	648,300	663,400	680,300	712,200
Financial Institutions Taxes	379,790	393,400	442,500	492,000	541,100	563,000	584,900
Total - Corporation Taxes	\$ 7,496,670	\$ 7,174,300	\$ 7,307,400	\$ 7,911,400	\$ 7,709,000	\$ 7,524,900	\$ 7,254,100
Consumption Taxes							
Sales and Use Tax	\$ 14,693,178	\$ 15,317,500	\$ 15,981,000	\$ 16,362,100	\$ 17,004,100	\$ 17,516,900	\$ 18,027,800
Cigarette Tax	606,741	547,700	491,700	444,500	404,600	370,700	341,800
Other Tobacco Products Tax	140,673	131,300	125,700	121,700	119,000	117,200	114,500
Malt Beverage Tax	19,910	18,800	17,900	18,000	17,800	17,800	17,700
Liquor Tax	444,404	443,200	435,700	433,500	433,500	433,600	433,700
Adult Use Cannabis Tax	-	-	36,900	115,400	175,600	212,900	223,800
Total - Consumption Taxes	\$ 15,904,906	\$ 16,458,500	\$ 17,088,900	\$ 17,495,200	\$ 18,154,600	\$ 18,669,100	\$ 19,159,300
Other Taxes							
Personal Income Tax	\$ 18,956,524	\$ 19,825,300	\$ 20,941,600	\$ 22,055,400	\$ 23,080,000	\$ 24,106,100	\$ 24,899,900
Realty Transfer Tax	600,771	639,000	751,700	837,600	932,200	1,023,900	1,123,700
Inheritance Tax	1,735,600	1,747,100	1,870,500	1,880,200	1,959,500	2,053,500	2,171,200
Gaming Taxes	368,188	390,600	424,100	469,000	484,600	520,500	556,800
Minor and Repealed Taxes	(79,454)	(91,700)	(112,700)	(123,100)	(130,900)	(139,700)	(146,600)
Total - Other Taxes	\$ 21,581,628	\$ 22,510,300	\$ 23,875,200	\$ 25,119,100	\$ 26,325,400	\$ 27,564,300	\$ 28,605,000
TOTAL TAX REVENUE	\$ 44,983,204	\$ 46,143,100	\$ 48,271,500	\$ 50,525,700	\$ 52,189,000	\$ 53,758,300	\$ 55,018,400
NONTAX REVENUE							
State Stores Fund Transfer	\$ 185,100	\$ 180,400	\$ 80,700	\$ 80,800	\$ 80,800	\$ 80,800	\$ 80,800
Licenses, Fees, and Miscellaneous:							
Licenses and Fees	163,804	170,100	851,600	201,500	185,600	191,700	191,600
Miscellaneous	990,097	1,454,900	798,900	701,300	646,400	606,500	577,100
Transfer from Video Gaming Fund	17,874	17,400	760,500	2,039,100	2,080,000	2,121,700	2,164,200
Fines, Penalties, and Interest	68,311	65,900	68,100	68,100	68,100	68,100	68,100
TOTAL NONTAX REVENUE	\$ 1,425,186	\$ 1,888,700	\$ 2,559,800	\$ 3,090,800	\$ 3,060,900	\$ 3,068,800	\$ 3,081,800
GENERAL FUND TOTAL	\$ 46,408,391	\$ 48,031,800	\$ 50,831,300	\$ 53,616,500	\$ 55,249,900	\$ 56,827,100	\$ 58,100,200

This section briefly describes the tax and nontax state revenue sources for the General Fund. For complete information, refer to the Pennsylvania Tax Compendium prepared by the Department of Revenue.

Corporate Net Income Tax

Tax Base:	This tax is paid by all domestic and foreign corporations for the privilege of doing business, carrying on activities, or employing or owning capital or property in Pennsylvania. It is levied on federal taxable income with Pennsylvania modifications. If the business of the corporation is not transacted entirely within Pennsylvania, taxable income is usually determined by a single sales factor apportionment formula.										
Tax Rate:	The current tax rate of 7.49 percent has been in effect since January 1, 2026. Starting in the tax year that began January 1, 2023, the tax rate has been reduced annually. Prior to that, the tax rate had been 9.99 percent since 1995. The following rate reduction schedule applies going forward: <table> <tr> <td>January 1, 2027.....</td><td>6.99 percent</td></tr> <tr> <td>January 1, 2028.....</td><td>6.49 percent</td></tr> <tr> <td>January 1, 2029.....</td><td>5.99 percent</td></tr> <tr> <td>January 1, 2030.....</td><td>5.49 percent</td></tr> <tr> <td>January 1, 2031.....</td><td>4.99 percent</td></tr> </table>	January 1, 2027.....	6.99 percent	January 1, 2028.....	6.49 percent	January 1, 2029.....	5.99 percent	January 1, 2030.....	5.49 percent	January 1, 2031.....	4.99 percent
January 1, 2027.....	6.99 percent										
January 1, 2028.....	6.49 percent										
January 1, 2029.....	5.99 percent										
January 1, 2030.....	5.49 percent										
January 1, 2031.....	4.99 percent										
Reference:	Purdon's Title 72 P.S. §7401 — §7412										
Proposed Change:	This budget proposes modernizing the tax system by adopting uniform filing requirements for tax years beginning after December 31, 2026.										

Gross Receipts Tax

Tax Base:	The tax is levied on the gross receipts from business transacted within Pennsylvania by specified companies owned, operated, or leased by corporations, associations, or individuals. Gross receipts taxes are imposed upon private bankers; pipeline, conduit, steamboat, canal, slack water navigation, and transportation companies; telephone, telegraph, and mobile communications companies; electric light, water power, and hydroelectric companies; express companies; palace car and sleeping car companies; and freight oil transportation companies.
Tax Rate:	The current tax rate on gross receipts from sales of electric energy within Pennsylvania is 59 mills and has been in effect since 2003. The current tax rate on other gross receipts is 50 mills and has been in effect since 1991.
Transfers:	Alternative Fuels Incentive Grant Fund..... 0.25 mills
Reference:	Purdon's Title 72 P.S. §8101 — §8102; 72 P.S. §2183— §2194

Public Utility Realty Tax

Tax Base:	This tax is levied on the state taxable value of the property owned by utilities furnishing utility service and regulated by the Pennsylvania Public Utility Commission or similar regulatory body. The state taxable value is defined as the current market value of utility realty.
Tax Rate:	The tax rate is set each year upon determination by the Department of Revenue of the required distribution of the realty tax equivalent to local tax authorities. Revenue from an additional 7.6 mills is deposited in the General Fund. For tax year 2004 and thereafter, the Department of Revenue calculates a gross receipts tax surcharge in the event that refunds for public utility realty tax appeals exceed \$5 million in the prior fiscal year. For tax year 2012 and forward, there has been no surcharge.
Reference:	Purdon's Title 72 P.S. §8101-A — §8109-A

Insurance Premiums Tax

Tax Base:	This tax is paid by domestic and foreign insurance companies for the privilege of doing business in the Commonwealth. The tax is levied on premiums, premium deposits, or assessments received in the course of doing business in the Commonwealth.	
Tax Rate:	The rate is 2 percent of gross premiums plus a retaliatory tax where applicable. Marine insurance companies pay a 5 percent tax on underwriting profits attributable to Pennsylvania in lieu of the gross premiums tax. A tax of 3 percent is imposed on policies written with surplus lines agents or other nonadmitted insurers.	
Transfers:	Fire Insurance Tax Fund.....	The greater of \$85 million or 8.5 percent
	Municipal Pension Aid Fund.....	The greater of \$345 million or 38 percent
Reference:	Purdon's Title 72 P.S. §7901 — §7906	

Financial Institutions Tax

Tax Base:	The various classes of financial institutions are subject to three different taxes. The bank and trust company shares tax is levied on the value of total bank equity capital. Title insurance companies pay a tax on their capital stock, while mutual thrift institutions are taxed on their net income.	
Tax Rate:	The bank and trust companies shares tax rate of 0.95 percent of the capital stock of banks has been in effect since January 1, 2017. The title insurance companies shares tax rate of 1.25 percent has been in effect since January 1, 1990. The mutual thrift institutions tax rate of 11.5 percent has been in effect since January 1, 1992.	
Reference:	Purdon's Title 72 P.S. §7701 — §7702. Bank and Trust Company Shares Tax.	
	Purdon's Title 72 P.S. §8501 — §8505. Mutual Thrift Institution Tax.	
	Purdon's Title 72 P.S. §7801 — §7806. Title Insurance Companies Shares Tax.	

Sales and Use Tax

Tax Base:	The tax is levied on the sale at retail, including rental, of tangible personal property and certain services, or upon the use within Pennsylvania of tangible personal property, or taxable services purchased at retail if the tax was not paid at time of purchase. A tax on occupancy of hotel rooms is imposed as part of the sales and use tax law.	
Tax Rate:	A bracket system based on 6 percent of purchase price for sales and use tax and 6 percent of rent for hotel occupancy tax. The current rate was enacted in 1968.	
Transfers:	Public Transportation Assistance Fund.....	0.947 percent of revenues
	Public Transportation Trust Fund.....	4.4 percent of revenues
		An additional transfer occurs which approximates 3.28 percent of revenues
	Commonwealth Financing Authority	Amount necessary for principal and interest obligations
	Transit Revitalization Investment District Fund	\$0.7 million annually
Reference:	Purdon's Title 72 P.S. §7201 et seq.	
Proposed Change:	This budget proposes a new transfer to aid in the operations of the Public Transportation Trust Fund equal to 1.75 percent of total sales and use tax revenues collected, beginning July 1, 2027.	

Cigarette Tax

Tax Base:	This tax is an excise tax on the sale or possession of cigarettes and little cigars weighing less than 4 pounds per 1,000 sticks in Pennsylvania.
Tax Rate:	The current tax rate of 13 cents per cigarette has been in effect since August 2016.
Transfers:	Children's Health Insurance Program Approximately \$30.7 million annually Agricultural Conservation Easement Purchase Fund .. Approximately \$25.5 million annually Local Cigarette Tax Fund See below Tobacco Settlement Fund \$115.3 million annually (must be reauthorized annually) for tobacco revenue bond service The Local Cigarette Tax Fund transfer will occur if prior year deposits into the Local Cigarette Tax Fund fall below \$58 million. The transfer is equal to the difference between \$58 million and the prior year deposits into the fund.
Reference:	Purdon's Title 72 P.S. §8201 et seq.

Other Tobacco Products Tax

Tax Base:	The tax is levied on smokeless tobacco, pipe tobacco, e-cigarettes, including any liquid or substance placed in or sold for use in e-cigarette, and any other tobacco products for chewing, ingesting, or smoking, except cigars.
Tax Rate:	The tax rate on the sale of e-cigarettes, including any liquid or substance placed in or sold for use in an e-cigarette, is 40 percent of the purchase price from the wholesaler. The rate of tax on roll-your-own, pipe tobacco, and smokeless tobacco is 55 cents (\$0.55) per ounce, with a minimum tax per package of 66 cents (\$0.66).
Reference:	Purdon's Title 72 P.S. §8201-A et seq.

Malt Beverage Tax

Tax Base:	The tax is assessed by volume on malt or brewed beverages sold to consumers in Pennsylvania. The tax is borne by the consumer, but manufacturers, distributors, and importers remit the tax to the Commonwealth.
Tax Rate:	The tax rate is two-thirds of a cent per half pint or fraction thereof, and in larger quantities at the rate of one cent per pint or fraction thereof. These rates have remained unchanged since 1947.
Reference:	Purdon's Title 72 P.S. §9001 et seq.

Liquor Tax

Tax Base:	This is a consumption tax on the sale of liquor by the Commonwealth. The distribution of liquor is a state enterprise under the auspices of the Pennsylvania Liquor Control Board (PLCB). All liquors sold by the PLCB are subject to this tax, which is calculated on the price paid by the consumer including mark-up, handling charge, and federal tax. The first sale of liquor also is subject to the sales and use tax at the time of purchase.
Tax Rate:	The current tax rate of 18 percent has been in effect since 1968.
Reference:	Purdon's Title 72 P.S. §794 — §796

Adult Use Cannabis Tax

Tax Base:	This budget proposes an adult use cannabis tax that would be imposed on the wholesale price of products sold through the regulated framework of the production and sales system, once legalized. Estimates assume sales would commence January 1, 2027. The retail sale of adult use cannabis is also subject to the sales and use tax at the time of purchase. All taxes are deposited in the General Fund.
Tax Rate:	The proposed rate is 20 percent of the wholesale price of cannabis products sold through the regulated framework.
Proposed Change:	This is a newly proposed tax.

Personal Income Tax

Tax Base:	The personal income tax is levied against the taxable income of resident and nonresident individuals, estates and trusts, partnerships, S corporations, business trusts, and limited liability companies that are not taxed as corporations for federal purposes. This is a tax on eight classes of personal income taxable by the Commonwealth: compensation, net profits, interest, dividends, income from the disposition of property, rents and royalties, gambling and lottery winnings including cash prizes of the Pennsylvania Lottery, and income from estates and trusts. Various credits, exclusions, and deductions are available to reduce tax liability.	
Tax Rate:	The current tax rate of 3.07 percent has been in effect since 2004.	
Transfers:	Environmental Stewardship Fund	\$3 million in 2025-26; reauthorized annually
	Farm Show Complex Restricted Revenue Account.....	Approximately \$13.3 million annually
	Election Integrity Restricted Account	\$45 million annually
	Clean Streams Fund	\$50 million annually
Reference:	Purdon's Title 72 P.S. §7301 et seq.	

Realty Transfer Tax

Tax Base:	The tax is levied on the value of the real estate transferred by a deed, instrument, or other writing.	
Tax Rate:	The current tax rate is 1 percent of the value of the property transferred.	
Transfers:	Keystone Recreation, Park and Conservation Fund....	15 percent of prior month's receipts
	Pennsylvania Housing Affordability and	\$80 million in 2025-26 and increasing by \$10 million per fiscal year until reaching \$100 million in 2027-28
	Rehabilitation Enhancement Fund	
Reference:	Purdon's Title 72 P.S. §8101-C — §8113-C	

Inheritance Tax

Tax Base:	This tax is levied on the value of assets transferred via will or other posthumous transfer of property.
Tax Rate:	Rates are based on the relationship between the decedent and the beneficiary. Transfers of non-jointly held property to spouses are taxed at a rate of 0 percent. Transfers from decedents 21 years of age or younger to parents are taxed at a rate of 0 percent. Transfers to other lineal beneficiaries are taxed at 4.5 percent. Transfers to siblings are subject to a 12 percent tax rate. Transfers to all other beneficiaries are taxed at 15 percent.
Reference:	Purdon's Title 72 P.S. §9101 et seq.

Table Games Taxes

Tax Base:	These taxes are levied on gross table game revenue of licensed gaming entities. Gross table game revenue is generally cash or cash equivalents played on a table game less player winnings.
Tax Rate:	The current rate of 14 percent of gross table game revenue has been in place since August 1, 2016. In addition, there is a tax rate of 34 percent of gross table game revenue from table games played on fully automated electronic gaming tables.
Reference:	Purdon's Title 4 Pa.C.S.A. § 13A62.

Interactive Gaming and Multi-use Gaming Device Taxes

Tax Base:	The interactive gaming tax is levied on daily gross interactive gaming revenue from peer-to-peer games that simulate table games. The multi-use gaming device tax is levied on daily gross interactive airport gaming revenue. The tax on games that simulate table games is deposited in the General Fund. The tax on games simulating slots is deposited in other funds. The multi-use gaming device tax is deposited in the General Fund.
Tax Rate:	The rate for interactive gaming tax or the multi-use gaming device tax on games simulating table games is 14 percent of gross interactive gaming revenue. The interactive gaming tax or multi-use gaming device tax rate on games simulating slots is 52 percent of gross revenue.
Reference:	Purdon's Title 4 Pa.C.S.A. § 13B20.4 and 13B52.

Fantasy Contest Tax

Tax Base:	The fantasy contest tax is levied on fantasy contest adjusted revenue, which is the total amount of all entry fees minus prizes or awards for each contest, multiplied by the in-state percentage. The in-state percentage is, for each fantasy contest, the percentage of entry fees collected from all in-state participants divided by the total entry fees collected from all participants in the fantasy contest.
Tax Rate:	The rate is 15 percent of monthly fantasy adjusted revenue.
Reference:	Purdon's Title 4 Pa.C.S.A. § 331.

Sports Wagering Tax

Tax Base:	The sports wagering tax is levied on daily revenues received by holders of sports wagering certificates. The tax is applied to total daily cash received, less amounts paid towards prizes.	
Tax Rate:	The rate is 34 percent of daily gross sports wagering revenue.	
Transfers:	Sports, Marketing, and Tourism Account.....	Greater of 5 percent of sports wagering tax or \$2.5 million annually. Not to exceed \$5 million.
Reference:	Purdon's Title 4 Pa.C.S.A. § 13C62.	

Minor and Repealed Taxes

Minor and Repealed Taxes Include:

- Tax on legal documents, Act of April 6, 1830, P.L. 272 (Purdon's Title 72 P.S. §3171)
- Excess motor vehicle rental tax, Act of June 16, 1994, P.L. 279 (Purdon's Title 72 P.S. §8601-A)
- State personal property tax, Act of June 22, 1935, P.L. 414 as amended
- Electric cooperative corporation tax, Electric Cooperative Law of 1990, 15 Pa.C.S.A. §7301 et seq.
- Agricultural cooperative associations corporate tax, Act of May 23, 1945, P.L. 893
- Capital stock and foreign franchise taxes, Act of March 4, 1971, P.L.6, No.2 (Purdon's Title 72 P.S. §7601 - §7606)
- Wine excise tax, Act of June 8, 2016, P.L. 273, No. 39 (Purdon's 47 P.S. § 4-488)
- Tavern games tax, Act of November 27, 2013, P.L. 1045, No. 90 (Purdon's Title 10 P.S. § 328.909a)
- Consumer fireworks tax, Act of July 11, 2022, P.L. 762 (Purdon's Title 3 Pa.C.S.A. §1112).

Also included in minor and repealed are transfers to the Neighborhood Improvement Zone Fund, as established by Act 50 of 2009, Act 26 of 2011, and Act 87 of 2012; the City Revitalization and Improvement Zone Fund, as established by Act 52 of 2013; and the Military Installation Remediation program, established by Act 101 of 2019.

State Store Funds Transfer

The profits of Pennsylvania liquor stores are transferred by the Pennsylvania Liquor Control Board (PLCB) to the General Fund. The State Stores Fund Transfer is an amount determined by PLCB to be available for transfer to the General Fund to be used for general appropriation purposes as provided by Act No. 412-½ of July 18, 1935, P.L. 1316 (Purdon's Title 47 P.S. §744-907b).

Licenses, Fees, and Miscellaneous Revenue

Licenses and fees include collections by Commonwealth agencies that are not specifically required by law to be placed in special funds to support a specific purpose. Although amounts obtained from an individual class of license very often are sufficient only to cover regulatory costs, any additional money is available for general purposes. Many licenses and fees are required by laws designed to protect the public from indiscriminate and unsafe practices.

Miscellaneous revenues include all other income to be used for general appropriation purposes in the General Fund, except monies which are given to the Commonwealth by individuals, or are provided by law to be deposited in the Judicial Computer System Augmentation Account in accordance with Act 79 of 1988 (Purdon's Title 42 Pa.C.S.A. §3733). Any fines, fees, or costs that are allocated to counties and municipalities are not affected by this act. Miscellaneous revenue also includes transfers from the Video Gaming Fund to the General Fund from the tax on video gaming terminals and skill games as proposed.

Video Gaming Terminal Tax

Tax Base: This budget proposes an expanded Video Gaming Terminal (VGT) tax to include gaming machines that involve an element of skill, which would also be regulated by the Pennsylvania Gaming Control Board. Like existing VGTs, skill games would be taxed at 52 percent of Gross Terminal Revenue (GTR) with revenue initially deposited into the Video Gaming Fund. License, application, and renewal fees are deposited into the General Fund. Estimates assume a partial year of revenue in 2026-27.

Tax Rate: The current and proposed rate for the VGT tax, including skill games, is 52 percent of gross terminal revenue.

Proposed Change: This budget proposes regulating currently unlicensed skill games under the existing VGT tax structure starting July 1, 2026. While the overall VGT tax rate remains 52 percent, this budget proposes a modification of the individual components of the assessments and distribution of the revenues. After paying a fixed annual payment for local share assessment and a transfer to the Compulsive and Problem Gambling Treatment Fund, the remaining revenue will be transferred to the General Fund.

Adult Use Cannabis Fees

Fee Base: This budget proposes license, application, and renewal fees for current medical marijuana dispensaries choosing to expand to adult use cannabis, as well as establishing new licenses for farmers/growers, growers, processors, dispensaries, and micro-businesses. This budget proposes license issuance in seven separate rounds beginning July 1, 2026, until full ramp-up in 2029-30. Revenue from applications, licenses, and fees will be deposited in a restricted account in the General Fund to first fund a number of appropriations. The remaining revenue is deposited in the General Fund.

Fee Rate: This budget proposes license fees of \$25 million for medical marijuana dispensaries with annual renewal fees of \$500,000; \$1,000 for farmers/growers licenses with \$1,000 annual renewal fees; and \$25,000 license fees for growers, processors, dispensaries, and micro-businesses with \$25,000 annual renewal fees.

Proposed Change: This is a newly proposed fee. Estimates assume license and application fees begin in 2026-27, with renewal fees beginning in 2027-28.

Fines, Penalties, and Interest

This revenue source includes fines and penalties not required by law to be placed into a special fund for a specific purpose. Most of these fines and penalties collected by the various departments are an integral part of enforcement of the laws providing for licenses and fees.

General Fund Revenue Detail

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Estimated	2026-27 Budget
TAX REVENUE			
Corporate Net Income Tax	\$ 5,170,014	\$ 4,741,200	\$ 4,749,000
Gross Receipts Tax			
Electric, Hydroelectric, and Water Power	\$ 1,059,471	\$ 1,144,200	\$ 1,218,600
Telephone and Telegraph	265,790	244,600	234,000
Transportation	956	1,000	1,000
Alternative Fuel Incentive Grant Fund Transfer	(5,419)	(6,200)	(6,500)
SUBTOTAL	\$ 1,320,798	\$ 1,383,600	\$ 1,447,100
Public Utility Realty Tax	\$ 46,387	\$ 47,000	\$ 47,900
Insurance Premiums Tax			
Gross Collections	\$ 1,089,347	\$ 1,138,600	\$ 1,160,100
Municipal Pension Aid Fund Transfer	(416,501)	(432,700)	(440,600)
Fire Insurance Tax Fund Transfer	(93,165)	(96,800)	(98,600)
SUBTOTAL	\$ 579,682	\$ 609,100	\$ 620,900
Financial Institutions Taxes			
Federal Mutual Thrift Institutions	\$ 1,472	\$ 3,200	\$ 3,300
National Banks	238,022	251,700	284,600
State Banks	90,810	88,300	99,900
State Mutual Thrift Institutions	23,922	23,900	25,000
Trust Companies	25,564	26,300	29,700
SUBTOTAL	\$ 379,790	\$ 393,400	\$ 442,500
Sales and Use Tax			
Motor Vehicle	\$ 1,395,071	\$ 1,408,600	\$ 1,482,400
Non-Motor Vehicle	13,298,107	13,908,900	14,498,600
SUBTOTAL	\$ 14,693,178	\$ 15,317,500	\$ 15,981,000
Cigarette Tax	\$ 606,741	\$ 547,700	\$ 491,700
Other Tobacco Products Tax	\$ 140,673	\$ 131,300	\$ 125,700
Malt Beverage Tax	\$ 19,910	\$ 18,800	\$ 17,900
Liquor Tax	\$ 444,404	\$ 443,200	\$ 435,700
Adult Use Cannabis Tax	\$ -	\$ -	\$ 36,900

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Estimated	2026-27 Budget
Personal Income Tax			
Non-Withholding	\$ 5,233,306	\$ 5,542,800	\$ 5,762,900
Withholding	13,723,218	14,282,500	15,178,700
SUBTOTAL	\$ 18,956,524	\$ 19,825,300	\$ 20,941,600
Realty Transfer Tax	\$ 600,771	\$ 639,000	\$ 751,700
Inheritance Tax			
Nonresident Inheritance and Estate Tax	\$ 16,123	\$ 16,600	\$ 17,000
Resident Inheritance and Estate Tax	1,719,476	1,730,500	1,853,500
SUBTOTAL	\$ 1,735,600	\$ 1,747,100	\$ 1,870,500
Gaming Taxes	\$ 368,188	\$ 390,600	\$ 424,100
Minor and Repealed Taxes			
Corporate Loans Tax	\$ (1,553)	\$ 100	\$ 100
Excess Motor Vehicle Tax	16,036	16,400	16,700
Wine Excise Tax	2,615	2,600	2,700
Tax on Writs, Wills, and Deeds	959	1,000	1,000
NIZ State Tax Transfer	(67,321)	(80,400)	(83,700)
CRIZ State Tax Transfer	(15,185)	(16,200)	(34,200)
MIRP State Tax Transfer	(16,714)	(17,500)	(18,400)
Tavern Games	1,067	1,100	1,100
Miscellaneous Business Taxes	513	200	200
Fireworks Tax	10	(1,400)	800
Capital Stock and Franchise Taxes	(191)	-	-
Other	311	2,400	1,000
SUBTOTAL	\$ (79,454)	\$ (91,700)	\$ (112,700)
TOTAL TAX REVENUE	\$ 44,983,204	\$ 46,143,100	\$ 48,271,500
NONTAX REVENUE			
State Stores Fund Transfer	\$ 185,100	\$ 180,400	\$ 80,700
Licenses, Fees, and Miscellaneous			
Executive Offices			
MISCELLANEOUS REVENUE			
Miscellaneous	\$ 15,878	\$ 2,100	\$ 2,100
Interest Transferred to Employee Benefits	(29,185)	(25,000)	(20,000)
DEPARTMENT TOTAL	\$ (13,307)	\$ (22,900)	\$ (17,900)
Auditor General			
LICENSES AND FEES			
Filing Fees - Board of Arbitration of Claims	\$ *	\$ 2	\$ 2
DEPARTMENT TOTAL	\$ *	\$ 2	\$ 2

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Estimated	2026-27 Budget
Attorney General			
MISCELLANEOUS REVENUE			
Assessed Civil Penalties Payments	\$ 249	\$ 600	\$ 600
Miscellaneous.....	(1,821)	(1,738)	(1,738)
DEPARTMENT TOTAL	<u>\$ (1,572)</u>	<u>\$ (1,138)</u>	<u>\$ (1,138)</u>
Treasury			
MISCELLANEOUS REVENUE			
Allocation Of Treasury Costs.....	\$ 4,937	\$ 5,058	\$ 5,235
Dividend Income Reinvested - Long Term	*	-	-
Interest On Average Collected Balance - WIC Program	-	5	5
Interest On Deposits.....	(4,320)	10	10
Interest On Securities.....	(2,432)	10	10
Miscellaneous.....	548	176	180
Redeposit of Checks	104	50	50
Treasury Investment Income.....	567,114	404,000	318,000
Unclaimed Property - Claim Payments	(290,000)	(333,500)	(329,300)
Unclaimed Property - Other Holder Deposits	631,959	658,000	673,600
Interest Transferred to Hodge Trust Fund.....	(7)	1	1
DEPARTMENT TOTAL	<u>\$ 907,904</u>	<u>\$ 733,810</u>	<u>\$ 667,790</u>
Agriculture			
LICENSES AND FEES			
Abattoir Licenses.....	\$ 5	\$ 2	\$ 4
Approved Inspectors Certificate and Registration Fees	4	3	2
Domestic Animal Dealers Licenses.....	1	-	-
Eating & Drinking Licenses	1,738	2,500	2,500
Egg Certification Fees	5	11	11
Garbage Feeders' Licenses	-	*	*
Ice Cream Licenses.....	*	35	35
Lab Directors' Exam Fees	*	2	2
Livestock Branding Fees	1	1	*
Poultry Technician Licenses.....	2	1	1
Pub Weighmasters (Under Act 155)	224	280	280
Registration Fee - Food Establishment.....	218	250	250
Rendering Plant Licenses	2	-	-
SUBTOTAL	<u>\$ 2,201</u>	<u>\$ 3,085</u>	<u>\$ 3,086</u>
MISCELLANEOUS REVENUE			
Miscellaneous.....	\$ (606)	\$ 6	\$ 6
DEPARTMENT TOTAL	<u>\$ 1,595</u>	<u>\$ 3,091</u>	<u>\$ 3,091</u>

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
Actual	Estimated	Budget

Banking and Securities

LICENSES AND FEES

Licenses and Fees	\$ 33,907	\$ 34,534	\$ 34,534
DEPARTMENT TOTAL	\$ 33,907	\$ 34,534	\$ 34,534

Community and Economic Development

LICENSES AND FEES

Municipal Indebtedness Fees.....	\$ 163	\$ 160	\$ 175

MISCELLANEOUS REVENUE

Contract Interest.....	\$ 397	\$ 200	\$ 200
Business Infrastructure Development (BID) Principal Repayments	76	75	70
BID Interest on Loans Per Act 105 of 1984.....	8	5	3
PENNWORKS Interest on Loans	274	210	150
PENNWORKS Penalty Charges	1	-	-
PENNWORKS Principal Repayment.....	3,938	3,800	3,600
GENERAL Interest on Loans	2	2	2
General Principal Repayments	30	30	30
SUBTOTAL	\$ 3,503	\$ 4,322	\$ 4,055
DEPARTMENT TOTAL	\$ 3,666	\$ 4,482	\$ 4,230

Conservation and Natural Resources

MISCELLANEOUS REVENUE

Camp Leases	\$ 828	\$ 800	\$ 800
Ground Rents	22	19	19
Housing Rents.....	24	19	19
Mineral Sales.....	1	1	1
Miscellaneous.....	8	-	-
Sale of DEP Water Kits	*	*	*
Parks Consignment Sales	-	-	-
Rights-Of-Way	1,253	1,174	1,174
Water Leases	4	27	27
DEPARTMENT TOTAL	\$ 2,141	\$ 2,040	\$ 2,040

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Estimated	2026-27 Budget
Corrections			
MISCELLANEOUS REVENUE			
Miscellaneous.....	\$ 1	\$ -	\$ -
Telephone Commissions.....	2,446	-	-
DEPARTMENT TOTAL	<u>\$ 2,447</u>	<u>\$ -</u>	<u>\$ -</u>
Education			
LICENSES AND FEES			
Fees For Licensing Private Schools.....	\$ 118	\$ 118	\$ 118
Private Academic School Teacher Certification Fees	70	69	69
Fees For Licensing Private Driver Training Schools	74	71	73
Fees Transcripts/Closed Private Schools	*	*	*
Secondary Education Evaluation Fees	13	13	13
Teacher Certification Fees	3,266	3,265	3,265
Fingerprint and FBI Background Check Fees	804	715	700
DEPARTMENT TOTAL	<u>\$ 4,345</u>	<u>\$ 4,251</u>	<u>\$ 4,238</u>
Environmental Protection			
LICENSES AND FEES			
Certification of PA Shot Firers for Mine Blasting	\$ 16	\$ 14	\$ 14
Mining Program Blasters' Examination and Licensing Fees	19	19	19
Explosives Storage Permit Fees	72	72	72
Government Financed Cost Contracts	27	40	40
Hazardous Waste Facility Annual Permit Administration Fees	31	26	26
Hazardous Waste Facility Permit Application Fees	229	176	176
Hazardous Waste Storage Disposal Facilities Fee	-	-	-
Hazardous Waste Transporter License and Fees	48	50	50
Infectious & Chemical Waste Transport Fees	21	16	16
Municipal Waste Annual Permit Administration Fees	229	244	244
Municipal Waste Permit Application Fees	84	86	86
Residual Waste Permit Administration Fees	203	211	211
Residual Waste Permit Application/Modification Fees	43	66	66
Sewage Permit Fees	604	448	448
Submerged Land Fees	(84)	-	-
Water Bacteriological Examination Fees	7	5	5
Water Power and Supply Permit Fees	(160)	-	-
SUBTOTAL	<u>\$ 1,387</u>	<u>\$ 1,473</u>	<u>\$ 1,473</u>

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Estimated	2026-27 Budget
MISCELLANEOUS REVENUE			
Ground Rentals	\$ 4	\$ 5	\$ 5
Miscellaneous.....	51	27	27
Payment To Occupy Submerged Lands	(2,413)	-	-
Refunds of Expenditures Not Credited to Appropriations	-	-	-
Rights-Of-Way	29	40	40
Royalties to Recovery of Materials - Schuylkill River	181	165	165
SUBTOTAL	<u>\$ (2,148)</u>	<u>\$ 237</u>	<u>\$ 237</u>
DEPARTMENT TOTAL	<u>\$ (761)</u>	<u>\$ 1,710</u>	<u>\$ 1,710</u>
Gaming Control Board			
LICENSES AND FEES			
VGT License Fees.....	\$ 129	\$ 129	\$ 129
VGT Application Fees	274	275	275
Fantasy Contest Authorization Fees	70	80	30
Sports Wagering Authorization Fees	1,111	650	800
Interactive Gaming Authorization Fees	163	460	590
Ancillary Table Games License Fees.....	309	170	-
Skill Games Fees	-	-	22,800
SUBTOTAL	<u>\$ 2,055</u>	<u>\$ 1,764</u>	<u>\$ 24,624</u>
MISCELLANEOUS REVENUE			
DEPARTMENT TOTAL	<u>\$ 2,055</u>	<u>\$ 1,764</u>	<u>\$ 24,624</u>
General Services			
MISCELLANEOUS REVENUE			
Allocation of Purchasing Costs for Commonwealth Property.....	\$ 5,269	\$ 4,200	\$ 4,300
Real Estate Services	434	440	520
Rental of State Property	178	120	125
Right-to-Know.....	-	*	*
Sale of State Property	28,700	2,200	430
Sale of Property Escrow.....	210	110	120
Reading State Office Building	290	370	300
Scranton State Office Building	532	540	540
Rebates to be Distributed.....	375	160	170
DEPARTMENT TOTAL	<u>\$ 35,989</u>	<u>\$ 8,140</u>	<u>\$ 6,505</u>
Human Services			
LICENSES AND FEES			
Miscellaneous.....	\$ 189	\$ 189	\$ 189
MISCELLANEOUS REVENUE			
Miscellaneous.....	<u>\$ *</u>	<u>\$ 1</u>	<u>\$ 2</u>
DEPARTMENT TOTAL	<u>\$ 189</u>	<u>\$ 189</u>	<u>\$ 191</u>

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
Actual	Estimated	Budget

Health

LICENSES AND FEES

Bathing Place Program - Application Fees	\$ 1	\$ 1	\$ 1
Birth Certificate Fees	8,395	7,016	7,016
Birth Certificate Fees - Transfer	(4,048)	(3,487)	(3,487)
Home Care Agency Licensure Fees	493	495	495
Hospice Licensing Fees	6	8	8
Miscellaneous Licensure Fees	228	237	237
Nursing Home Licenses	308	310	310
Pediatric Extended Care Licensing Fees	2	3	3
Profit Making Hospital Licenses	217	214	214
Organized Camps Program Fees	4	4	4
Registration Fees - Hearing Aid Act	109	108	108
Registration Fees - Drugs, Devices, and Cosmetics Act	586	560	560
Vital Statistics Fees	1,411	1,346	1,346
Wholesale Prescription Drug Distribution Licenses	22	23	23
Milk Bank Licensing Fees	2	1	1
SUBTOTAL	\$ 7,737	\$ 6,839	\$ 6,839

MISCELLANEOUS REVENUE

Miscellaneous	\$ 26	\$ 30	\$ 30
DEPARTMENT TOTAL	\$ 7,763	\$ 6,869	\$ 6,869

Insurance

LICENSES AND FEES

Agents' Licenses	\$ 59,152	\$ 56,600	\$ 57,000
Brokers' Licenses	19,521	18,600	19,100
Division of Companies Certification - Certificates and Filing Fees	1,976	2,100	2,300
Miscellaneous Fees	518	500	500
Contra Transfers	(53,008)	(44,400)	(44,950)
Valuation of Policies Fees	24,861	11,000	11,000
SUBTOTAL	\$ 53,021	\$ 44,400	\$ 44,950

MISCELLANEOUS REVENUE

Miscellaneous	\$ 29	\$ -	\$ -
DEPARTMENT TOTAL	\$ 53,050	\$ 44,400	\$ 44,950

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
Actual	Estimated	Budget

Labor and Industry

LICENSES AND FEES

Building Accessibility Plan Review and Inspection Fees	\$ 26	\$ 60	\$ 60
Approval Of Building Plan Fees	497	1,000	1,000
Approval Of Elevator Plan Fees	2,086	3,500	3,500
Bedding and Upholstery Fees	899	1,700	1,700
Boiler Inspections Fees	3,225	6,000	6,000
Boiler Plan Fees	178	300	300
Elevator Inspection Fees	1,866	3,000	3,000
Flammable Liquids Storage Fees	194	400	400
Industrial Board Variance, Appeal, and Time Extension Fees	242	450	450
Liquefied Petroleum Gas Plan Fees	-	11	11
Liquefied Petroleum Gas Registration Fees	282	430	430
Stuffed Toys Manufacturers' Registration Fees	111	150	150
Uniform Commercial Code Certifications	93	120	120
SUBTOTAL	\$ 9,699	\$ 17,121	\$ 17,121

MISCELLANEOUS REVENUE

Miscellaneous	\$ 972	\$ -	\$ -
DEPARTMENT TOTAL	\$ 10,670	\$ 17,121	\$ 17,121

Revenue

LICENSES AND FEES

Certification and Copy Fees	\$ 42	\$ 42	\$ 42
Cigarette Permit Fees	2	787	787
Domestic Violence and Rape Crisis Program Fee	819	762	706
Expanded Gaming License Fees Per Act 42 of 2017	-	2,500	-
Adult Use Cannabis Fees	-	-	659,600
SUBTOTAL	\$ 862	\$ 4,091	\$ 661,135

MISCELLANEOUS REVENUE

Exempt Collections Per Act 1992-67	\$ 19,464	\$ 21,085	\$ 22,594
District Justice Costs	12,377	12,035	11,694
Act 64 - Contra District Justice Costs	(4,746)	(4,404)	(4,063)
Miscellaneous	(6)	147	147
Distribution Due Absentee	19	(358)	(358)
SUBTOTAL	\$ 27,109	\$ 28,894	\$ 30,404
DEPARTMENT TOTAL	\$ 27,971	\$ 32,985	\$ 691,538

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Estimated	2026-27 Budget
State			
LICENSES AND FEES			
Charities Bureau Registration Fees	\$ 3,743	\$ 3,714	\$ 3,788
Commission and Filing Fees - Bureau of Elections	1,011	850	825
Commission and Filing Fees - Corporation Bureau	42,239	46,581	47,512
Campaign Finance Fee	264	120	155
Notary Public Commission Fees	952	900	920
SUBTOTAL	\$ 48,208	\$ 52,165	\$ 53,200
MISCELLANEOUS REVENUE			
Prof. & Occupational Affairs Credit Card Transfer	\$ 512	\$ -	\$ -
Interest Transferred to HAVA Program	(216)	-	-
Refunds of Expenditures Not Credited to Appropriations	-	-	-
SUBTOTAL	\$ 358	\$ 97	\$ 54
DEPARTMENT TOTAL	\$ 48,567	\$ 52,262	\$ 53,254
State Police			
MISCELLANEOUS REVENUE			
Act 64 - Contra Miscellaneous Revenue	\$ (761)	\$ -	\$ -
Miscellaneous	232	476	476
DEPARTMENT TOTAL	\$ (529)	\$ 476	\$ 476
Other			
LICENSES AND FEES			
Liquor Control Board - Small Games of Chance – License Fees	\$ 30	\$ *	\$ *
MISCELLANEOUS REVENUE			
Payments in Lieu of Taxes - SWIF	\$ 1,984	\$ 2,000	\$ 1,500
Insurance Contra IROF Return	16,209	23,653	-
Transfers From Special Funds	9,589	675,200	104,815
Transfer From Video Gaming Fund	17,874	17,400	760,500
DEPARTMENT TOTAL	\$ 45,686	\$ 718,253	\$ 866,815
Total Licenses, Fees, and Miscellaneous	\$ 1,171,775	\$ 1,642,400	\$ 2,411,000
Fines, Penalties, and Interest			
Attorney General			
Criminal Restitution General Fund	\$ 4	\$ 5	\$ 5

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	Actual	Estimated	Budget
Agriculture			
General Food Fines.....	\$ 19	\$ 10	\$ 10
Civil Penalties - Food Establishments.....	8	3	1
Miscellaneous Fines.....	2	5	5
Conservation and Natural Resources			
Miscellaneous Fines.....	\$ -	\$ -	\$ -
Ethics Commission			
Ethics Act Violations Per Act 170 of 1978.....	\$ 34	\$ 40	\$ 50
Lobbying Act Civil Penalties Per Act 134 of 2006	20	40	40
Gaming Control Board			
Miscellaneous Fines and Penalties	\$ 388	\$ 388	\$ 388
Health			
Non-Compliance Fines and Penalties	\$ -	\$ 1	\$ 1
Insurance			
Miscellaneous Fines.....	\$ 848	\$ 850	\$ 850
Surcharge on Moving Vehicles Violations.....	23,575	24,000	24,000
Labor and Industry			
BOIS Regulatory Fines.....	\$ -	\$ 2	\$ 3
Miscellaneous Fines.....	59	-	-
Judicial Computer System Collections Per Act 59 of 1990 and Act 64 of 1987	(6)	-	-
Public Utility Commission			
Violation of Order Fines.....	\$ 940	\$ 500	\$ 500
Revenue			
CRIZ Program Penalties	\$ 17	\$ 6	\$ 6
Commercial Driver Fines.....	317	346	346
Act 64 - Contra Vehicle Code Fines.....	(4,872)	(4,721)	(4,600)
Vehicle Codes Fines - Local Police Enforcement	15,543	15,513	15,488
Vehicle Code Fines - Overweight Trucks	274	240	240
Vehicle Code Fines - State Police Enforcement	12,488	12,379	12,295
Transportation			
Emission Regulation Fines & Penalties.....	\$ 102	\$ 63	\$ 63
Fines - Restoration - Operating Privileges	12,119	11,030	11,910
Restoration of Vehicle Registration	6,431	5,200	6,500
Total Fines, Penalties, and Interest.....	\$ 68,311	\$ 65,900	\$ 68,100
TOTAL NONTAX REVENUES.....	\$ 1,425,186	\$ 1,888,700	\$ 2,559,800
TOTAL GENERAL FUND REVENUES	\$ 46,408,391	\$ 48,031,800	\$ 50,831,300

* Between (\$500) and \$500.

General Fund Revenue History

Revenue History

This table shows six years of actual General Fund revenues available for general appropriation. This table does not include special restricted receipts, receipts augmenting appropriations, or federal funds.

(Dollar Amounts in Thousands)

	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
	Actual	Actual	Actual	Actual	Actual	Actual
TAX REVENUE						
Corporation Taxes						
Corporate Net Income Tax	\$ 2,826,881	\$ 4,423,759	\$ 5,323,091	\$ 6,142,927	\$ 5,651,453	\$ 5,170,014
Selective Business:						
Gross Receipts Tax.....	1,104,261	989,981	1,022,443	1,180,963	1,389,225	1,320,798
Public Utility Realty Tax.....	37,822	40,214	39,498	45,976	44,054	46,387
Insurance Premiums Tax	473,579	451,784	482,284	521,761	546,774	579,682
Financial Institutions Taxes	392,886	422,977	448,804	365,817	400,581	379,790
Total - Corporation Taxes.....	\$ 4,835,428	\$ 6,328,715	\$ 7,316,120	\$ 8,257,444	\$ 8,032,086	\$ 7,496,670
Consumption Taxes						
Sales and Use Tax.....	\$ 10,817,808	\$ 12,834,895	\$ 13,914,255	\$ 14,024,416	\$ 14,255,907	\$ 14,693,178
Cigarette Tax	924,341	964,201	874,065	772,866	668,010	606,741
Other Tobacco Products Tax	127,274	134,893	149,417	152,568	146,432	140,673
Malt Beverage Tax	23,167	23,271	22,473	22,427	21,381	19,910
Liquor Tax	365,707	415,839	431,264	450,755	448,755	444,404
Total - Consumption Taxes	\$ 12,258,298	\$ 14,373,099	\$ 15,391,474	\$ 15,423,032	\$ 15,540,485	\$ 15,904,906
Other Taxes						
Personal Income Tax	\$ 12,835,000	\$ 16,283,385	\$ 18,125,689	\$ 17,628,105	\$ 17,856,822	\$ 18,956,524
Realty Transfer Tax.....	497,792	640,233	847,072	643,835	530,750	600,771
Inheritance Tax	1,082,038	1,345,500	1,550,429	1,524,380	1,635,952	1,735,600
Gaming Taxes.....	143,022	241,834	307,857	365,077	360,492	368,188
Minor and Repealed Taxes	(40,646) ^a	(33,130) ^a	(49,997) ^a	(65,475) ^a	(91,819)	(79,454)
Total - Other Taxes	\$ 14,517,207	\$ 18,477,822	\$ 20,781,049	\$ 20,095,923	\$ 20,292,197	\$ 21,581,628
TOTAL TAX REVENUE	\$ 31,610,932	\$ 39,179,636	\$ 43,488,644	\$ 43,776,399	\$ 43,864,769	\$ 44,983,204
NONTAX REVENUE						
State Stores Fund Transfer	\$ 185,100	\$ 185,100	\$ 185,100	\$ 185,100	\$ 185,100	\$ 185,100
Licenses, Fees, and Miscellaneous:						
Licenses and Fees	133,407	187,242	168,025	157,451	169,986	163,804
Miscellaneous	278,439	775,911	4,225,567	732,159	1,186,385	1,007,971
Fines, Penalties, and Interest.....	67,984	64,128	66,885	66,038	67,250	68,311
TOTAL NONTAX REVENUE	\$ 664,931	\$ 1,212,382	\$ 4,645,577	\$ 1,140,749	\$ 1,608,720	\$ 1,425,186
GENERAL FUND TOTAL	\$ 32,275,863	\$ 40,392,018	\$ 48,134,220	\$ 44,917,148	\$ 45,473,489	\$ 46,408,391

^a This includes accelerated deposits, an administrative classification of corporate tax payments used in the department's prior tax system, and is reflected in the Corporate Net Income Tax beginning in 2023-24.

Summary by Department

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget
<u>GOVERNOR'S OFFICE:</u>			
<i>General Government:</i>			
Governor's Office	\$ 11,634	\$ 11,867	\$ 12,104
TOTAL STATE FUNDS.....	\$ 11,634	\$ 11,867	\$ 12,104
DEPARTMENT TOTAL.....	\$ 11,634	\$ 11,867	\$ 12,104
<u>LIEUTENANT GOVERNOR:</u>			
<i>General Government:</i>			
Lieutenant Governor's Office	\$ 1,623	\$ 1,655	\$ 1,933
TOTAL STATE FUNDS.....	\$ 1,623	\$ 1,655	\$ 1,933
DEPARTMENT TOTAL.....	\$ 1,623	\$ 1,655	\$ 1,933
<u>EXECUTIVE OFFICES:</u>			
<i>General Government:</i>			
Office of Administration.....	\$ 18,224	\$ 19,170	\$ 18,523
Commonwealth Office of Digital Experience	8,238	11,553	14,564
Enhanced Enterprise Cybersecurity	-	-	10,000
Office of State Inspector General	6,184	6,764	6,643
State Inspector General-Welfare Fraud	13,420	9,865	10,995
Office of the Budget	26,108	26,750	27,500
Transfer to Enterprise Systems Lifecycle	-	-	60,000
Transfer to Enterprise and Technology (EA)	65,000	59,250	-
Audit of the Auditor General	-	-	99
Office of General Counsel	8,684	9,346	9,821
Human Relations Commission	11,273	14,530	14,530
Council on the Arts	1,053	1,186	1,108
Juvenile Court Judges' Commission	3,357	3,687	4,057
Subtotal.....	\$ 161,541	\$ 162,101	\$ 177,840
<i>Grants and Subsidies:</i>			
Law Enforcement Activities.....	\$ 9,100	\$ 3,000	\$ 3,000
Grants to the Arts.....	9,590	9,590	9,590
Juvenile Probation Services	18,945	18,945	18,945
Subtotal.....	\$ 37,635	\$ 31,535	\$ 31,535
TOTAL STATE FUNDS.....	\$ 199,176	\$ 193,636	\$ 209,375
Federal Funds.....	34,773	34,660	28,645
Augmentations	590,860	627,770	627,957
Restricted.....	59,679	58,264	58,264
DEPARTMENT TOTAL.....	\$ 884,488	\$ 914,330	\$ 924,241

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
<u>COMMISSION ON CRIME AND DELINQUENCY:</u>			
General Government:			
Commission on Crime and Delinquency	\$ 24,383	\$ 25,331	\$ 26,634
Violence and Delinquency Prevention Programs	4,338	4,335	4,335
Office of Safe Schools Advocate	382	382	382
Subtotal	\$ 29,103	\$ 30,048	\$ 31,351
Grants and Subsidies:			
Violence Intervention and Prevention	\$ 56,500	\$ 62,150	\$ 68,365
County Probation and Reentry Services	-	-	57,702
Indigent Defense	7,500	7,500	7,500
Improvement of Adult Probation Services	16,222	16,222	-
Intermediate Punishment Treatment Programs	18,167	18,167	-
Transfer to Nonprofit Security Grant Fund	10,000	10,000	10,000
Transfer to School Safety and Security Fund-Targeted Grants	20,700	20,700	11,000
Victims of Juvenile Offenders	1,300	1,300	1,300
Subtotal	\$ 130,389	\$ 136,039	\$ 155,867
TOTAL STATE FUNDS	\$ 159,492	\$ 166,087	\$ 187,218
Federal Funds	201,647	190,875	161,664
Augmentations	7,614	11,293	3,490
Restricted	29,472	35,782	36,406
DEPARTMENT TOTAL	\$ 398,225	\$ 404,037	\$ 388,778
<u>ATTORNEY GENERAL:</u>			
General Government:			
General Government Operations	\$ 53,909	\$ 57,759	\$ 58,914
Drug Law Enforcement	59,668	62,066	63,307
Supplemental Law Enforcement Support	-	-	15,233
Joint Local-State Firearm Task Force	13,969	13,969	14,367
Witness Relocation	1,215	1,315	1,315
Child Predator Interception	7,018	7,184	7,887
Tobacco Law Enforcement	1,691	1,746	2,162
School Safety	2,557	2,640	2,639
Human Trafficking Enforcement and Prevention	1,000	1,750	2,377
Organized Retail Theft Prevention	2,720	2,720	3,108
Subtotal	\$ 143,747	\$ 151,149	\$ 171,309
Grants and Subsidies:			
County Trial Reimbursement	\$ 200	\$ 200	\$ 200
TOTAL STATE FUNDS	\$ 143,947	\$ 151,349	\$ 171,509
Federal Funds	18,981	20,572	22,965
Augmentations	799	524	540
Restricted	81,116	92,908	66,010
DEPARTMENT TOTAL	\$ 244,843	\$ 265,353	\$ 261,024

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
AUDITOR GENERAL:			
General Government:			
Auditor General's Office	\$ 43,839	\$ 44,716	\$ 45,610
Board of Claims	2,005	1,978	2,003
Subtotal	\$ 45,844	\$ 46,694	\$ 47,613
TOTAL STATE FUNDS	\$ 45,844	\$ 46,694	\$ 47,613
Augmentations	14,741	14,522	14,627
DEPARTMENT TOTAL	\$ 60,585	\$ 61,216	\$ 62,240
TREASURY:			
General Government:			
General Government Operations	\$ 45,365	\$ 46,272	\$ 47,197
Divestiture Reimbursement	2,485	150	150
Intergovernmental Organizations	1,278	1,334	1,327
Information Technology Cyber Security	1,150	1,250	1,350
Board of Finance and Revenue	3,646	3,970	4,394
Subtotal	\$ 53,924	\$ 52,976	\$ 54,418
Grants and Subsidies:			
Law Enforcement and Emergency Response Death Benefit	\$ 3,330	\$ 3,330	\$ 3,330
Transfer to ABLE Fund	900	1,500	1,500
Subtotal	\$ 4,230	\$ 4,830	\$ 4,830
Debt Service:			
Loan and Transfer Agent	\$ 40	\$ 40	\$ 40
General Obligation Debt Service	1,100,000	1,312,000	1,482,610
Subtotal	\$ 1,100,040	\$ 1,312,040	\$ 1,482,650
TOTAL STATE FUNDS	\$ 1,158,194	\$ 1,369,846	\$ 1,541,898
Augmentations	9,731	8,530	8,530
DEPARTMENT TOTAL	\$ 1,167,925	\$ 1,378,376	\$ 1,550,428
AGING:			
Federal Funds	\$ 114,782	\$ 118,692	\$ 118,448
DEPARTMENT TOTAL	\$ 114,782	\$ 118,692	\$ 118,448
AGRICULTURE:			
General Government:			
General Government Operations	\$ 48,604	\$ 49,415	\$ 50,433
Agricultural Preparedness and Response	34,000	9,000	11,000
Agricultural Excellence	4,100	4,100	3,300
Agricultural Business and Workforce Investment	4,800	4,800	4,800
Farmers' Market Food Coupons	2,579	9,579	9,579
Agricultural Research	2,187	2,187	2,187
Agricultural Promotion, Education, and Exports	303	303	303
Agricultural Innovation Development	10,000	10,000	19,000

Summary by Department, continued

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget
Hardwoods Research and Promotion.....	725	725	725
Subtotal.....	\$ 107,298	\$ 90,109	\$ 101,327
Grants and Subsidies:			
Livestock and Consumer Health Protection.....	\$ 1,000	\$ 1,000	\$ 1,000
Animal Health and Diagnostic Commission.....	11,350	11,350	6,000
Livestock Show.....	215	215	215
Open Dairy Show.....	215	215	215
Youth Shows.....	169	169	169
State Food Purchase.....	26,688	30,688	30,688
Food Marketing and Research.....	494	494	494
Fresh Food Financing Initiative.....	2,000	2,000	2,000
Transfer to Nutrient Management Fund.....	6,200	6,200	6,200
Transfer to Conservation District Fund.....	2,669	2,669	2,669
Transfer to Agricultural College Land Scrip Fund.....	57,710	57,710	57,710
Transfer to Farm Products Show Fund.....	5,000	5,000	5,000
PA Preferred Program Trademark Licensing.....	2,905	2,905	2,905
Payments to Pennsylvania Fairs.....	4,000	4,000	-
Pennsylvania Veterinary Lab.....	-	5,309	-
University of Pennsylvania-Veterinary Activities.....	31,560	31,560	31,560
University of Pennsylvania-Center for Infectious Disease.....	1,793	1,793	1,793
Subtotal.....	\$ 153,968	\$ 163,277	\$ 148,618
TOTAL STATE FUNDS.....	\$ 261,266	\$ 253,386	\$ 249,945
Federal Funds.....	109,212	110,410	103,324
Augmentations.....	3,952	3,138	2,933
Restricted.....	16,968	19,135	59,645
DEPARTMENT TOTAL.....	\$ 391,398	\$ 386,069	\$ 415,847
<u>BANKING AND SECURITIES:</u>			
Restricted.....	\$ 9,900	\$ 9,786	\$ 9,247
DEPARTMENT TOTAL.....	\$ 9,900	\$ 9,786	\$ 9,247
<u>COMMUNITY AND ECONOMIC DEVELOPMENT:</u>			
General Government:			
General Government Operations.....	\$ 37,058	\$ 35,686	\$ 28,586
Center for Local Government Services.....	5,304	5,569	6,040
Office of Open Records.....	4,051	4,824	4,984
BusinessPA.....	-	8,856	9,320
Office of International Business Development.....	7,173	4,525	4,525
Marketing to Attract Tourists.....	55,787	54,137	19,567
Marketing to Attract Business.....	2,081	1,320	1,320
Pennsylvania Military Community Enhancement Commission.....	567	567	608
Subtotal.....	\$ 112,021	\$ 115,484	\$ 74,950

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
Grants and Subsidies:			
Transfer to Municipalities Financial Recovery Revolving Fund	\$ 5,500	\$ 5,500	\$ 5,500
Transfer to Ben Franklin Tech. Development Authority Fund	17,000	17,000	17,000
Invent Penn State	2,350	2,350	-
Intergovernmental Cooperation Authority-3rd Class Cities	100	100	100
Pennsylvania First	38,000	38,000	38,000
Workforce and Economic Development Network	-	-	12,500
Municipal Assistance Program	2,000	2,000	2,000
Keystone Communities	45,343	34,343	-
Main Street Matters	20,000	20,000	20,211
Appalachian Regional Commission	750	750	325
Partnerships for Regional Economic Performance	10,880	10,880	10,880
Manufacturing PA	13,000	13,000	13,000
Strategic Management Planning Program	3,617	3,617	3,617
Tourism-Accredited Zoos	1,500	1,500	1,000
Infrastructure Technology Assistance Program	2,500	2,500	2,500
Super Computer Center	500	500	500
Powdered Metals	100	100	100
Rural Leadership Training	100	100	100
Infrastructure and Facilities Improvement Grants	10,000	-	10,000
America250PA	2,500	2,500	1,250
Food Access Initiative	1,000	1,000	1,000
Local Government Emergency Housing Support	2,500	2,500	2,500
Community and Economic Assistance	86,510	112,975	-
Workforce Development	15,000	15,000	-
Historically Disadvantaged Business Assistance	20,000	20,000	20,051
Foundations in Industry	3,000	3,000	5,000
Local Municipal Relief	50,650	55,645	-
PA SITES Debt Service	15,404	20,358	35,735
Hospital and Health System Emergency Relief	17,500	13,500	-
Subtotal	\$ 387,304	\$ 398,718	\$ 202,869
TOTAL STATE FUNDS	\$ 499,325	\$ 514,202	\$ 277,819
Federal Funds	1,515,709	1,768,107	1,611,500
Augmentations	8,954	9,298	7,915
Restricted	58,762	108,022	61,698
DEPARTMENT TOTAL	\$ 2,082,750	\$ 2,399,629	\$ 1,958,932
CONSERVATION AND NATURAL RESOURCES:			
General Government:			
General Government Operations	\$ 33,031	\$ 23,927	\$ 30,755
State Parks Operations	71,967	51,236	76,909

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
State Forests Operations	51,435	32,639	55,708
Forest Pest Management	4,500	4,500	5,000
Parks, Forests, and Recreation Projects	900	900	900
Subtotal	\$ 161,833	\$ 113,202	\$ 169,272
Grants and Subsidies:			
Heritage Parks	\$ 5,000	\$ 5,000	\$ 5,000
Annual Fixed Charges-Flood Lands	70	70	65
Annual Fixed Charges-Project 70	88	88	95
Annual Fixed Charges-Forest Lands	7,962	7,962	8,014
Annual Fixed Charges-Park Lands	415	415	388
Subtotal	\$ 13,535	\$ 13,535	\$ 13,562
TOTAL STATE FUNDS	\$ 175,368	\$ 126,737	\$ 182,834
Federal Funds	164,198	155,178	132,906
Augmentations	68,191	73,641	69,281
Restricted	11,875	13,695	23,874
DEPARTMENT TOTAL	\$ 419,632	\$ 369,251	\$ 408,895
<u>CORRECTIONS:</u>			
General Government:			
General Government Operations	\$ 40,735	\$ 41,769	\$ 42,764
State Field Supervision	184,210	191,325	188,218
Pennsylvania Parole Board	13,373	13,598	14,442
Sexual Offenders Assessment Board	8,031	8,621	8,364
Board of Pardons	2,880	3,122	2,823
Office of Victim Advocate	3,809	4,049	4,280
Subtotal	\$ 253,038	\$ 262,484	\$ 260,891
Institutional:			
Medical Care	\$ 410,408	\$ 409,089	\$ 448,432
Correctional Education and Training	50,871	50,999	52,510
State Correctional Institutions	2,439,267	2,513,629	2,616,893
Subtotal	\$ 2,900,546	\$ 2,973,717	\$ 3,117,835
TOTAL STATE FUNDS	\$ 3,153,584	\$ 3,236,201	\$ 3,378,726
Federal Funds	112,939	24,562	18,176
Augmentations	5,628	6,284	5,548
Restricted	6,612	239	254
DEPARTMENT TOTAL	\$ 3,278,763	\$ 3,267,286	\$ 3,402,704

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
<u>DRUG AND ALCOHOL PROGRAMS:</u>			
General Government:			
General Government Operations	\$ 3,501	\$ 3,585	\$ 3,615
Grants and Subsidies:			
Assistance to Drug and Alcohol Programs	\$ 44,732	\$ 44,732	\$ 44,732
TOTAL STATE FUNDS	\$ 48,233	\$ 48,317	\$ 48,347
Federal Funds	285,105	281,290	232,444
Restricted	16,531	20,434	23,132
DEPARTMENT TOTAL	\$ 349,869	\$ 350,041	\$ 303,923
<u>EDUCATION:</u>			
General Government:			
General Government Operations	\$ 42,804	\$ 43,965	\$ 46,317
Recovery Schools	275	509	509
Information and Technology Improvement	4,166	4,573	4,710
PA Assessment	48,000	48,000	51,844
State Library	2,664	2,749	2,749
Subtotal	\$ 97,909	\$ 99,796	\$ 106,129
Institutional:			
Youth Development Centers-Education	\$ 13,747	\$ 14,359	\$ 14,790
Grants and Subsidies:			
Support of Public Schools:			
Basic Education Funding	\$ 8,157,444	\$ 8,262,444	\$ 8,312,444
Cyber Charter Transition	100,000	-	-
Dual Enrollment Payments	7,000	7,000	7,000
Transfer to Public School Facility Improvement Grant Program	100,000	125,000	125,000
Ready to Learn Block Grant	821,500	1,383,481	1,948,481
School Safety and Security Transfer-Physical and Mental Hlth	100,000	100,000	100,000
Pre-K Counts	317,284	326,813	334,313
Head Start Supplemental Assistance	90,878	90,878	92,964
Mobile Science, Mathematics, and Literacy Education Programs	7,164	12,175	-
Teacher Professional Development	5,044	5,044	7,544
Adult and Family Literacy	16,310	16,728	19,674
Career and Technical Education	144,138	144,138	158,451
Career and Technical Education Equipment Grants	20,000	20,000	20,000
Authority Rentals and Sinking Fund Requirements	217,007	165,074	209,423
Pupil Transportation	692,821	737,121	752,636
Nonpublic and Charter School Pupil Transportation	73,396	67,390	64,468
Special Education	1,486,815	1,526,815	1,576,815
Early Intervention	424,774	453,284	504,505
Tuition for Orphans and Children Placed in Private Homes	45,463	39,752	38,452

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
Payments in Lieu of Taxes	180	178	179
Education of Migrant Laborers' Children.....	1,024	1,075	1,107
PA Chartered Schools for the Deaf and Blind	73,051	79,893	82,580
Special Education-Approved Private Schools	148,848	162,264	167,721
School Food Services	76,421	83,498	97,802
School Employees' Social Security.....	651,866	685,826	712,922
School Employees' Retirement.....	3,089,000	3,252,000	3,336,000
Subtotal.....	<u>\$ 16,867,428</u>	<u>\$ 17,747,871</u>	<u>\$ 18,670,481</u>
Other Grants and Subsidies:			
Services to Nonpublic Schools	101,839	101,839	101,839
Textbooks, Materials, and Equipment for Nonpublic Schools	30,979	30,979	30,979
Public Library Subsidy	70,470	75,470	75,470
Library Services for the Visually Impaired and Disabled	2,567	3,000	3,000
Library Access	3,071	3,071	3,071
Job Training and Education Programs	44,120	44,289	-
Safe School Initiative	1,614	1,614	1,614
Trauma-Informed Education	750	750	-
Safe Driving Course.....	1,099	326	326
Subtotal.....	<u>\$ 256,509</u>	<u>\$ 261,338</u>	<u>\$ 216,299</u>
Higher Education - Other Grants and Subsidies:			
Community Colleges.....	277,338	277,338	277,338
Transfer to Community College Capital Fund.....	54,161	54,161	54,161
Regional Community Colleges Services.....	2,221	2,221	2,221
Northern PA Regional College.....	7,717	7,717	7,717
Community Education Councils.....	2,489	2,489	2,489
Hunger-Free Campus Initiative	1,000	1,000	1,000
Parent Pathways.....	1,661	1,661	1,661
Sexual Assault Prevention	1,500	1,500	1,500
Transfer to State-Related University Performance Fund.....	-	-	30,000
Subtotal.....	<u>\$ 348,087</u>	<u>\$ 348,087</u>	<u>\$ 378,087</u>
State System of Higher Education:			
State Universities	620,755	625,755	625,755
Subtotal.....	<u>\$ 620,755</u>	<u>\$ 625,755</u>	<u>\$ 625,755</u>
Thaddeus Stevens College of Technology:			
Thaddeus Stevens College of Technology	22,476	23,600	23,600
Subtotal.....	<u>\$ 22,476</u>	<u>\$ 23,600</u>	<u>\$ 23,600</u>
The Pennsylvania State University:			
General Support	242,096	242,096	242,096
Pennsylvania College of Technology.....	33,971	35,670	35,670
Subtotal.....	<u>\$ 276,067</u>	<u>\$ 277,766</u>	<u>\$ 277,766</u>

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
University of Pittsburgh:			
General Support	151,507	151,507	151,507
Rural Education Outreach	3,791	3,981	3,981
Subtotal.....	\$ 155,298	\$ 155,488	\$ 155,488
Temple University:			
General Support	158,206	158,206	158,206
Subtotal.....	\$ 158,206	\$ 158,206	\$ 158,206
Lincoln University:			
General Support	20,848	21,890	22,985
Subtotal.....	\$ 20,848	\$ 21,890	\$ 22,985
TOTAL STATE FUNDS.....	\$ 18,837,330	\$ 19,734,156	\$ 20,649,586
Federal Funds.....	4,627,961	4,649,899	4,167,017
Augmentations	10,398	10,739	10,061
Restricted.....	49,230	40,918	7,929
DEPARTMENT TOTAL.....	\$ 23,524,919	\$ 24,435,712	\$ 24,834,593
<u>HIGHER EDUCATION ASSISTANCE AGENCY:</u>			
<i>Grants and Subsidies:</i>			
Grants to Students.....	\$ 401,348	\$ 413,333	\$ 419,236
Pennsylvania Internship Program Grants	468	468	468
Ready to Succeed Scholarships	59,939	59,939	59,939
Matching Payments for Student Aid	13,646	13,646	13,646
Institutional Assistance Grants	26,521	26,521	26,521
Higher Education for the Disadvantaged	7,500	8,000	8,000
Higher Education of Blind or Deaf Students	51	51	51
Bond-Hill Scholarships.....	1,832	1,832	1,832
Cheyney University Honors Academy	5,480	5,980	5,980
Targeted Industry Cluster Scholarship Program.....	11,652	11,652	11,652
Student Teacher Stipend	20,000	30,000	35,000
Grow PA Scholarships	25,000	32,500	32,500
Subtotal.....	\$ 573,437	\$ 603,922	\$ 614,825
TOTAL STATE FUNDS.....	\$ 573,437	\$ 603,922	\$ 614,825
Augmentations	500	15,500	15,500
DEPARTMENT TOTAL.....	\$ 573,937	\$ 619,422	\$ 630,325
<u>EMERGENCY MANAGEMENT AGENCY:</u>			
<i>General Government:</i>			
General Government Operations.....	\$ 14,786	\$ 15,501	\$ 17,567
State Fire Commissioner	4,614	4,764	4,800
Subtotal.....	\$ 19,400	\$ 20,265	\$ 22,367
<i>Grants and Subsidies:</i>			
Disaster Relief	8,300	-	10,000

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
Hazard Mitigation	1,000	-	3,000
Emergency Management Assistance Compact	4,000	-	-
State Disaster Assistance	5,000	5,000	5,000
Firefighters Memorial Flags	10	10	10
Red Cross Extended Care Program	350	350	350
Search and Rescue	250	250	250
Urban Search and Rescue	6,000	6,000	-
Subtotal	\$ 24,910	\$ 11,610	\$ 18,610
TOTAL STATE FUNDS	\$ 44,310	\$ 31,875	\$ 40,977
Federal Funds	1,176,099	644,333	332,020
Augmentations	1,630	1,485	1,431
Restricted	12,904	11,485	10,325
DEPARTMENT TOTAL	\$ 1,234,943	\$ 689,178	\$ 384,753
ENVIRONMENTAL PROTECTION:			
General Government:			
General Government Operations	\$ 30,111	\$ 31,928	\$ 32,778
Environmental Program Management	42,510	45,486	48,012
Chesapeake Bay Agricultural Source Abatement	3,672	5,863	6,393
Environmental Protection Operations	125,881	134,693	137,787
Black Fly Control and Research	8,435	9,201	9,428
Vector Borne Disease Management	6,548	7,438	7,619
Transfer to Well Plugging Account	6,000	3,000	19,026
Transfer to Hazardous Sites Cleanup Fund	-	-	20,000
Environmental Hearing Board	3,041	3,059	3,059
Subtotal	\$ 226,198	\$ 240,668	\$ 284,102
Grants and Subsidies:			
Disaster Relief-NRCS Match	\$ 1,700	\$ -	\$ -
Delaware River Master	38	38	38
Susquehanna River Basin Commission	740	740	740
Interstate Commission on the Potomac River	23	23	23
Delaware River Basin Commission	217	217	217
Ohio River Valley Water Sanitation Commission	68	68	68
Chesapeake Bay Commission	370	370	370
Transfer to Conservation District Fund	7,516	7,516	8,494
Interstate Mining Commission	15	15	15
Subtotal	\$ 10,687	\$ 8,987	\$ 9,965
TOTAL STATE FUNDS	\$ 236,885	\$ 249,655	\$ 294,067
Federal Funds	2,936,784	3,312,675	3,355,273
Augmentations	16,124	19,498	20,677
Restricted	105,835	153,948	154,085
DEPARTMENT TOTAL	\$ 3,295,628	\$ 3,735,776	\$ 3,824,102

Summary by Department, continued

(Dollar Amounts in Thousands)			
	2024-25	2025-26	2026-27
	Actual	Available	Budget
<u>ETHICS COMMISSION:</u>			
General Government:			
State Ethics Commission.....	\$ 3,730	\$ 3,776	\$ 4,118
TOTAL STATE FUNDS.....	\$ 3,730	\$ 3,776	\$ 4,118
DEPARTMENT TOTAL.....	\$ 3,730	\$ 3,776	\$ 4,118
<u>GENERAL SERVICES:</u>			
General Government:			
General Government Operations.....	\$ 71,212	\$ 76,323	\$ 79,822
Governor's Residence Remediation and Security	22,340	-	-
Capitol Police Operations	17,567	18,475	20,021
Rental, Relocation, and Municipal Charges.....	29,981	28,544	21,694
Space Optimization and Utilization Improvements	-	-	16,138
Utility Costs.....	27,461	24,900	29,323
Excess Insurance Coverage.....	3,637	4,200	4,500
Transfer to State Insurance Fund.....	1,500	1,500	1,500
Capitol Fire Protection	5,000	7,000	7,000
Subtotal.....	\$ 178,698	\$ 160,942	\$ 179,998
TOTAL STATE FUNDS.....	\$ 178,698	\$ 160,942	\$ 179,998
Augmentations.....	81,826	85,726	82,528
Restricted.....	1,861	2,400	2,400
DEPARTMENT TOTAL.....	\$ 262,385	\$ 249,068	\$ 264,926
<u>HEALTH:</u>			
General Government:			
General Government Operations.....	\$ 32,048	\$ 32,057	\$ 35,408
Quality Assurance.....	30,738	31,663	33,522
Health Promotion and Disease Prevention.....	5,000	4,996	7,496
Health Innovation.....	798	798	813
Achieving Better Care-MAP Program	3,117	3,117	3,148
State Laboratory	5,685	5,935	7,232
State Health Care Centers.....	31,157	32,957	35,188
Sexually Transmitted Disease Screening and Treatment.....	1,822	1,822	2,154
Subtotal.....	\$ 110,365	\$ 113,345	\$ 124,961
Grants and Subsidies:			
Diabetes Programs	\$ 112	\$ 112	\$ 112
Primary Health Care Practitioner	8,350	8,350	8,350
Community-Based Health Care Subsidy	2,000	2,000	2,000
Newborn Screening	7,329	7,329	7,329
Cancer Screening Services	2,563	2,563	2,563
AIDS Programs and Special Pharmaceutical Services	10,436	10,436	10,436
Regional Cancer Institutes.....	2,000	2,000	2,000

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
School District Health Services.....	37,620	37,620	37,620
Local Health Departments	36,609	35,854	36,265
Local Health-Environmental.....	2,697	2,697	2,697
Maternal and Child Health Services	1,447	1,447	1,447
Tuberculosis Screening and Treatment.....	921	1,047	1,084
Renal Dialysis	6,678	6,678	6,678
Services for Children with Special Needs.....	1,728	1,728	1,728
Adult Cystic Fibrosis and Other Chronic Respiratory Illness	795	795	795
Cooley's Anemia	106	106	106
Hemophilia	1,017	1,017	1,017
Lupus	106	106	106
Sickle Cell	1,335	1,335	1,335
Regional Poison Control Centers	742	742	742
Trauma Prevention	488	488	488
Epilepsy Support Services.....	583	583	583
Bio-Technology Research	11,200	11,350	-
Tourette's Syndrome.....	159	159	159
Amyotrophic Lateral Sclerosis Support Services.....	1,501	1,501	1,501
Neurodegenerative Disease Research.....	-	5,000	5,000
Lyme Disease	3,180	3,180	3,180
Subtotal.....	\$ 141,702	\$ 146,223	\$ 135,321
TOTAL STATE FUNDS.....	\$ 252,067	\$ 259,568	\$ 260,282
Federal Funds.....	720,098	640,167	630,013
Augmentations.....	5,070	7,134	5,535
Restricted.....	164,655	170,396	118,872
DEPARTMENT TOTAL.....	\$ 1,141,890	\$ 1,077,265	\$ 1,014,702
<u>HEALTH CARE COST CONTAINMENT COUNCIL:</u>			
General Government:			
Health Care Cost Containment Council.....	\$ 3,167	\$ 3,467	\$ 4,934
TOTAL STATE FUNDS.....	\$ 3,167	\$ 3,467	\$ 4,934
Augmentations.....	850	950	1,550
DEPARTMENT TOTAL.....	\$ 4,017	\$ 4,417	\$ 6,484
<u>HISTORICAL AND MUSEUM COMMISSION:</u>			
General Government:			
General Government Operations.....	\$ 24,240	\$ 25,373	\$ 24,508
Grants and Subsidies:			
Cultural and Historical Support.....	\$ 4,000	\$ 4,000	\$ 2,000
TOTAL STATE FUNDS.....	\$ 28,240	\$ 29,373	\$ 26,508
Federal Funds.....	9,739	9,791	9,758
Augmentations.....	1,056	1,056	1,056
Restricted.....	53	80	80
DEPARTMENT TOTAL.....	\$ 39,088	\$ 40,300	\$ 37,402

Summary by Department, continued

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
Actual	Available	Budget

HUMAN SERVICES:**General Government:**

General Government Operations.....	\$ 136,587	\$ 148,226	\$ 163,689
Information Systems	112,656	102,656	109,130
County Administration-Statewide.....	64,501	73,471	79,232
County Assistance Offices	355,088	382,374	455,709
Child Support Enforcement.....	22,011	19,430	19,445
New Directions.....	23,401	22,584	26,706
Subtotal.....	\$ 714,244	\$ 748,741	\$ 853,911

Institutional:

Youth Development Institutions and Forestry Camps	\$ 144,218	\$ 145,968	\$ 145,601
Mental Health Services	956,535	938,613	1,003,276
Intellectual Disabilities-State Centers	114,214	108,230	110,114
Subtotal.....	\$ 1,214,967	\$ 1,192,811	\$ 1,258,991

Grants and Subsidies:

Cash Grants.....	\$ 20,141	\$ 20,141	\$ 24,635
Supplemental Grants-Aged, Blind, and Disabled	114,745	114,136	113,842
Medical Assistance-Capitation.....	3,557,219	3,792,846	4,358,991
Medical Assistance-Fee-for-Service	691,787	702,847	731,161
Payment to Federal Government-Medicare Drug Program	1,015,496	1,082,550	1,129,538
Medical Assistance-Workers with Disabilities	97,949	113,931	113,524
Medical Assistance-Physician Practice Plans	10,571	10,571	4,000
Medical Assistance-Hospital-Based Burn Centers	4,438	4,438	4,438
Medical Assistance-Critical Access Hospitals	7,944	-	-
Medical Assistance-Obstetric and Neonatal Services	10,682	10,682	10,682
Medical Assistance-Trauma Centers	8,657	8,657	8,657
Medical Assistance-Academic Medical Centers	24,682	24,681	24,681
Medical Assistance-Transportation.....	64,532	68,346	70,117
Expanded Medical Services for Women	8,263	8,263	8,263
Children's Health Insurance Program	96,100	96,643	104,257
Medical Assistance-Long-Term Living	197,496	212,657	188,464
Medical Assistance-Community HealthChoices	5,825,992	6,728,341	7,231,075
Long-Term Care Managed Care.....	182,118	187,500	188,826
Intellectual Disabilities-Community Base Program	160,108	167,181	174,981
Intellectual Disabilities-Intermediate Care Facilities	179,855	173,237	178,667
Intellectual Disabilities-Community Waiver Program	2,552,157	2,706,596	2,783,366
Transfer to HCBS-Individuals with Intellectual Disabilities (EA)	-	5,984	-
Autism Intervention and Services	33,139	37,406	35,311
Behavioral Health Services	57,149	57,149	57,149
Special Pharmaceutical Services	500	450	400

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
County Child Welfare	1,494,733	1,494,733	1,494,733
Community-Based Family Centers	34,558	34,558	34,558
Child Care Services	298,080	298,080	300,286
Child Care Assistance	123,255	123,255	124,876
Child Care Recruitment and Retention	-	25,000	35,000
Nurse Family Partnership	14,042	13,975	13,889
Early Intervention	185,250	198,430	193,217
Domestic Violence	22,593	23,063	23,063
Rape Crisis	11,921	12,171	12,171
Breast Cancer Screening	1,828	1,828	1,828
Human Services Development Fund	13,460	13,460	13,460
Legal Services	6,661	6,661	6,661
Homeless Assistance	23,496	23,496	23,496
211 Communications	750	750	1,000
Health Program Assistance and Services	32,827	32,587	-
Services for the Visually Impaired	4,702	4,702	4,702
Subtotal	\$ 17,189,876	\$ 18,641,982	\$ 19,827,965
TOTAL STATE FUNDS	\$ 19,119,087	\$ 20,583,534	\$ 21,940,867
Federal Funds	34,628,847	37,615,152	39,702,461
Augmentations	4,456,270	4,949,715	4,716,639
Restricted	30,730	30,730	30,730
DEPARTMENT TOTAL	\$ 58,234,934	\$ 63,179,131	\$ 66,390,697
<u>LABOR AND INDUSTRY:</u>			
General Government:			
General Government Operations	\$ 16,838	\$ 17,688	\$ 17,339
Occupational and Industrial Safety	4,457	5,353	6,811
Subtotal	\$ 21,295	\$ 23,041	\$ 24,150
Grants and Subsidies:			
Occupational Disease Payments	\$ 86	\$ 119	\$ 106
Transfer to Vocational Rehabilitation Fund	48,718	48,718	49,718
Supported Employment	397	397	397
Centers for Independent Living	2,634	2,634	2,634
Workers' Compensation Payments	200	185	131
New Choices/New Options	1,000	1,000	1,000
Assistive Technology Financing	1,000	1,000	1,000
Assistive Technology Demonstration and Training	850	850	850
Industry Partnerships	2,813	2,813	6,313

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
Schools-to-Work	3,500	3,500	7,000
Apprenticeship Training	12,500	12,500	10,000
Subtotal	\$ 73,698	\$ 73,716	\$ 79,149
TOTAL STATE FUNDS	\$ 94,993	\$ 96,757	\$ 103,299
Federal Funds	501,585	506,419	501,693
Augmentations	10,092	10,080	13,580
Restricted	2,085	2,275	2,275
DEPARTMENT TOTAL	\$ 608,755	\$ 615,531	\$ 620,847
<u>MILITARY AND VETERANS AFFAIRS:</u>			
<i>General Government:</i>			
General Government Operations	\$ 36,571	\$ 38,999	\$ 41,161
Keystone State ChalleNGe Academy	2,175	2,535	2,749
Burial Detail Honor Guard	187	187	187
American Battle Monuments	50	50	50
Armory Maintenance and Repair	3,145	3,245	3,965
Special State Duty	70	70	200
Subtotal	\$ 42,198	\$ 45,086	\$ 48,312
<i>Institutional:</i>			
Veterans Homes	\$ 161,595	\$ 146,891	\$ 131,219
<i>Grants and Subsidies:</i>			
Education of Veterans Children	\$ 320	\$ 375	\$ 425
Transfer to Educational Assistance Program Fund	13,525	14,525	14,525
Blind Veterans Pension	222	222	222
Amputee and Paralyzed Veterans Pension	4,173	4,575	5,040
National Guard Pension	5	5	5
Supplemental Life Insurance Premiums	164	164	164
Civil Air Patrol	100	100	120
Disabled American Veterans Transportation	336	336	336
Veterans Outreach Services	4,802	4,802	4,901
Subtotal	\$ 23,647	\$ 25,104	\$ 25,738
TOTAL STATE FUNDS	\$ 227,440	\$ 217,081	\$ 205,269
Federal Funds	332,799	327,645	362,292
Augmentations	27,214	27,636	28,915
Restricted	57	351	351
DEPARTMENT TOTAL	\$ 587,510	\$ 572,713	\$ 596,827
<u>PUBLIC UTILITY COMMISSION:</u>			
Federal Funds	\$ 7,716	\$ 8,110	\$ 5,383
Augmentations	-	650	1,300
Restricted	88,386	96,006	98,102
DEPARTMENT TOTAL	\$ 96,102	\$ 104,766	\$ 104,785

Summary by Department, continued

(Dollar Amounts in Thousands)			
	2024-25	2025-26	2026-27
	Actual	Available	Budget
REVENUE:			
General Government:			
General Government Operations.....	\$ 159,401	\$ 160,198	\$ 167,990
Technology and Process Modernization.....	13,993	7,592	12,435
Commissions-Inheritance and Realty Transfer Taxes (EA).....	15,500	15,748	16,173
Subtotal.....	\$ 188,894	\$ 183,538	\$ 196,598
Grants and Subsidies:			
Distribution of Public Utility Realty Tax.....	\$ 32,801	\$ 34,457	\$ 35,491
TOTAL STATE FUNDS.....	\$ 221,695	\$ 217,995	\$ 232,089
Augmentations.....	8,112	6,917	6,917
Restricted.....	-	-	1,500
DEPARTMENT TOTAL.....	\$ 229,807	\$ 224,912	\$ 240,506
STATE:			
General Government:			
General Government Operations.....	\$ 10,462	\$ 10,737	\$ 10,264
Statewide Uniform Registry of Electors.....	20,574	20,681	20,594
Voter Registration and Education.....	546	571	1,998
Lobbying Disclosure.....	562	912	622
Publishing Constitutional Amendments (EA).....	1,300	-	1,300
Electoral College.....	10	-	-
Subtotal.....	\$ 33,454	\$ 32,901	\$ 34,778
Grants and Subsidies:			
Absentee Voting by Persons in Military Services.....	\$ 20	\$ 20	\$ 20
County Election Expenses (EA).....	2,400	1,000	400
Election Code Debt Service.....	9,247	9,242	9,236
Subtotal.....	\$ 11,667	\$ 10,262	\$ 9,656
TOTAL STATE FUNDS.....	\$ 45,121	\$ 43,163	\$ 44,434
Federal Funds.....	12,110	9,387	5,300
Restricted.....	103,478	102,333	96,021
DEPARTMENT TOTAL.....	\$ 160,709	\$ 154,883	\$ 145,755
STATE POLICE:			
General Government:			
General Government Operations.....	\$ 1,072,441	\$ 1,141,750	\$ 1,243,810
Statewide Public Safety Radio System.....	28,506	27,062	28,488
Law Enforcement Information Technology.....	27,596	27,871	34,140
Municipal Police Training.....	3,555	3,555	3,555
Multi-Biometric Identification System.....	885	885	885
Gun Checks.....	7,582	4,582	8,905

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
Patrol Vehicles	20,000	13,000	15,600
Commercial Vehicle Inspections	15,008	15,258	15,572
Subtotal	\$ 1,175,573	\$ 1,233,963	\$ 1,350,955
Grants and Subsidies:			
Municipal Police Training Grants	\$ 5,000	\$ 5,000	\$ 5,000
TOTAL STATE FUNDS	\$ 1,180,573	\$ 1,238,963	\$ 1,355,955
Federal Funds	62,040	62,382	68,709
Augmentations	133,056	129,424	132,388
Restricted	18,600	30,327	20,250
DEPARTMENT TOTAL	\$ 1,394,269	\$ 1,461,096	\$ 1,577,302
TRANSPORTATION:			
General Government:			
Vehicle Sales Tax Collections	\$ 443	\$ 447	\$ 441
Voter Registration	759	1,059	1,268
Transfer to Aviation Restricted Account	1,600	1,600	1,600
Subtotal	\$ 2,802	\$ 3,106	\$ 3,309
TOTAL STATE FUNDS	\$ 2,802	\$ 3,106	\$ 3,309
Federal Funds	246,475	262,475	263,110
Restricted	5,144	7,800	7,800
DEPARTMENT TOTAL	\$ 254,421	\$ 273,381	\$ 274,219
JUDICIARY:			
General Government:			
Supreme Court:			
Supreme Court	\$ 21,168	\$ 21,257	\$ 24,320
Justice Expenses	118	118	118
Judicial Center Operations	1,228	1,228	1,298
Judicial Council	141	141	141
District Court Administrators	26,136	27,470	32,673
Commission for Fairness and Justice	358	358	509
Court Management Education	78	78	78
Rules Committees	1,595	1,595	1,945
Court Administrator	15,515	15,515	17,760
Integrated Criminal Justice System	2,522	2,522	3,521
Unified Judicial System Security	2,129	2,129	2,783
Unified Judicial System Cybersecurity and Disaster Recovery	3,490	3,490	3,490
Office of Elder Justice in the Courts	531	531	531
Subtotal	\$ 75,009	\$ 76,432	\$ 89,167

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
Superior Court:			
Superior Court	38,761	40,721	45,339
Judges Expenses	183	183	183
Subtotal.....	\$ 38,944	\$ 40,904	\$ 45,522
Commonwealth Court:			
Commonwealth Court	24,344	25,602	29,264
Judges Expenses	132	132	132
Subtotal.....	\$ 24,476	\$ 25,734	\$ 29,396
Court of Common Pleas:			
Courts of Common Pleas.....	146,913	154,680	165,126
Senior Judges	4,480	4,480	4,480
Judicial Education.....	1,532	1,532	1,593
Treatment Courts	1,348	1,348	1,425
Subtotal.....	\$ 154,273	\$ 162,040	\$ 172,624
Magisterial District Judges:			
Magisterial District Judges.....	100,274	105,378	119,179
Magisterial District Judge Education.....	878	1,161	1,025
Subtotal.....	\$ 101,152	\$ 106,539	\$ 120,204
Philadelphia Courts:			
Municipal Court.....	10,074	10,074	11,027
Subtotal.....	\$ 10,074	\$ 10,074	\$ 11,027
Judicial Conduct:			
Judicial Ethics Advisory Board.....	259	259	369
Judicial Conduct Board.....	2,555	2,555	2,970
Court of Judicial Discipline.....	618	618	618
Subtotal.....	\$ 3,432	\$ 3,432	\$ 3,957
Grants and Subsidies:			
Reimbursement of County Costs:			
Juror Cost Reimbursement.....	\$ 1,118	\$ 1,118	\$ 1,118
County Court Reimbursement	23,136	23,136	23,136
Senior Judge Reimbursement	1,375	1,375	1,375
Court Interpreter County Grant	2,629	2,629	2,629
Subtotal.....	\$ 28,258	\$ 28,258	\$ 28,258
TOTAL STATE FUNDS.....	\$ 435,618	\$ 453,413	\$ 500,155
Federal Funds.....	2,530	1,930	2,700
Restricted.....	46,799	43,417	46,181
DEPARTMENT TOTAL.....	\$ 484,947	\$ 498,760	\$ 549,036

Summary by Department, continued

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
Actual	Available	Budget

LEGISLATURE:**General Government:****Senate:**

Senators' Salaries.....	\$ 9,307	\$ 9,493	\$ 9,493
Employees of Chief Clerk	3,614	3,686	3,686
Salaried Officers and Employees	16,672	17,005	17,005
Incidental Expenses.....	3,775	3,851	3,851
Expenses-Senators	1,487	1,517	1,517
Legislative Purchasing and Expenses	8,450	8,619	8,619
Committee on Appropriations (R) and (D)	-	-	3,229
Committee on Appropriations (R)	1,583	1,615	-
Committee on Appropriations (D)	1,583	1,614	-
Caucus Operations (R) and (D)	-	-	98,610
Caucus Operations (R)	51,238	51,277	-
Caucus Operations (D)	45,438	47,333	-
Subtotal.....	\$ 143,147	\$ 146,010	\$ 146,010

House of Representatives:

Members' Salaries, Speaker's Extra Compensation.....	42,230	42,230	42,230
Caucus Operations (R) and (D)	-	-	152,044
Caucus Operations (R)	71,061	72,981	-
Caucus Operations (D)	76,983	79,063	-
Speaker's Office.....	1,873	1,910	1,910
Bi-Partisan Committee, Chief Clerk, Comptroller, and EMS.....	18,510	18,880	18,880
Mileage-Representatives, Officers, and Employees	672	672	672
Chief Clerk and Legislative Journal	2,816	2,816	2,816
Contingent Expenses (R) and (D).....	-	-	1,118
Speaker	20	20	-
Chief Clerk	2,000	1,000	-
Floor Leader (R)	7	7	-
Floor Leader (D)	7	7	-
Whip (R).....	6	6	-
Whip (D).....	6	6	-
Chairman-Caucus (R)	3	3	-
Chairman-Caucus (D)	3	3	-
Secretary-Caucus (R)	3	3	-
Secretary-Caucus (D)	3	3	-
Chairman-Appropriations Committee (R)	6	6	-
Chairman-Appropriations Committee (D)	6	6	-
Chairman-Policy Committee (R)	2	2	-

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Budget
Chairman-Policy Committee (D)	2	2	-
Caucus Administrator (R)	2	2	-
Caucus Administrator (D)	2	2	-
Administrator for Staff (R)	20	20	-
Administrator for Staff (D)	20	20	-
Incidental Expenses.....	7,569	7,569	7,569
Expenses-Representatives	4,251	4,251	4,251
Legislative Purchasing and Expenses	13,000	14,413	14,413
Committee on Appropriations (R)	3,545	3,616	3,616
Committee on Appropriations (D)	3,545	3,616	3,616
Special Leadership Account (R)	7,045	7,186	7,186
Special Leadership Account (D)	7,045	7,186	7,186
Subtotal.....	\$ 262,263	\$ 267,507	\$ 267,507
TOTAL STATE FUNDS.....	\$ 405,410	\$ 413,517	\$ 413,517
DEPARTMENT TOTAL.....	\$ 405,410	\$ 413,517	\$ 413,517
<u>GOVERNMENT SUPPORT AGENCIES:</u>			
General Government:			
Legislative Reference Bureau:			
Legislative Reference Bureau-Salaries and Expenses.....	\$ 11,000	\$ 11,000	\$ 11,000
Printing of PA Bulletin and PA Code.....	1,100	1,100	1,100
Contingent Expenses.....	25	25	25
Subtotal.....	\$ 12,125	\$ 12,125	\$ 12,125
Miscellaneous and Commissions:			
Legislative Budget and Finance Committee	2,020	2,270	2,270
Legislative Data Processing Center.....	36,255	37,755	37,755
LDP-Information Technology Modernization	5,000	5,100	5,100
Joint State Government Commission	1,701	1,951	1,951
Local Government Commission.....	1,283	1,283	1,283
Local Government Codes	24	24	24
Legislative Audit Advisory Commission	285	285	285
Independent Regulatory Review Commission.....	2,155	2,306	2,530
Capitol Preservation Committee	827	1,827	1,827
Capitol Restoration	3,157	3,157	3,157
Commission on Sentencing	2,553	3,053	3,053
Center for Rural Pennsylvania.....	1,250	1,250	1,250

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Budget
Commonwealth Mail Processing Center.....	3,583	3,583	3,583
Independent Fiscal Office	2,343	2,343	2,343
Subtotal.....	\$ 62,436	\$ 66,187	\$ 66,411
TOTAL STATE FUNDS.....	\$ 74,561	\$ 78,312	\$ 78,536
DEPARTMENT TOTAL.....	\$ 74,561	\$ 78,312	\$ 78,536
General Fund Total-All Funds			
State Funds	\$ 47,822,850	\$ 50,542,552	\$ 53,262,046
Federal Funds	47,822,129	50,754,711	51,835,801
Augmentations	5,462,668	6,021,510	5,778,898
Restricted	920,732	1,050,731	935,431
FUND TOTAL.....	\$ 102,028,379	\$ 108,369,504	\$ 111,812,176



MOTOR LICENSE FUND

The Motor License Fund is a special revenue fund composed of monies received from liquid fuels taxes, operator licenses, registration fees on motor vehicles, federal aid for transportation purposes, contributions from local subdivisions for highway projects, and other miscellaneous revenues.

The fund provides for highway and bridge design, improvement, maintenance, and repair as well as purchase of rights-of-way, and licensing and safety activities. It also pays subsidies to local subdivisions for construction and maintenance of roads.

Motor License Fund

The Motor License Fund is a special revenue and major operating fund of the Commonwealth. It receives revenues required by the Constitution of Pennsylvania to be used only for costs of construction, reconstruction, maintenance, repair of and safety on highways and bridges, and for the payment of debt service on obligations incurred for such purposes. The major sources of revenue to the Motor License Fund are from liquid fuels taxes, vehicle registration and titling fees, and permit and operator license fees. Certain revenues are further restricted to specific highway and aviation uses and are not included in the Motor License Fund estimate of revenue.

Income and Outgo



Income

(Dollar Amounts in Thousands)

TOTAL INCOME \$3,144,100

Beginning Balance 107,127

TOTAL \$3,251,227

Outgo

(Dollar Amounts in Thousands)

TOTAL OUTGO \$3,202,900

Ending Balance 48,327

TOTAL \$3,251,227



Seven-Year Financial Statement

Excludes Restricted Revenue and Expenditures

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
Beginning Balance	\$ 312,996	\$ 280,857	\$ 107,127	\$ 48,327	\$ 30,052	\$ 17,473	\$ 19,755
Adjustment to Beginning Balance	-	-	-	-	-	-	-
Adjusted Beginning Balance	\$ 312,996	\$ 280,857	\$ 107,127	\$ 48,327	\$ 30,052	\$ 17,473	\$ 19,755
Revenue:							
Liquid Fuels Taxes	\$ 1,714,451	\$ 1,700,800	\$ 1,708,700	\$ 1,681,500	\$ 1,669,100	\$ 1,653,400	\$ 1,636,000
Licenses and Fees	1,296,710	1,315,700	1,343,700	1,394,600	1,426,200	1,474,400	1,505,600
Other Nonrestricted	112,362	103,000	91,700	87,200	83,300	78,500	76,200
Total Revenue	\$ 3,123,523	\$ 3,119,500	\$ 3,144,100	\$ 3,163,300	\$ 3,178,600	\$ 3,206,300	\$ 3,217,800
Prior Year Lapses	97,999	80,000	-	-	-	-	-
Funds Available	\$ 3,534,518	\$ 3,480,357	\$ 3,251,227	\$ 3,211,627	\$ 3,208,652	\$ 3,223,773	\$ 3,237,555
Expenditures:							
Appropriations	\$ 2,864,646	\$ 2,942,650	\$ 2,767,120	\$ 2,749,875	\$ 2,759,679	\$ 2,772,718	\$ 2,785,750
Executive Authorizations	389,015	430,580	435,780	431,700	431,500	431,300	431,300
Proposed Supplementals	-	-	-	-	-	-	-
Current Year Lapses	-	-	-	-	-	-	-
Total Expenditures	\$ 3,253,661	\$ 3,373,230	\$ 3,202,900	\$ 3,181,575	\$ 3,191,179	\$ 3,204,018	\$ 3,217,050
Ending Balance	\$ 280,857	\$ 107,127	\$ 48,327	\$ 30,052	\$ 17,473	\$ 19,755	\$ 20,505

Summary by Department

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget
<u>TREASURY:</u>			
General Government:			
Administration-Refunding Liquid Fuels Taxes	\$ 591	\$ 605	\$ 615
Refunds:			
Refunding Liquid Fuels Taxes-State Share (EA)	\$ 4,500	\$ 4,500	\$ 4,500
Refunding Liquid Fuels Taxes-Agriculture (EA)	5,000	5,000	5,000
Refunding Liquid Fuels Taxes-Political Subdivisions (EA)	5,000	5,000	5,000
Refunding Liquid Fuels Taxes-Volunteer Services (EA)	800	800	800
Refunding Liquid Fuels Taxes-Snowmobiles and ATVs (EA)	1,000	1,000	1,000
Refunding Liquid Fuels Taxes-Boat Fund (EA)	12,500	13,500	13,500
Subtotal	\$ 28,800	\$ 29,800	\$ 29,800
Debt Service:			
Capital Debt Transportation Projects	\$ 35,920	\$ 35,010	\$ 37,965
General Obligation Debt Service	14,813	16,089	21,190
Loan and Transfer Agent	40	40	40
Subtotal	\$ 50,773	\$ 51,139	\$ 59,195
TOTAL STATE FUNDS	\$ 80,164	\$ 81,544	\$ 89,610
Restricted	72,092	70,698	72,993
DEPARTMENT TOTAL	\$ 152,256	\$ 152,242	\$ 162,603
<u>AGRICULTURE:</u>			
General Government:			
Weights and Measures Administration	\$ 5,908	\$ 5,908	\$ 5,908
Grants and Subsidies:			
Dirt, Gravel, and Low Volume Roads	\$ 28,000	\$ 28,000	\$ 28,000
TOTAL STATE FUNDS	\$ 33,908	\$ 33,908	\$ 33,908
DEPARTMENT TOTAL	\$ 33,908	\$ 33,908	\$ 33,908
<u>CONSERVATION AND NATURAL RESOURCES:</u>			
General Government:			
Dirt and Gravel Roads	\$ 7,000	\$ 7,000	\$ 7,000
TOTAL STATE FUNDS	\$ 7,000	\$ 7,000	\$ 7,000
Restricted	9,281	9,257	9,224
DEPARTMENT TOTAL	\$ 16,281	\$ 16,257	\$ 16,224

Motor License Fund

Summary by Department, continued

(Dollar Amounts in Thousands)			
	2024-25	2025-26	2026-27
	Actual	Available	Budget
<u>FISH AND BOAT COMMISSION</u>			
Restricted	\$ -	\$ 5	\$ -
DEPARTMENT TOTAL	\$ -	\$ 5	\$ -
<u>GAME COMMISSION</u>			
Restricted	\$ -	\$ 5	\$ -
DEPARTMENT TOTAL	\$ -	\$ 5	\$ -
<u>GENERAL SERVICES:</u>			
General Government:			
Tort Claims Payments	\$ 9,000	\$ 9,000	\$ 9,000
TOTAL STATE FUNDS	\$ 9,000	\$ 9,000	\$ 9,000
DEPARTMENT TOTAL	\$ 9,000	\$ 9,000	\$ 9,000
<u>REVENUE:</u>			
General Government:			
Collections-Liquid Fuels Taxes	\$ 24,797	\$ 25,500	\$ 20,000
Refunds:			
Refunding Liquid Fuels Taxes (EA)	\$ 29,715	\$ 30,280	\$ 25,480
TOTAL STATE FUNDS	\$ 54,512	\$ 55,780	\$ 45,480
Federal Funds	250	250	250
DEPARTMENT TOTAL	\$ 54,762	\$ 56,030	\$ 45,730
<u>STATE POLICE:</u>			
General Government:			
General Government Operations	\$ 250,000	\$ 250,000	\$ 250,000
TOTAL STATE FUNDS	\$ 250,000	\$ 250,000	\$ 250,000
DEPARTMENT TOTAL	\$ 250,000	\$ 250,000	\$ 250,000

Motor License Fund

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Budget
TRANSPORTATION:			
General Government:			
General Government Operations.....	\$ 85,476	\$ 92,250	\$ 95,556
Welcome Centers	4,807	4,822	4,971
Highway and Safety Improvements	630,000	650,000	450,000
Highway Capital Projects (EA).....	300,000	340,000	350,000
Highway Maintenance	1,144,293	1,185,500	1,199,588
Highway Systems Technology and Innovation	20,000	20,000	25,000
Reinvestment in Facilities	16,500	16,500	16,500
Driver and Vehicle Services.....	231,055	274,540	283,850
Homeland Security-REAL ID	32,535	- ^a	-
Subtotal.....	<u>\$ 2,464,666</u>	<u>\$ 2,583,612</u>	<u>\$ 2,425,465</u>
Grants and Subsidies:			
Local Road Maintenance and Construction.....	\$ 243,911	\$ 236,886	\$ 231,937
Supplemental Local Road Maintenance and Construction.....	5,000	5,000	5,000
Municipal Roads and Bridges	30,000	30,000	30,000
Maintenance and Construction of County Bridges	5,000	5,000	5,000
Municipal Traffic Signals.....	40,000	45,000	40,000
Payment to Turnpike Commission (EA).....	28,000	28,000	28,000
Subtotal.....	<u>\$ 351,911</u>	<u>\$ 349,886</u>	<u>\$ 339,937</u>
Refunds:			
Refunding Collected Monies (EA).....	<u>\$ 2,500</u>	<u>\$ 2,500</u>	<u>\$ 2,500</u>
TOTAL STATE FUNDS.....	<u>\$ 2,819,077</u>	<u>\$ 2,935,998</u>	<u>\$ 2,767,902</u>
Federal Funds.....	2,414,942	3,046,323	3,045,608
Augmentations.....	113,269	119,541	119,491
Restricted.....	<u>2,090,686</u>	<u>2,121,190</u>	<u>2,096,100</u>
DEPARTMENT TOTAL.....	<u>\$ 7,437,974</u>	<u>\$ 8,223,052</u>	<u>\$ 8,029,101</u>
Fund Summary			
State Funds-Transportation	\$ 2,819,077	\$ 2,935,998	\$ 2,767,902
State Funds-Other Departments.....	434,584	437,232	434,998
TOTAL STATE FUNDS.....	<u>\$ 3,253,661</u>	<u>\$ 3,373,230</u>	<u>\$ 3,202,900</u>
Motor License Fund Total—All Funds			
State Funds.....	\$ 3,253,661	\$ 3,373,230	\$ 3,202,900
Federal Funds	2,415,192	3,046,573	3,045,858
Augmentations	113,269	119,541	119,491
Restricted	<u>2,172,059</u>	<u>2,201,155</u>	<u>2,178,317</u>
FUND TOTAL.....	<u>\$ 7,954,181</u>	<u>\$ 8,740,499</u>	<u>\$ 8,546,566</u>

^a Act 1-A of 2025 transferred funding to Driver and Vehicle Services, due to the May 7, 2025, REAL ID implementation.

Revenue Summary: Five-Year Revenue Projections

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Liquid Fuels Taxes.....	\$ 1,714,451	\$ 1,700,800	\$ 1,708,700	\$ 1,681,500	\$ 1,669,100	\$ 1,653,400	\$ 1,636,000
Licenses and Fees.....	1,296,710	1,315,700	1,343,700	1,394,600	1,426,200	1,474,400	1,505,600
Other Nonrestricted	112,362	103,000	91,700	87,200	83,300	78,500	76,200
TOTAL MOTOR LICENSE							
FUND REVENUES	\$ 3,123,523	\$ 3,119,500	\$ 3,144,100	\$ 3,163,300	\$ 3,178,600	\$ 3,206,300	\$ 3,217,800

Restricted Revenues

Aviation.....	\$ 10,983	\$ 10,000	\$ 10,000	\$ 9,900	\$ 9,800	\$ 9,700	\$ 9,700
Highway Bridge Improvement	\$ 219,121	\$ 219,000	\$ 219,800	\$ 218,200	\$ 217,400	\$ 216,000	\$ 214,400
State Highway Transfer.....	\$ 50,721	\$ 50,400	\$ 50,600	\$ 49,800	\$ 49,500	\$ 49,000	\$ 48,400
Oil Company Franchise Tax	\$ 929,882	\$ 924,800	\$ 928,300	\$ 912,800	\$ 905,600	\$ 896,400	\$ 886,300
Supplemental Maintenance.....	\$ 650,917	\$ 647,300	\$ 649,800	\$ 639,000	\$ 634,000	\$ 627,500	\$ 620,500

Adjustments to Revenue Estimates

On November 12, 2025, an official estimate for the 2025-26 fiscal year of \$3,113,700 was certified. The estimate detailed below reflects actual revenue collections through the first six months of the fiscal year and expected collections for the balance of the fiscal year.

	(Dollar Amount in Thousands)		
	2025-26		2025-26
	Official		Revised
	Estimate	Adjustments	Estimate
Liquid Fuels Taxes.....	\$ 1,702,900	\$ (2,100)	\$ 1,700,800
Licenses and Fees.....	1,309,500	6,200	1,315,700
Other Nonrestricted	101,300	1,700	103,000
TOTAL.....	\$ 3,113,700	\$ 5,800	\$ 3,119,500

Revenue Sources

This section briefly describes tax and non-tax state revenue sources for the Motor License Fund.

Liquid Fuels Taxes

(Dollar Amount in Thousands)

<u>Actual</u>		<u>Estimated</u>	
2019-20.....	\$ 1,708,438	2025-26	\$ 1,700,800
2020-21.....	1,656,359	2026-27	1,708,700
2021-22.....	1,746,970	2027-28	1,681,500
2022-23.....	1,774,804	2028-29	1,669,100
2023-24.....	1,778,021	2029-30	1,653,400
2024-25.....	1,714,451	2030-31	1,636,000

Tax Base and Rates

Alternative Fuels Tax:

Tax Base:	The alternative fuels tax became effective October 1, 1997, and is imposed on fuels other than liquid fuels or fuels used to propel motor vehicles on public highways such as compressed natural gas, propane, and electricity.
Tax Rate:	The tax rates are calculated from the current oil company franchise tax rate on gasoline indexed to the energy content of the alternative fuel.
Reference:	Chapter 90 Title 75 of the Pennsylvania Consolidated Statutes

Motor Carriers Road Tax/International Fuel Tax Agreement (IFTA):

Tax Base:	The motor carriers road tax is levied on motor carriers operating vehicles with a gross weight or registered gross weight in excess of 26,000 pounds. Credit against the tax is given for liquid fuels and fuels tax and oil company franchise tax paid at the pump or directly remitted. Credit is also given for tax paid on motor fuels purchased in Pennsylvania but consumed elsewhere. Identification markers are required to be issued annually upon a payment of \$5 per vehicle for each vehicle subject to these taxes based in the Commonwealth. Pennsylvania has been a member of IFTA since 1996. Under this agreement, qualified vehicles are subject to payment of fuel tax obligations based on fuel consumed within each state. Qualified vehicles are those with two axles greater than 26,000 pounds, combinations greater than 26,000 pounds, and those with three or more axles regardless of weight. Therefore, 17,001 to 26,000 pound vehicles, which previously were subject to the motor carriers road tax, are not subject under IFTA. Identification markers remain at \$5 per qualified vehicle. The underlying fuel tax rates are unaffected by IFTA.
Tax Rate:	The tax is equal to the oil company franchise tax rate.
Reference:	Chapter 96 Title 75 of the Pennsylvania Consolidated Statutes

Oil Company Franchise Tax:

Tax Base:	This tax is an excise tax on all taxable liquid fuels. The tax is imposed on a cents-per-gallon equivalent basis and is remitted by distributors.

Revenue Sources, continued

Tax Rate: The total tax rate in 2026 is 57.6 cents-per-gallon (cpg) on liquid fuels and 74.1 cpg on diesel. This rate is recalculated each year as the product of an annual average wholesale price (AWP) set by the Department of Revenue and the statutory millage rates. Act 89 of 2013 added mills that are included in the current rates. Act 89 of 2013 also uncapped the AWP in 2017 and thereafter, with a floor set at \$2.99 per gallon. Receipts from 57 mills of the tax on liquid fuels and fuels are deposited as nonrestricted Motor License Fund revenue, along with the mills added by Act 89 of 2013. The balance of the tax rate represents revenues restricted to certain highway activities. These dedicated and restricted revenues are not included in the above estimates.

Transfers: Liquid Fuels Tax Fund: 4.17 percent of the mills added by Act 89 of 2013
Multimodal Transportation Fund: \$35 million annually

Reference: Chapter 95 Title 75 of the Pennsylvania Consolidated Statutes.

Licenses and Fees

(Dollar Amount in Thousands)

<u>Actual</u>		<u>Estimated</u>	
2019-20.....	\$ 954,044	2025-26	\$ 1,315,700
2020-21.....	1,151,355	2026-27	1,343,700
2021-22.....	1,126,575	2027-28	1,394,600
2022-23.....	1,117,786	2028-29	1,426,200
2023-24.....	1,283,094	2029-30	1,474,400
2024-25.....	1,296,710	2030-31	1,505,600

The Commonwealth receives revenue from the collection of fees levied for the registration and titling of motor vehicles and for the issuance of learners' permits, operators' licenses, certificates of title, and transfers of registration. Other revenue sources include the Commonwealth's share of registration fees paid to other states and Real ID fees. Effective April 1, 2025, the Electric Road User Charge (EVRUC) is initially deposited with licenses and fees. The EVRUC receipts are transferred to the Oil Company Franchise Tax accounts each month in the same manner as the tax on gasoline. Additionally, since January 1, 2017, motor vehicle owners have had an option for biennial vehicle registration renewal.

Other Nonrestricted Revenues

(Dollar Amount in Thousands)

<u>Actual</u>		<u>Estimated</u>	
2019-20.....	\$ 997	2025-26	\$ 103,000
2020-21.....	17,855	2026-27	91,700
2021-22.....	9,840	2027-28	87,200
2022-23.....	65,720	2028-29	83,300
2023-24.....	108,833	2029-30	78,500
2024-25.....	112,362	2030-31	76,200

Other nonrestricted revenues include, but are not limited to, investment income, sale of unserviceable property, fees for reclaiming abandoned vehicles, highway encroachment permits, and other miscellaneous revenue.

Revenue Detail

The following is a detailed list of all revenues available for Motor License Fund appropriations. Restricted revenues for the Aviation, Highway Bridge Improvement, State Highway Transfer, and Oil Company Franchise Tax restricted accounts are not included in these amounts.

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	Actual	Available	Budget
LIQUID FUELS TAXES			
Liquid Fuels Tax			
Liquid Fuels Tax	\$ 4	\$ -	\$ -
Subtotal	\$ 4	\$ -	\$ -
Alternative Fuel Tax			
Alternative Fuel Tax	\$ 19,273	\$ 16,580	\$ 17,180
Alternative Fuel Tax Interest and Penalties	19	20	20
Subtotal	\$ 19,292	\$ 16,600	\$ 17,200
Motor Carriers Road Tax-International Fuel Tax Agreement			
Motor Carriers Road/IFTA-Fuels Tax	\$ 132,181	\$ 130,080	\$ 131,350
Motor Carriers Road/IFTA-Registration Fees, Special Permit Fees, and Fines	2,464	2,420	2,450
Subtotal	\$ 134,645	\$ 132,500	\$ 133,800
Oil Company Franchise Tax			
Oil Company Franchise Tax	\$ 928,659	\$ 923,500	\$ 927,100
OCFT-Liquid Fuels	490,495	487,370	489,170
OCFT-Liquid Fuels Interest	734	730	730
OCFT-Liquid Fuels Penalties	603	600	600
OCFT-Fuel Use	140,019	139,500	140,100
Subtotal	\$ 1,560,510	\$ 1,551,700	\$ 1,557,700
TOTAL LIQUID FUELS TAXES	\$ 1,714,451	\$ 1,700,800	\$ 1,708,700
LICENSES AND FEES			
Operators' Licenses	\$ 94,941	\$ 84,000	\$ 86,100
REAL ID	28,194	16,000	10,000
Other Fee Collections	305	2,500	2,500
Registration Fees Received from Other States/IRP	188,876	199,800	204,800
Special Hauling Permit Fees	35,740	38,000	38,300
Vehicle Registration and Titling	947,314	975,400	1,002,000
Electric Vehicle Clearing Account	1,340	-	-
TOTAL LICENSES AND FEES	\$ 1,296,710	\$ 1,315,700	\$ 1,343,700

Revenue Detail, continued

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Budget
OTHER NONRESTRICTED			
Fines and Penalties			
Department of Revenue			
Vehicle Code Fines.....	\$ (428)	\$ -	\$ -
Miscellaneous Revenues			
Treasury Investment Income	\$ 112,047	\$ 101,600	\$ 90,300
Department of General Services			
Sale of Unserviceable Property	\$ 356	\$ 400	\$ 400
Department of Transportation			
Fees for Reclaiming Abandoned Vehicles.....	\$ 58	\$ 80	\$ 80
Highway Encroachment Permits.....	1,898	2,140	2,140
Interest Earned-Restricted Revenue	(1,803) ^a	(1,240) ^a	(1,240) ^a
Miscellaneous Revenues	238	-	-
Recovered Damages	(7)	20	20
Sale of Maps and Plans.....	3	-	-
TOTAL OTHER NONRESTRICTED	\$ 112,362	\$ 103,000	\$ 91,700
TOTAL MOTOR LICENSE FUND REVENUES	\$ 3,123,523	\$ 3,119,500	\$ 3,144,100

^a Amounts transferred to restricted revenue account.

Restricted Revenues Not Included in Department Total

Aviation

(Dollar Amount in Thousands)

Actual		Estimated	
2019-20	\$ 8,832	2025-26	\$ 10,000
2020-21	5,149	2026-27	10,000
2021-22	6,157	2027-28	9,900
2022-23	7,503	2028-29	9,800
2023-24	10,180	2029-30	9,700
2024-25	10,983	2030-31	9,700

Aviation restricted revenues include taxes levied on aviation gasoline and jet fuel. Aviation gasoline and jet fuel tax rates are adjusted annually based on the change in the jet fuel price index. In accordance with Act 164 of 1984, the aviation gasoline rate is not to exceed 6.0 cents per gallon nor be less than 3.0 cents per gallon. The jet fuel tax is not to exceed 2.0 cents per gallon nor be less than 1.5 cents per gallon. The tax rate as of January 1, 2023, is 6.0 cents per gallon on aviation gasoline and 2.0 cents per gallon on jet fuel. This budget assumes the continuation of a General Fund transfer to supplement Aviation revenues.

(Dollar Amount in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget
AVIATION			
Jet Fuel Tax	\$ 7,411	\$ 6,600	\$ 6,700
Aviation Gasoline Tax	170	200	200
Transfer from General Fund	1,600	1,600	1,600
Interest	1,802	1,600	1,500
TOTAL AVIATION	\$ 10,983	\$ 10,000	\$ 10,000

Highway Bridge Improvement

(Dollar Amount in Thousands)

Actual		Estimated	
2019-20	\$ 219,952	2025-26	\$ 219,000
2020-21	226,448	2026-27	219,800
2021-22	229,924	2027-28	218,200
2022-23	226,375	2028-29	217,400
2023-24	223,611	2029-30	216,000
2024-25	219,121	2030-31	214,400

The Highway Bridge Improvement restricted account was created by Act 234 of 1982. The largest revenue source is the oil company franchise tax with 55 mills enacted in Act 3 of 1997 and a portion of 1.5 mills authorized in Act 89 of 2013. The overall oil company franchise tax average wholesale price provisions also apply to the millage designated for this restricted account. Fees are received from a portion of the registration fee for Pennsylvania based motor vehicles in classes 9-25, as well as temporary permit fees collected from out-of-state motor carriers for travel in Pennsylvania. Act 89 of 2013 phased in the uncapping of the average wholesale price used to calculate the oil company franchise tax.

(Dollar Amount in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget
HIGHWAY BRIDGE IMPROVEMENT			
Registration Fee Portion-PA-Based Motor Vehicles	\$ 11,379	\$ 11,800	\$ 11,700
Temporary Permit Fees	386	400	400
Oil Company Franchise Tax	207,356	206,800	207,700
TOTAL HIGHWAY BRIDGE IMPROVEMENT	\$ 219,121	\$ 219,000	\$ 219,800

Restricted Revenues Not Included in Department Total, continued

State Highway Transfer

(Dollar Amount in Thousands)

Actual		Estimated	
2019-20.....	\$ 50,710	2025-26.....	\$ 50,400
2020-21.....	49,465	2026-27.....	50,600
2021-22.....	51,829	2027-28.....	49,800
2022-23.....	52,018	2028-29.....	49,500
2023-24.....	52,186	2029-30.....	49,000
2024-25.....	50,721	2030-31.....	48,400

Act 32 of 1983 established the local highway turnback program. The overall oil company franchise tax average wholesale price provisions also apply to the millage designated for this restricted account. Act 89 of 2013 directed that increased revenue from the act be transferred to the Highway Bridge Improvement restricted account for local bridge projects. Starting in 2017-18, Act 89 of 2013 provided that the 3 mills is equally divided between the State Highway Transfer and the Highway Bridge Improvement restricted accounts.

Oil Company Franchise Tax

(Dollar Amount in Thousands)

Actual		Estimated	
2019-20.....	\$ 929,683	2025-26.....	\$ 924,800
2020-21.....	906,855	2026-27.....	928,300
2021-22.....	950,192	2027-28.....	912,800
2022-23.....	953,660	2028-29.....	905,600
2023-24.....	956,736	2029-30.....	896,400
2024-25.....	929,882	2030-31.....	886,300

Oil company franchise tax restricted account revenues are provided by 55 mills of the oil company franchise tax as a result of Act 26 of 1991. Prior to Act 89 of 2013, revenues were restricted to the following purposes: 42 percent for maintenance, 17 percent for capital projects, 13 percent for bridges, 12 percent for municipalities, 14 percent for toll roads, and 2 percent for county or forestry bridges. Act 89 of 2013 changed the percentages for maintenance and capital projects to align with the transportation investment plan as follows: 45 percent in 2013-14, 29 percent in 2014-15, 25 percent in 2015-16, and 19 percent for each fiscal year thereafter for maintenance; and 14 percent in 2013-14, 30 percent in 2014-15, 34 percent in 2015-16, and 40 percent for each fiscal year thereafter for capital projects. Act 89 of 2013 phased in the uncapping of the average wholesale price used to calculate the oil company franchise tax.

Supplemental Maintenance

(Dollar Amount in Thousands)

Actual		Estimated	
2019-20.....	\$ 650,778	2025-26.....	\$ 647,300
2020-21.....	634,798	2026-27.....	649,800
2021-22.....	665,135	2027-28.....	639,000
2022-23.....	667,562	2028-29.....	634,000
2023-24.....	669,715	2029-30.....	627,500
2024-25.....	650,917	2030-31.....	620,500

Supplemental Maintenance restricted account revenues are provided by 38.5 mills of the oil company franchise tax as a result of Act 3 of 1997. Prior to Act 89 of 2013, revenues were restricted to the following purposes: 12 percent for municipalities and 88 percent for maintenance. Act 89 of 2013 changed the percentages for maintenance to align with the transportation investment plans as follows: 68 percent in 2013-14, 49 percent in 2014-15, and 40 percent each fiscal year thereafter for maintenance; and 20 percent in 2013-14, 39 percent in 2014-15, and 48 percent for each fiscal year thereafter for Expanded Highway and Bridge Maintenance. Act 89 of 2013 phased in the uncapping of the average wholesale price used to calculate the oil company franchise tax.



LOTTERY FUND

The Lottery Fund is a special revenue fund composed of monies received from lottery sales. It provides for lottery prizes and for programs to support older Pennsylvanians including property tax and rent rebates, assistance with prescription drug costs, community care, and public transportation subsidies.

Lottery Fund

The Lottery Fund is a special revenue fund that receives the proceeds of lottery sales. It provides funding for lottery prizes and for programs supporting older Pennsylvanians. These programs include property tax and rent rebates, assistance with prescription drug costs, community care, and public transportation subsidies.

The Property Tax and Rent Rebate program within the Department of Revenue allows older Pennsylvanians, surviving spouses over age 50, and permanently disabled individuals to lead fuller lives by restoring a portion of their income through property tax and rent assistance. Act 1 of Special Session No. 1 of 2006 expanded the Property Tax and Rent Rebate program to give more Pennsylvanians a rebate while also increasing the amounts of the rebates. Act 7 of 2023 further expanded the program currently enabling homeowners and renters with household incomes of \$48,110 or less to qualify for rebates from \$380 to \$1,000. The act also permits income eligibility to grow with inflation each year.

The Pharmaceutical Assistance Contract for the Elderly (PACE/PACENET) program provides a comprehensive pharmacy benefit plan to qualified Pennsylvanians who are 65 years of age and older who face the burden of the cost of drugs required to maintain healthy and productive lives.

The Department of Aging has established a network of in-home and community-based services to address the varying needs of older Pennsylvanians. These services reside within the PENNCARE program enriching the lives and enabling at-risk older Pennsylvanians to remain in a community setting. For additional details, see the Department of Aging's presentation.

The Lottery Fund also provides funds to offset program costs for older Pennsylvanians in the Department of Human Services. These funds offset costs for the Community HealthChoices appropriation to reflect the transition of older Pennsylvanians who were previously funded from the Long-Term Care and PENNCARE appropriations.

Act 44 of 2007 provided an annual transfer to the Public Transportation Trust Fund for distribution to transit systems offering free rides to older Pennsylvanians. Additionally, funding is provided for the Older Pennsylvanians Shared Ride program.

Seven-Year Financial Statement

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
Beginning Balance	\$ 318,101	\$ 107,642	\$ 145,742	\$ 61,134	\$ 35,120	\$ 43,591	\$ 43,639
Reserve from Previous Year	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Adjusted Beginning Balance.....	\$ 393,101	\$ 182,642	\$ 220,742	\$ 136,134	\$ 110,120	\$ 118,591	\$ 118,639
Revenue:							
Ticket Sales.....	\$ 5,191,559	\$ 5,386,348	\$ 5,566,227	\$ 5,688,471	\$ 5,868,440	\$ 6,033,966	\$ 6,163,443
Commissions.....	(239,908)	(216,303)	(209,835)	(205,969)	(204,594)	(203,418)	(201,269)
Field Paid Prizes	(3,286,958)	(3,436,187)	(3,564,115)	(3,650,567)	(3,773,483)	(3,887,118)	(3,976,709)
Net Collections	\$ 1,664,693	\$ 1,733,858	\$ 1,792,278	\$ 1,831,935	\$ 1,890,363	\$ 1,943,430	\$ 1,985,465
Gaming Transfers for Property							
Tax Relief.....	204,000	323,700	316,500	315,500	314,700	314,100	313,600
Transfer from Medical Marijuana Program Fund	-	100,000	-	-	-	-	-
Transfer from iGaming LSA.....	-	91,000	91,000	91,000	91,000	91,000	91,000
Miscellaneous	24,549	15,000	20,000	20,000	20,000	20,000	20,000
Total Revenue.....	\$ 1,893,242	\$ 2,263,558	\$ 2,219,778	\$ 2,258,435	\$ 2,316,063	\$ 2,368,530	\$ 2,410,065
Prior Year Lapses	81,053	30,000	-	-	-	-	-
Funds Available.....	\$ 2,367,396	\$ 2,476,200	\$ 2,440,520	\$ 2,394,569	\$ 2,426,183	\$ 2,487,120	\$ 2,528,704
Expenditures:							
Appropriations	\$ 867,685	\$ 952,120	\$ 949,245	\$ 909,952	\$ 915,659	\$ 961,366	\$ 987,073
Executive Authorizations	1,317,069	1,303,338	1,355,141	1,374,497	1,391,933	1,407,115	1,423,047
Proposed Supplementals	-	-	-	-	-	-	-
Current Year Lapses	-	-	-	-	-	-	-
Total Expenditures	\$ 2,184,754	\$ 2,255,458	\$ 2,304,386	\$ 2,284,449	\$ 2,307,592	\$ 2,368,481	\$ 2,410,120
Reserve for Current Year	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)
Ending Balance	<u>\$ 107,642</u>	<u>\$ 145,742</u>	<u>\$ 61,134</u>	<u>\$ 35,120</u>	<u>\$ 43,591</u>	<u>\$ 43,639</u>	<u>\$ 43,584</u>

Summary by Department

(Dollar Amounts in Thousands)			
	2024-25	2025-26	2026-27
	Actual	Available	Budget
<u>AGING:</u>			
General Government:			
General Government Operations.....	\$ 14,818	\$ 17,546	\$ 20,930
Grants and Subsidies:			
PENNCARE.....	\$ 287,848	\$ 298,555	\$ 299,262
Pre-Admission Assessment.....	8,750	8,750	8,750
Caregiver Support.....	12,103	12,103	12,103
Alzheimer's Outreach.....	250	250	250
Transfer to Pharmaceutical Assistance Fund.....	160,000	150,000	155,000
Grants to Senior Centers.....	3,000	3,000	3,000
Aging Our Way, PA.....	2,950	2,950	5,950
Subtotal.....	\$ 474,901	\$ 475,608	\$ 484,315
TOTAL STATE FUNDS.....	\$ 489,719	\$ 493,154	\$ 505,245
Augmentations.....	645	934	649
DEPARTMENT TOTAL.....	\$ 490,364	\$ 494,088	\$ 505,894
<u>HUMAN SERVICES:</u>			
Grants and Subsidies:			
Medical Assistance-Transportation Services.....	\$ 4,000	\$ 4,000	\$ 4,000
Medical Assistance-Community HealthChoices.....	373,966	454,966	440,000
Subtotal.....	\$ 377,966	\$ 458,966	\$ 444,000
TOTAL STATE FUNDS.....	\$ 377,966	\$ 458,966	\$ 444,000
DEPARTMENT TOTAL.....	\$ 377,966	\$ 458,966	\$ 444,000
<u>REVENUE:</u>			
General Government:			
General Operations (EA).....	\$ 83,701	\$ 83,701	\$ 83,701
Lottery Advertising (EA).....	55,000	55,000	55,000
Property Tax and Rent Rebate-General Operations (EA).....	25,000	25,000	25,000
On-Line Vendor Commissions (EA).....	76,213	75,540	81,381
Instant Vendor Commissions (EA).....	52,397	41,967	51,154
iLottery Vendor Commissions (EA).....	29,300	32,314	32,055
Payment of Prize Money (EA).....	500,151	495,209	539,443
Subtotal.....	\$ 821,762	\$ 808,731	\$ 867,734
Grants and Subsidies:			
Property Tax and Rent Rebate for Older Pennsylvanians (EA).....	\$ 324,400	\$ 323,700	\$ 316,500
TOTAL STATE FUNDS.....	\$ 1,146,162	\$ 1,132,431	\$ 1,184,234
Augmentations.....	536	678	545
DEPARTMENT TOTAL.....	\$ 1,146,698	\$ 1,133,109	\$ 1,184,779

Summary by Department, continued

(Dollar Amounts in Thousands)			
	2024-25	2025-26	2026-27
	Actual	Available	Budget
<u>TRANSPORTATION:</u>			
<i>Grants and Subsidies:</i>			
Older Pennsylvanians Shared Rides (EA).....	\$ 75,000	\$ 75,000	\$ 75,000
Transfer to Public Transportation Trust Fund (EA).....	95,907	95,907	95,907
Subtotal.....	\$ 170,907	\$ 170,907	\$ 170,907
TOTAL STATE FUNDS.....	\$ 170,907	\$ 170,907	\$ 170,907
DEPARTMENT TOTAL.....	\$ 170,907	\$ 170,907	\$ 170,907
Lottery Fund Total-All Funds			
State Funds.....	\$ 2,184,754	\$ 2,255,458	\$ 2,304,386
Augmentations	1,181	1,612	1,194
FUND TOTAL.....	\$ 2,185,935	\$ 2,257,070	\$ 2,305,580

Revenue Summary: Five Year Revenue Projections

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Net Collections.....	\$ 1,664,693	\$ 1,733,858	\$ 1,792,278	\$ 1,831,935	\$ 1,890,363	\$ 1,943,430	\$ 1,985,465
Gaming Transfers for Property Tax Relief	204,000	323,700	316,500	315,500	314,700	314,100	313,600
Transfers.....	-	191,000	91,000	91,000	91,000	91,000	91,000
Miscellaneous	24,549	15,000	20,000	20,000	20,000	20,000	20,000
TOTAL LOTTERY							
FUND REVENUES	<u>\$ 1,893,242</u>	<u>\$ 2,263,558</u>	<u>\$ 2,219,778</u>	<u>\$ 2,258,435</u>	<u>\$ 2,316,063</u>	<u>\$ 2,368,530</u>	<u>\$ 2,410,065</u>

Revenue Sources

Net Collections

(Dollar Amounts in Thousands)

Actual		Estimated	
2019-20.....	\$ 1,675,953	2025-26	\$ 1,733,858
2020-21	2,006,156	2026-27	1,792,278
2021-22	1,852,633	2027-28	1,831,935
2022-23	2,006,878	2028-29	1,890,363
2023-24	1,944,241	2029-30	1,943,430
2024-25	1,664,693	2030-31	1,985,465

The Lottery currently offers the following types of games: Scratch-Offs, Fast Play, Draw, Monitor and iLottery. Lottery also participates in multi-state games: Powerball, Mega Millions and Cash4Life. [Act 42 of 2017](#) authorized the Lottery to operate iLottery and internet instant games, which are lottery games of chance using a computer, mobile device, or other web or mobile applications. Lottery launched Monitor games, including Keno and Xpress Sports, in 2018, and Cash Pop in 2025. A new national draw game called Millionaire for Life will launch in late February 2026. Detail on sales by game are included in the Lottery's [annual reports](#).

Act 37 of 2025 permanently reduced the Lottery's profit margin rate of return to 10 percent for 2025-26 and beyond. iLottery and internet instant games are exempt from the profit margin requirement. More information is available in the [Lottery's annual profit report](#), as required by Act 201 of 2014.

Net collections consist of the proceeds from lottery sales less commissions and field-paid prizes. The table below shows the calculation of net revenue amount:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Ticket Sales	\$ 5,191,559	\$ 5,386,348	\$ 5,566,227	\$ 5,688,471	\$ 5,868,440	\$ 6,033,966	\$ 6,163,443
Commissions	(239,908)	(216,303)	(209,835)	(205,969)	(204,594)	(203,418)	(201,269)
Field Paid Prizes.....	(3,286,958)	(3,436,187)	(3,564,115)	(3,650,567)	(3,773,483)	(3,887,118)	(3,976,709)
NET COLLECTIONS	<u>\$ 1,664,693</u>	<u>\$ 1,733,858</u>	<u>\$ 1,792,278</u>	<u>\$ 1,831,935</u>	<u>\$ 1,890,363</u>	<u>\$ 1,943,430</u>	<u>\$ 1,985,465</u>

Revenue Sources, continued

Gaming Transfers for Property Tax Relief

(Dollar Amounts in Thousands)

Actual		Estimated	
2019-20.....	\$ 265,000	2025-26.....	\$ 323,700
2020-21.....	-	2026-27.....	316,500
2021-22.....	114,200	2027-28.....	315,500
2022-23.....	88,800	2028-29.....	314,700
2023-24.....	87,200	2029-30.....	314,100
2024-25.....	204,000	2030-31.....	313,600

Under [Act 1 of Special Session No. 1 of 2006](#) and [Act 7 of 2023](#), the Property Tax Relief Fund (PTRF) supports Property Tax and Rent Rebate (PTRR) program expansion costs through transfer of gaming revenues. [Act 20 of 2020](#) authorized the early payment of Property Tax and Rent Relief payments shifting payments from July 2020 to the prior fiscal year. [Act 7 of 2023](#) further expanded the [program](#), enabling homeowners and renters with household incomes of \$48,110 or less to qualify for base rebates from \$380 to \$1,000, as of 2025. The act also permits income eligibility to grow with inflation each year. Act 45 of 2025 provided for increased transfers from the PTRF that will effectively cover the entire expense of the PTRR program, beginning in 2025-26.

Miscellaneous

(Dollar Amounts in Thousands)

Actual		Estimated	
2019-20.....	\$ 2,868	2025-26.....	\$ 15,000
2020-21.....	476	2026-27.....	20,000
2021-22.....	708	2027-28.....	20,000
2022-23.....	23,308	2028-29.....	20,000
2023-24.....	38,940	2029-30.....	20,000
2024-25.....	24,549	2030-31.....	20,000

Miscellaneous revenue includes interest earned on securities, interest on deposits, gain on sale of securities, and refund of expenditures.

Transfers From Special Funds and Accounts

(Dollar Amounts in Thousands)

Actual		Estimated	
2019-20.....	\$ -	2025-26.....	\$ 191,000
2020-21.....	-	2026-27.....	91,000
2021-22.....	-	2027-28.....	91,000
2022-23.....	-	2028-29.....	91,000
2023-24.....	-	2029-30.....	91,000
2024-25.....	-	2030-31.....	91,000

Beginning in 2025-26, Act 45 of 2025 provides for an annual transfer of \$91,000,000 into the Lottery Fund from the iGaming Local Share Account. Act 45 also directed a one-time transfer from the Medical Marijuana Program Fund to the Lottery Fund in the amount of \$100,000,000.

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Commonwealth of Pennsylvania
Governor's Executive Budget

TAX EXPENDITURES

Tax credits, deductions, exemptions, and exclusions provided by law result in a significant reduction in revenues that would otherwise be received at current tax rates. These reductions are referred to as tax expenditures. Proposed changes to current law tax expenditures are shown in Section C.

Tax Expenditure Analysis

The 2026-27 Governor's Executive Budget presents a summary of the Department of Revenue's [2026-27 Tax Expenditure Analysis](#). This more detailed document, published concurrently with the Governor's Executive Budget, contains the details required by Article VI of the Administrative Code of 1929.

The traditional budget process involves estimating Commonwealth revenues and appropriating these funds for numerous programs. This process undergoes intense scrutiny from interests inside and outside government. Constrained by available revenues, programs are initiated, expanded, limited, or deleted based on merit. To augment the traditional budget process, this budget summarizes an analysis of indirect expenditures that occur through special treatment within the tax structure. Various tax credits, deductions, exemptions, and exclusions are provided, resulting in reductions in revenue that would otherwise be received by the Commonwealth at current tax rates. Cumulatively, these are referred to in this budget as "tax expenditures."

The Commonwealth's tax structure contains many tax expenditures, ranging from the sales and use tax exemption for firewood to the S corporation exemption in the corporate net income tax. In general, they confer special treatment on specific taxpayers, activities, or goods and services. The tax expenditures listed in this budget result from the accumulation of many prior legislative sessions, and the original intent of certain tax expenditures may no longer align with current policies. A comprehensive tax expenditure analysis permits an on-going evaluation of each tax expenditure.

Act 180 of 1992 revised the tax expenditure analysis requirements. This act stipulated that tax expenditure data be revised and updated every two years. Consistent with this provision, tax expenditures summarized in this and subsequent budget documents will be updated and revised biennially. Exceptions include tax expenditures initiated, deleted, or amended by statute, expenditures where improved data allow significant revisions, or items of significant policy interest.

For the purposes of this document, a "tax expenditure" is defined as a reduction in revenue that would otherwise be collected by the Commonwealth due to an exemption, reduction, deduction, limitation, exclusion, tax deferral, discount, refund, commission, credit, special rate, or special treatment. This definition provides a general framework for determining whether to classify certain items as tax expenditures. To facilitate this classification process, six specific criteria have been adopted to augment the general definition of a tax expenditure:

- (1) Reduces state revenues,
- (2) Confers special treatment,
- (3) Is included in the defined tax base,
- (4) Is not subjected to equivalent alternative taxation,
- (5) Can be altered by a change in state law, and
- (6) Is not an appropriation.

There are three primary limitations on tax expenditure estimates. First, estimated revenue foregone due to a tax expenditure should not be construed as the revenue that could be gained if the tax expenditure provision were rescinded in legislation. The impact of any particular piece of legislation will vary depending on how the bill is drafted, how its terms are defined, when it becomes effective, and how it relates to other parts of the tax law. In contrast, tax expenditure estimates are often based on concepts defined by the way that government statistics on the subject are made available to the department. Furthermore, no attempt has been made to account for changes in taxpayer behavior that may occur because of tax law changes. For example, if the sales and use tax exemptions were rescinded for equipment and utilities directly used in manufacturing, it is possible that capital investment in manufacturing would be reduced and that these sales and use tax receipts would be less than the tax expenditure estimate.

A second limitation is that individual estimates are not additive. It is not always possible to estimate each tax expenditure with regard to interactions with other provisions of that tax or other taxes. For example, certain exempt items qualify under multiple tax expenditures. If gasoline were to be included in the sales and use tax base, agricultural, political subdivision, and manufacturing/processing use would continue to be exempt under other provisions. Therefore, no bottom line can be presented similar to that shown for total revenues or expenditures in the current Governor's Executive Budget.

Third, these estimates are, in many cases, necessarily derived from data completely independent of taxpayer returns. Minor differences in data collection techniques among the various data sources used could introduce a small element of error into the estimates. These estimates are intended to represent the magnitude of each tax expenditure, not to provide pinpoint accuracy.

All estimates appear in millions of dollars. The word "nominal" is used when the estimated impact is less than \$100,000. Estimates of revenue loss or beneficiary count and description that are not available are represented by "N/A."

Expenditure Introduction

ADMINISTRATIVE COSTS:

Costs incurred to administer the multiple tax expenditures cannot be separately identified. Tax expenditures are a significant factor associated with the need for more compliance audits and the increased complexity of compliance audits. These audits contribute significantly to the volume of appeals processed by the Department of Revenue.

		(Dollar Amounts in Millions)						
ADMINISTRATIVE COST ESTIMATES:	General Fund	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Corporate Taxes	\$ 8.1	\$ 8.4	\$ 8.6	\$ 8.9	\$ 9.1	\$ 9.4	\$ 9.7
	Consumption Taxes.....	15.6	15.8	16.0	16.3	16.5	16.8	17.0
	Other Taxes	1.7	1.8	1.8	1.9	1.9	2.0	2.1
	Motor License Fund	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Oil Company Franchise Tax. \$	0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4
	Motor Carriers Road Tax/IFTA	1.4	1.4	1.5	1.5	1.5	1.5	1.6
	Motor Vehicle Code	0.1	0.1	0.1	0.1	0.1	0.1	0.1

Administrative costs for the following special funds are nominal: Public Transportation Assistance Fund, Unemployment Compensation Insurance Tax, and State Gaming Fund.

Corporate Taxes included in figures above:

Corporate net income tax, gross receipts tax, public utility realty tax, insurance premiums tax, and bank and trust company shares.

Consumption taxes included in figures above:

Sales and use tax and cigarette tax.

Other taxes included in figures above:

Personal income tax, inheritance tax, realty transfer tax, and table game taxes.

BENEFICIARIES:

Information provided under the "Beneficiaries" headings represents an actual or estimated number and description of Pennsylvania residents, households, or businesses benefiting from that specific tax expenditure. An unreported number of non-Pennsylvania entities may also benefit from the tax expenditure.

FURTHER INFORMATION:

[Tax Compendium](#)
[Sales and Use Tax Retailer's Information](#)
[Personal Income Tax Guide](#)
[Property Tax/Rent Rebate Program](#)

Tax Credit Programs

Introduction

GENERAL INFORMATION:	Tax credit programs incentivize the growth and development of certain industries and activities within the Commonwealth. Eligible taxpayers and tax types vary by credit, along with timelines for usage, and rules for sale, assignment, or pass through.
BENEFICIARIES:	Estimates of numbers of businesses, individuals, and other entities benefiting from various tax credits are approximate.
ADMINISTRATIVE COSTS:	Administrative costs are borne by multiple departments, depending on the particular program. Costs for 2024-25 are estimated at \$3.3 million.
AUTHORIZING LEGISLATION:	Most of the tax credit programs are authorized in two codes: • Tax Reform Code of 1971 (P.L. 6, No. 2), as amended (TRC). • Public School Code of 1949 (P.L. 30, No. 14), as amended (PSC). The remaining programs have their specific legislation noted.

TAX CREDIT PROGRAM

AUTHORIZING LEGISLATION

Neighborhood Assistance	Article XIX-A of the TRC
New Jobs	Article XVIII-B of the TRC
Research and Development	Article XVII-B of the TRC
Keystone Opportunity Zones	Act 92 of October 6, 1998 (P.L. 702, No. 92)
Educational Improvement	Article XX-B of the PSC
Opportunity Scholarship	Article XX-B of the PSC
Keystone Innovation Zones	Article XIX-F of the TRC
Film Production	Article XVII-D of the TRC
Video Game Production	Article XVII-D of the TRC
Entertainment Economic Enhancement Program	Article XVII-D of the TRC
Resource Enhancement and Protection	Article XVII-E of the TRC
Keystone Special Development Zones	Article XIX-C of the TRC
Resource Manufacturing	Article XVII-G of the TRC
Historic Preservation Incentive	Article XVII-H of the TRC
Organ and Bone Marrow Donation	Article XVIII of the TRC
Out-of-State Entities During a Declared Emergency	Act 203 of 2014 (P.L. 3044, No. 203)
Waterfront Development	Article XVII-K of the TRC
Coal Refuse Energy and Reclamation	Article XVII-J of the TRC
Manufacturing	Article XVIII-G of the TRC
Rural Jobs and Investment	Article XVIII-G of the TRC
Malt Beverage	Article XX, Section 2010 of the TRC
Mixed-Use Development	Article XIX-E of the TRC
Computer Data Center Equipment Incentive Program	Article XXIX-D of the TRC
Affordable Housing	Article XIX-G of the TRC
Airport Land Development Zone	Article XIX-H of the TRC
Local Resource Manufacturing	Article XVII-L of the TRC
Pennsylvania Milk Processing	Article XVII-L of the TRC
Regional Clean Hydrogen Hubs	Article XVII-L of the TRC
Semiconductor Manufacturing and Biomedical Manufacturing and Research	Article XVII-L of the TRC
529 Savings Account Employer Matching Contribution	Article XIX-J of the TRC
Employer Child Care Contribution	Article XIX-K of the TRC
Innovate in PA	Article XVIII-F of the TRC
Beginning Farmers	Article XVIII-H of the TRC
Child and Dependent Care Enhancement	Article XVI-W of the Fiscal Code
Working Pennsylvanians	Article XVI-W.2 of the Fiscal Code (P.L. 343, No.176)

General Fund Tax Expenditures

Estimates

PROGRAM ESTIMATES:

2024-25 reflects actual credit awards. Future years reflect program caps, as applicable, or estimates for formula-based programs.

(Dollar Amounts in Millions)

TAX CREDIT PROGRAM	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Neighborhood Assistance.....	\$ 71.3	\$ 72.0	\$ 72.0	\$ 72.0	\$ 72.0	\$ 72.0	\$ 72.0
New Jobs	7.4	4.0	3.9	3.9	3.1	1.6	0.6
Research and Development	59.8	60.0	60.0	60.0	60.0	60.0	60.0
Keystone Opportunity Zones	110.9	76.9	65.7	43.3	38.5	38.3	39.7
Education Improvement..... ^a	437.0	590.0	590.0	590.0	590.0	590.0	590.0
Opportunity Scholarships.....	61.0	90.0	90.0	90.0	90.0	90.0	90.0
Keystone Innovation Zones	6.6	15.0	15.0	15.0	15.0	15.0	15.0
Film Production.....	116.2	100.0	100.0	100.0	100.0	100.0	100.0
Video Game Production..... ^b	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Entertainment Economic Enhancement Program	22.5	24.0	24.0	24.0	24.0	24.0	24.0
Resource Enhancement and Protection	20.8	13.0	13.0	13.0	13.0	13.0	13.0
Keystone Special Development Zones.....	3.6	N/A	N/A	N/A	N/A	N/A	N/A
Resource Manufacturing.....	56.9	65.0	65.0	65.0	65.0	65.0	65.0
Historic Preservation Incentive	9.8	20.0	20.0	20.0	20.0	20.0	20.0
Organ and Bone Marrow Donation	0.0	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Exemptions for Out-of-State Entities During a Declared Emergency	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Waterfront Development..... ^b	3.3	5.0	5.0	5.0	5.0	5.0	5.0
Coal Refuse Energy and Reclamation.....	49.0	55.0	55.0	55.0	55.0	55.0	55.0
Manufacturing	0.2	4.0	4.0	4.0	4.0	4.0	4.0
Rural Jobs and Investment.....	6.0	6.0	12.0	12.0	6.0	6.0	6.0
Malt Beverage.....	1.7	5.0	5.0	5.0	5.0	5.0	5.0
Mixed-Use Development	4.5	4.5	4.5	4.5	4.5	4.5	4.5
Affordable Housing	0.0	10.0	10.0	10.0	10.0	10.0	10.0
Airport Land Development Zone.....	0.0	1.8	4.5	7.1	9.8	10.9	10.9
Local Resource Manufacturing	0.0	56.7	56.7	56.7	56.7	56.7	56.7
Pennsylvania Milk Processing	0.0	15.0	15.0	15.0	15.0	15.0	15.0
Regional Clean Hydrogen Hubs	0.0	50.0	50.0	50.0	50.0	50.0	50.0
Semiconductor Manufacturing and Biomedical Manufacturing and Research	0.0	20.0	20.0	20.0	20.0	20.0	0.0
529 Savings Account Employer Matching Contribution	0.0	9.3	12.0	12.8	13.0	13.0	3.8
Employer Child Care Contribution	0.0	8.1	8.1	8.0	8.0	8.0	7.9
Innovate in PA	0.0	0.0	-	-	-	-	-
Beginning Farmers	0.4	6.0	6.0	6.0	6.0	6.0	0.0
Child and Dependent Care Enhancement	133.8	135.0	134.7	134.4	134.1	133.8	133.5
Working Pennsylvanians	0.0	184.7	203.2	212.8	218.3	223.9	228.1

^a This budget proposes to reallocate caps within the Education Improvement tax credit to provide more tax credits to Educational Improvement Organizations. The overall cap for the EITC program is proposed to remain unchanged.

^b Tax credit expenditure amounts are shown at current law levels. Changes affecting these credits are proposed. Details are shown in Section C.

General Fund Tax Expenditures

Beneficiaries

	COMPANIES	INDIVIDUALS	ORGANIZATIONS	OTHER
Neighborhood Assistance	310	280	-	-
New Jobs	25	-	-	-
Research and Development	1,000	-	-	-
Keystone Opportunity Zones	480	-	-	-
Educational Improvement	1,400	10,800	1,370	-
Opportunity Scholarship.....	400	3,200	170	-
Keystone Innovation Zones	90	-	-	-
Film Production	-	-	-	55 film projects
Resource Enhancement and Protection	130	240	-	-
Waterfront Development	-	-	10	-
Malt Beverage	-	-	-	530 brewers
Airport Land Development Zone	50	-	-	-
Local Resource Manufacturing	-	-	-	Up to 3 projects
Employer Child Care Contribution	-	-	-	11,800 employers
Innovate in PA.....	30	-	-	-
Child and Dependent Care Enhancement	-	219,500	-	-
Working Pennsylvanians.....	-	802,000	-	-

MINIMAL NUMBER OF BENEFICIARIES

Video Game Production	Organ and Bone Marrow Donation
Entertainment Economic Enhancement	Mixed-Use Development

UNKNOWN NUMBER OF BENEFICIARIES

Keystone Special Development Zones	Rural Jobs and Investment
Resource Manufacturing	Affordable Housing
Historic Preservation Incentive	Pennsylvania Milk Processing
Exemptions for Out-of-State Entities during a Declared Emergency	Semiconductor Manufacturing and Biomedical Manufacturing and Research
Manufacturing	Regional Clean Hydrogen Hubs
Coal Refuse Energy and Reclamation	529 Savings Account Employer Matching Contribution

General Fund Tax Expenditures

Administering Agencies

ENTITIES RESPONSIBLE FOR TAX CREDIT ADMINISTRATION

DCED	Department of Community and Economic Development
DEP	Department of Environmental Protection
DOR	Department of Revenue
PDE	Department of Education
PHFA	Pennsylvania Housing Finance Agency
PHMC	Pennsylvania Historical and Museum Commission
SCC	Department of Agriculture's State Conservation Commission

TAX CREDIT PROGRAM

ADMINISTERING ENTITIES

Neighborhood Assistance	DCED, DOR
New Jobs	DCED, DOR
Research and Development	DCED, DOR
Keystone Opportunity Zones	DCED, DOR
Educational Improvement	DCED, DOR, PDE
Opportunity Scholarship	DCED, DOR, PDE
Keystone Innovation Zones	DCED, DOR
Film Production	DCED, DOR
Video Game Production	DCED, DOR
Entertainment Economic Enhancement Program	DCED, DOR
Resource Enhancement and Protection	DOR, SCC
Keystone Special Development Zones	DCED, DOR
Resource Manufacturing	DCED, DOR
Historic Preservation Incentive	DCED, DOR, PHMC
Organ and Bone Marrow Donation	DOR
Exemptions for Out-of-State Entities during a Declared Emergency	DOR
Waterfront Development	DCED
Coal Refuse Energy and Reclamation	DCED, DOR, DEP
Manufacturing	DCED, DOR
Rural Jobs and Investment	DCED, DOR
Malt Beverage	DOR
Mixed-Use Development	DOR, PHFA
Affordable Housing	DOR, PHFA
Airport Land Development Zone	DCED, DOR
Local Resource Manufacturing	DCED, DOR
Pennsylvania Milk Processing	DOR
Regional Clean Hydrogen Hubs	DCED, DOR
Semiconductor Manufacturing and Biomedical Manufacturing and Research	DOR
529 Savings Account Employer Matching Contribution	DOR
Employer Child Care Contribution	DOR
Innovate in PA	DCED
Beginning Farmers	DCED
Child and Dependent Care Enhancement	DOR
Working Pennsylvanians	DOR

General Fund Tax Expenditures

Corporation Taxes Corporate Net Income Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Air Freight Forwarding Special Apportionment.....	\$ 6.4	\$ 6.1	\$ 6.1	\$ 5.9	\$ 5.7	\$ 5.4	\$ 5.1
Federal Insurance Contributions Act (FICA) Tax on Tips Deduction	4.4	4.4	4.3	4.2	4	3.8	3.7
Limited Liability Companies (LLC) Exemption	1518.3	1312.2	1110.7	922	760.1	623	500.3
Net Operating Loss Carryforward	748.8	718.7	727.1	753.2	732	701.6	666.5
Nonprofit Corporations Exemption	55.1	52.6	50.2	47.6	44.9	42.2	39.3
Nonprofit Nonstock Commodity or Stock Exchange Exemption	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Pennsylvania S Corporation Exemption	777.7	665.8	557.2	456.1	369.3	295.6	229.9
Powdered Metallurgy Nexus Exemption	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Qualified Manufacturing Innovation & Reinvestment Deduction	1.1	2.8	4	4.6	5	4	3.6
Sales Factor Apportionment Weight	755.2	713.9	664.8	613.5	570	534.9	502.1

Gross Receipts Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Electric Cooperatives	\$ 28.2	\$ 26.8	\$ 25.2	\$ 24.1	\$ 24.2	\$ 25	\$ 25.2
Municipally-owned Public Utilities	14.9	13.6	11.9	11	11.1	11.7	11.9
Nuclear Generating Facility Damage	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Public Utility Realty Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Easements	\$ 3.0	\$ 3.0	\$ 3.0	\$ 3.0	\$ 3.1	\$ 3.1	\$ 3.1
Electric Generation Facilities.....	26.9	27.1	27.4	27.6	27.9	28.1	28.4
Municipalities.....	3.7	3.8	3.8	3.8	3.9	3.9	3.9
Property Subject to Local Taxation	3.3	3.4	3.4	3.4	3.4	3.5	3.5
Railroad Rights-of-Way	6.9	6.9	7.0	7.0	7.1	7.2	7.2
Sewage Services	6.0	6.1	6.1	6.2	6.3	6.3	6.4

General Fund Tax Expenditures

Insurance Premiums Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Extraordinary Medical Benefit.....	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.2	\$ 0.2	\$ 0.2
Innovate in PA Tax Credit.....	0.0	0.0	-	-	-	-	-
Life and Health Insurance Guaranty Association Credit.....	12.5	7.8	50.5	49.0	49.0	49.0	31.9
Mutual Beneficial Associations	24.2	24.7	25.6	26.8	28.0	29.4	30.8
Nonprofit Hospital and Medical Care Service Organizations.....	68.9	71.2	73.5	75.8	78.3	80.7	83.3
Property and Casualty Insurance Guaranty Association Credit.....	0.0	0.0	0.7	1.4	2.1	2.8	3.6
Surplus Lines Tax Exemption for Charter Schools	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Bank and Trust Company Shares Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
EDGE Act Deduction	\$ 25.6	\$ 26.8	\$ 28.2	\$ 29.7	\$ 31.1	\$ 32.6	\$ 34.2
Goodwill Deduction	87.2	89.2	91.2	93.3	95.4	97.6	99.8

Mutual Thrift Institutions Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Credit Unions	\$ 12.6	\$ 17.1	\$ 18.6	\$ 19.9	\$ 21.3	\$ 22.8	\$ 24.4
Net Operating Loss Carryforward	0.6	0.6	0.7	0.7	0.7	0.7	0.7

General Fund Tax Expenditures

Sales and Use Tax General/Personal Expenditures

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Breast Feeding Supplies	\$ 3.8	\$ 4.1	\$ 4.4	\$ 4.6	\$ 4.9	\$ 5.2	\$ 5.6
Candy and Gum	105.8	109.4	112.4	115.0	117.6	120.0	122.3
Caskets and Burial Vaults	17.8	18.1	18.3	18.4	18.6	18.8	19.0
Charges for Returnable Containers	18.4	18.7	19.0	19.2	19.5	19.7	20.0
Clothing and Footwear	799.7	836.0	865.6	890.1	914.5	934.1	956.7
Flags	1.5	1.6	1.6	1.6	1.7	1.7	1.7
Food	2,235.1	2,311.5	2,374.7	2,430.2	2,485.2	2,535.5	2,583.5
Gratuities	151.7	158.6	162.8	165.0	167.8	172.4	177.7
Liquor or Malt Beverage Purchased from Retail Dispenser	160.2	169.7	175.0	177.4	180.4	185.8	192.4
Magazine Subscriptions	28.2	28.2	28.6	29.0	29.5	30.0	30.4
Newspapers	24.8	23.0	22.0	21.6	21.6	21.6	21.7
Non-prescription Drugs	126.1	136.3	145.3	153.6	162.7	173.0	183.3
Personal Hygiene Products	86.7	89.1	91.2	93.5	96.2	98.9	101.5
Prescription Drugs and Orthopedic Equipment	989.6	1,067.2	1,136.0	1,200.0	1,270.1	1,348.4	1,427.9
Supplemental Nutrition Assistance Program (SNAP) Purchases	13.1	12.6	12.6	12.8	13.0	13.2	13.4
Textbooks	11.9	11.1	10.6	10.2	9.8	9.4	8.9

Fuels and Utilities

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Coal	\$ 139.8	\$ 144.9	\$ 149.2	\$ 151.7	\$ 154.2	\$ 159.0	\$ 163.9
Firewood	4.2	4.4	4.6	4.7	4.9	5.1	5.2
Gasoline and Motor Fuels	1,048.7	961.2	864.9	860.3	893.6	890.4	921.5
Residential Utilities: Electricity	573.4	609.4	635.5	648.4	658.6	672.6	687.0
Residential Utilities: Fuel Oil/Gas	391.1	394.4	379.7	380.8	388.2	402.2	418.7
Residential Utilities: Telephone	11.5	11.0	10.6	10.3	9.9	9.6	9.3
Water and Sewage Services	153.3	153.3	161.2	162.9	171.1	185.7	193.3

General Fund Tax Expenditures

Motor Vehicles/Vessels

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Aircraft Parts, Helicopters, Flight Simulators, and Related Materials	\$ 7.8	\$ 8.1	\$ 8.3	\$ 8.4	\$ 8.7	\$ 8.9	9.2
Commercial Vessels (Construction and Repair)	18.9	20.1	21.3	22.2	22.9	23.5	24.2
Commercial Vessels (Equipment and Maintenance)	3.4	3.5	3.6	3.8	3.9	4.0	4.1
Common Carriers	71.5	75.9	79.9	82.8	85.1	87.1	89.1
Motor Vehicles (Out-of-State Purchasers)...	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Multipurpose Agricultural Vehicles Used for Farming	1.1	1.1	1.1	1.1	1.0	1.1	1.1
School Buses	29.4	29.1	28.9	28.6	28.4	28.1	27.9

Production Expenditures

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Contract Farming	\$ 43.5	\$ 50.0	\$ 51.9	\$ 50.6	\$ 50.1	\$ 50.6	\$ 51.2
Manufacturing Exemption (Agricultural).....	92.5	91.4	91.6	95.3	99.3	102.5	104.0
Manufacturing Exemption (Foundations for Machinery and Equipment)	12.4	12.4	12.4	12.4	12.4	12.4	12.4
Manufacturing Exemption (Manufacture and Processing)	1,429.6	1,476.1	1,541.0	1,602.6	1,658.5	1,714.2	1,776.2
Manufacturing Exemption (Public Utility)	114.8	120.8	125.3	128.8	131.8	133.9	135.8

Purely Public Charities

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Charitable Organizations	\$ 15.9	\$ 16.8	\$ 17.8	\$ 18.8	\$ 19.7	\$ 20.6	\$ 21.4
Health & Social Assistance Organizations...	237.4	257.4	275.7	290.5	305.0	319.2	333.7
Nonprofit Educational Institutions	149.2	156.5	166.3	178.5	190.6	199.9	208.0
Religious Organizations	11.4	12.0	12.7	13.5	14.1	14.8	15.3
Volunteer Firemen's Organizations.....	24.5	25.7	27.3	29.2	31.1	32.6	33.9

General Fund Tax Expenditures

Other

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Airline Catering	\$ 2.0	\$ 2.1	\$ 2.2	\$ 2.3	\$ 2.4	\$ 2.4	2.5
Bad Debts	5.1	5.3	5.5	5.6	5.8	5.9	6.1
Building Materials and Supplies for Animal Housing.....	6.2	6.5	6.7	7.0	7.3	7.6	7.9
Canned Software Purchased by Financial Institutions.....	16.5	17.5	18.5	19.4	20.2	21.0	21.8
Catalogs and Direct Mail Advertising.....	3.9	4.1	4.3	4.5	4.6	4.8	5.0
Computer Data Center Equipment Exemption.....	41.1	114.8	188.4	260.3	345.9	431.6	517.2
Construction of Memorials	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Convention Center Rentals.....	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Copies of an Official Document	1.1	1.1	1.1	1.1	1.1	1.1	1.1
Exempt Governmental Units.....	636.5	662.7	686.3	711.1	734.1	757.8	782.5
Fish Feed	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Food and Beverage Purchased from Volunteer Firemen's Organizations.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Horses	3.2	3.2	3.2	3.2	3.2	3.2	3.2
Hotel - Permanent Resident	11.2	11.7	12.2	12.7	13.1	13.6	14.1
Investment Metal Bullion and Investment Coins.....	34.5	36.1	37.5	38.9	40.3	41.7	43.0
Isolated Sales	136.9	142.9	147.5	151.6	155.1	159.2	164.1
Out-of-State Credit.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Out-of-State Purchases	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Rail Transportation Equipment	15.2	16.0	17.0	17.8	18.4	18.9	19.6
Rental of Films for Commercial Exhibition ...	2.3	2.5	2.7	2.8	2.9	3.1	3.3
Restaurant Waste Grease Traps	1.9	3.0	3.1	3.2	3.3	3.4	3.4
Stair Lift Devices	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Storage	342.6	360.1	378.3	392.4	404.5	416.3	428.4
Substituted Tax Base.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Temporary Usage	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Tourist Promotion Agencies.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Trade-in Value	351.1	352.0	365.7	366.6	371.1	378.7	386.5
Trout	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Uniform Commercial Code Filing Fees.....	2.9	3.1	3.2	3.2	3.3	3.4	3.4
Vendor Discount	17.5	18.0	18.3	18.6	18.8	19.1	19.4
Wrapping and Packaging Supplies.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Youth Sports Programs	N/A	N/A	N/A	N/A	N/A	N/A	N/A

General Fund Tax Expenditures

Services

(Dollar Amounts in Millions)

Estimates:

2024-25 2025-26 2026-27 2027-28 2028-29 2029-30 2030-31

LODGING

Recreational parks, camps, and campgrounds ... \$ 19.1 \$ 19.1 \$ 19.0 \$ 18.9 \$ 19.2 \$ 19.6 \$ 20.0

PERSONAL SERVICES

Dry-cleaning & laundry services..... \$ 55.6 \$ 58.8 \$ 61.8 \$ 64.7 \$ 67.7 \$ 70.6 \$ 73.6
 Funeral parlors, crematories, & death care
 services 79.0 83.4 87.2 91.2 95.3 99.7 104.2
 Personal care services 338.3 356.9 373.5 390.5 408.2 426.8 446.4
 Other: personal services 86.2 91.0 95.2 99.5 104.0 108.8 113.7

BUSINESS SERVICES

Administrative services \$ 958.3 \$ 1011.6 \$ 1059.1 \$ 1101.2 \$ 1144.3 \$ 1188.9 \$ 1235.5
 Advertising, public relations, & related services .. 1260.8 1336.0 1404.7 1459.1 1510.1 1559.9 1611.7
 Consulting (scientific, environmental, &
 technical)..... 596.6 632.3 660.4 683.7 709.4 737.7 768.1
 Information services 323.0 341.8 363.9 391.8 420.4 446.3 471.2
 Services to buildings and dwellings..... 457.3 481.7 505.2 525.8 545.6 564.6 584.1
 Scientific research & development services 212.2 218.0 217.8 221.0 227.6 233.9 240.7

COMPUTER SERVICES

Custom programming, design & data processing \$ 920.3 \$ 972.5 \$ 1017.3 \$ 1054.8 \$ 1092.3 \$ 1129.9 \$ 1169.5

AUTOMOTIVE SERVICES

Parking lots & garages \$ 98.8 \$ 104.3 \$ 109.1 \$ 114.1 \$ 119.2 \$ 124.7 \$ 130.4

RECREATION SERVICES

Amusement & recreation industries \$ 549.3 \$ 589.9 \$ 650.4 \$ 717.3 \$ 773.9 \$ 822.5 \$ 876.0
 Museums, historical sites, zoos, & parks 36.7 39.4 43.7 48.4 52.3 55.7 59.4
 Spectator sports admissions (excludes schools). 28.1 30.1 32.9 35.9 38.7 40.9 43.2
 Theater, dance, music, & performing arts
 admissions 16.6 18.9 21.0 23.2 25.4 27.6 29.6

HEALTH SERVICES

Home health care, nursing care, & other
 ambulatory health care services..... \$ 706.6 \$ 756.8 \$ 804.1 \$ 853.5 \$ 904.7 \$ 955.6 \$ 1007.0
 Hospitals 1758.2 1882.9 2000.8 2123.6 2250.9 2377.7 2505.6
 Physician & dental services..... 1785.1 1911.8 2031.4 2156.2 2285.4 2414.1 2544.0
 Social assistance including day care..... 456.4 486.1 515.2 545.9 578.2 611.7 646.3

General Fund Tax Expenditures

(Dollar Amounts in Millions)

Estimates, continued

2024-25 2025-26 2026-27 2027-28 2028-29 2029-30 2030-31

PROFESSIONAL SERVICES

Accounting, auditing, & bookkeeping services	\$	490.0	\$	518.3	\$	542.8	\$	564.2	\$	586.1	\$	608.5	\$	631.9
Architectural, engineering, & related services		510.5		537.0		561.8		584.2		607.6		632.0		657.7
Legal		929.4		983.2		1029.5		1072.5		1116.8		1162.6		1210.9
Other professional and technical services		291.9		307.4		320.5		332.1		344.7		358.5		373.2
Specialized design		114.0		119.7		124.7		129.4		134.4		140.0		146.1

TRANSPORTATION SERVICES

Air transportation	\$	8.8	\$	9.1	\$	9.1	\$	9.1	\$	9.3	\$	9.5	\$	9.7
Other transportation		24.1		25.2		26.0		26.7		27.4		28.1		28.9
Transit & ground transportation		234.1		244.0		249.8		255.0		262.4		271.1		280.2
Truck transportation		22.9		23.9		24.7		25.4		26.0		26.8		27.5

MISCELLANEOUS SERVICES

Basic television	\$	94.2	\$	98.5	\$	103.6	\$	109.8	\$	114.0	\$	115.0	\$	116.1
Electrical, plumbing, heating, & AC service fees.		N/A		N/A		N/A		N/A		N/A		N/A		N/A
Financial institution fees		188.0		193.7		199.5		205.5		211.6		218.0		224.5
Tuition (college, vocational training, & instruction)		1390.7		1467.6		1536.3		1606.2		1679.0		1755.7		1835.7
Veterinary fees		140.8		148.6		155.3		162.2		169.4		177.1		185.1
Waste management and remediation services ...		296.7		311.9		327.1		341.0		354.5		367.5		380.9

General Fund Tax Expenditures

Cigarette Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Commissions on Sales of Stamps.....	\$ 4.8	\$ 4.4	\$ 4.0	\$ 3.7	\$ 3.4	\$ 3.2	\$ 3.0
State Veterans Homes	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Unstamped Cigarettes (200 and Under)	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Table Games Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Promotional Item Deduction	\$ 1.8	\$ 1.8	\$ 1.8	\$ 1.7	\$ 1.7	\$ 1.6	\$ 1.6

Sports Wagering Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Promotional Item Deduction	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1

Tobacco Products Tax

The tobacco products tax contains no tax expenditures as defined for this tax expenditure analysis.

Malt Beverage Tax

The malt beverage tax contains no tax expenditures as defined for this tax expenditure analysis.

Liquor Tax

The liquor tax contains no tax expenditures as defined for this tax expenditure analysis.

General Fund Tax Expenditures

Personal Income Tax Exclusions from Income

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Achieving a Better Life Experience (ABLE) Savings Programs	\$ 0.7	\$ 0.8	\$ 0.9	\$ 1.0	\$ 1.1	\$ 1.2	1.3
Business Income Deductions: Depreciation	163.5	173.1	182.9	196.8	202.2	212.0	221.7
Business Income Deductions: Other	2567.3	2718.9	2872.9	3091.9	3176.8	3331.1	3483.5
Cafeteria Plans	76.4	80.4	84.9	88.4	91.5	94.6	97.8
Compensation for Military Service	137.6	142.7	147.9	152.8	157.2	161.4	165.8
Crop Insurance Proceeds	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Employee Benefit Program Employer Contributions	1192.5	1262.9	1330.5	1399.9	1468.7	1536.4	1605.5
Employer-Provided Dependent Care Benefits	5.4	6.1	6.9	6.8	6.8	6.8	6.7
Exemption for Election Officials	0.5	0.5	0.5	0.6	0.6	0.6	0.6
Foster Care	4.0	3.9	3.8	3.7	3.6	3.5	3.4
Health Savings Account/Archer Medical Savings Accounts	56.9	59.9	62.8	65.8	68.6	71.4	74.2
Holocaust Reparations	0.0	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Intangible Drilling Costs	0.1	0.2	0.2	0.2	0.2	0.2	0.2
Interest on Qualified Student Loans	1.1	26.0	37.5	37.7	37.9	38.0	38.2
Involuntary Conversions	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Life Insurance Proceeds	176.2	181.6	187.3	193.1	199.0	205.3	211.8
Nonqualified Deferred Compensation	45.7	46.6	47.6	48.6	49.5	50.6	51.6
Olympic Medals and Prizes	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Payments from Norfolk Southern Train Derailment	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Pennsylvania Lottery Noncash Prizes	0.4	0.3	0.3	0.3	0.2	0.2	0.1
Public Assistance	4.1	4.2	4.2	4.2	4.2	4.2	4.2
Qualified Tuition Programs	48.6	50.8	52.7	54.9	57.3	60.0	62.7
Reimbursement for Actual Expenses	0.6	0.5	0.5	0.5	0.5	0.5	0.5
Retirement Contributions by Employers	1023.0	1076.0	1136.7	1183.0	1224.8	1265.8	1308.9
Retirement Income	4839.7	5105.0	5369.8	5632.4	5884.8	6138.9	6406.9
Sale of a Principal Residence	313.4	331.0	342.4	360.8	373.4	390.0	394.8
Scholarships, Grants, Fellowships, and Stipends	165.7	168.2	170.8	173.5	176.1	178.9	181.6
Sickness or Disability Proceeds	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Start-up Business Deduction	0.8	0.8	0.9	0.9	0.9	0.9	1.0
State/Local Obligations	61.3	59.6	58.0	56.4	54.9	53.4	52.0
Strike Benefits	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Unemployment and Supplemental Unemployment Compensation	64.5	70.4	75.1	77.4	76.0	73.7	72.6
Unreimbursed Expenses	42.9	43.2	43.3	43.4	43.5	43.5	43.5
Workers' Compensation	91.6	91.8	92.0	92.3	92.5	92.7	92.9

General Fund Tax Expenditures

Credits

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Resident Credit	\$ 575.1	\$ 590.8	\$ 583.4	\$ 577.0	\$ 598.4	\$ 622.9	\$ 646.9
Special Poverty Provisions (Tax Forgiveness)	191.3	185.1	181.4	180.4	179.5	178.0	175.9

Estimated Taxes

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Estimated Taxes for Farmers	\$ 0.6	\$ 0.7	\$ 0.8	\$ 0.7	\$ 0.8	\$ 0.9	\$ 0.9
Estimated Taxes for Fiduciaries	15.5	14.1	12.5	11.4	11.9	12.6	13.3
Estimated Taxes for Prior Year Tax Forgiveness Recipients	1.8	1.8	1.5	1.2	1.1	1.1	1.1
Estimated Payments for Small Amounts	2.1	2.4	2.3	2.8	3.4	4.0	4.1

General Fund Tax Expenditures

Realty Transfer Tax

(Dollar Amounts in Millions)

Estimates:

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Ownership Interest in Real Estate Company or Family Farm	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Partition of Realty by Co-Tenants	\$ 1.8	\$ 1.8	\$ 2.1	\$ 2.3	\$ 2.5	\$ 2.7	3
Production or Extraction of Coal, Oil, Natural Gas, or Minerals.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Public Utility Easements.....	18.6	19.6	22.5	24.8	27	29.1	31.5
Real Estate Devoted to Agriculture	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Standing Timber or Crops	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transfers Among Family Members	99	104	119.7	131.7	143.2	154.6	167.2
Transfers Between Religious Organizations	1.8	1.9	2.2	2.4	2.6	2.8	3.1
Transfers Involving Volunteer Emergency Agencies	2.5	2.6	3	3.3	3.6	3.9	4.2
Transfers of Realty Valued at \$100 or Less	2	2.1	2.5	2.7	2.9	3.2	3.4
Transfers to a Conservancy	0.2	0.2	0.3	0.3	0.3	0.4	0.4
Transfers to Beginning Farmers.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transfers to Certain Nonprofit Organizations from Housing Authorities Within the Commonwealth	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transfers to Governmental Units and Veterans Service Organizations	10.1	10.7	12.3	13.5	14.7	15.8	17.1
Transfers to or from a Land Bank.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transfers to or from a Nonprofit Industrial Development Agency	10	10.5	12.1	13.3	14.5	15.7	16.9
Transfers to Shareholders or Partners	2.2	2.3	2.7	3	3.2	3.5	3.8

General Fund Tax Expenditures

Inheritance Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Family Exemption.....	\$ 2.1	\$ 2.1	\$ 2.1	\$ 2.2	\$ 2.3	\$ 2.3	\$ 2.4
Federal War Risk Insurance and National Service Life Insurance Proceeds.....	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Life Insurance Proceeds	156.4	160.1	165.2	170.2	175.5	180.9	186.7
Preferential Rate for Transfers to Lineal Beneficiaries.....	2,313.4	2,375.1	2,418.5	2,482.0	2,556.9	2,634.4	2,714.3
Preferential Rate for Transfers to Siblings	53.9	55.4	56.4	57.9	59.6	61.4	63.2
Transfers from a Parent to Child 21 or Younger..	23.7	24.1	24.2	25.0	25.7	26.7	27.8
Transfers of Property from a Child to a Parent....	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Transfers of Property to Spouse	3,779.6	3,881.3	3,952.1	4,055.6	4,177.7	4,304.4	4,434.9

Personal Exclusions and Deductions

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Advancements	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Debts and Liabilities of the Decedent.....	\$ 73.2	\$ 75.2	\$ 77.3	\$ 79.4	\$ 81.6	\$ 83.8	\$ 86.1
Employment Benefits	10	10.6	11.3	12.1	12.9	13.7	14.6
Estate Administration Expenses.....	65.3	67.1	68.9	70.8	72.8	74.8	76.8
Nominal Ownership of Property	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Property Subject to Power of Appointment	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Railroad Retirement Burial Benefits	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Social Security Death Payments	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Transfers by Active Duty Military	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Business Related Exclusions and Deductions

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Agricultural Transfers to Family Members.....	\$ 7.7	\$ 8	\$ 8.4	\$ 8.8	\$ 9.2	\$ 9.6	\$ 10
Family-Owned Business Transfers to Family Members	9.6	9.9	10	10.3	10.6	10.9	11.3
Preferential Valuation of Agricultural Conservation Easements	0.8	0.9	1	1	1.1	1.2	1.2
Preferential Valuation of Farmland	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Small Business Interest Transfer Extended Payment Schedule	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Other Exclusions

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Transfers to Charitable Organizations.....	\$ 158.3	\$ 162.6	\$ 165.5	\$ 169.9	\$ 175.0	\$ 180.3	\$ 185.8
Transfers to Governments	0.6	0.6	0.6	0.6	0.6	0.7	0.7

Motor License Fund Tax Expenditures

Motor License Fund Oil Company Franchise Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Agricultural Use	\$ 4.5	\$ 4.5	\$ 4.4	\$ 4.4	\$ 4.3	\$ 4.3	4.2
Buses	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Discount (Distributors)	5.1	5.1	5.1	5.0	4.9	4.9	4.8
Electric Cooperatives	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Foreign Diplomats	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Nonprofit Nonpublic Schools	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Political Subdivisions	51.1	50.7	50.2	49.2	48.8	48.3	47.6
Power Take-off	0.2	0.1	0.1	0.1	0.1	0.1	0.1
Second Class County Port Authorities	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Truck Refrigeration Units	5.4	5.4	5.3	5.3	5.2	5.2	5.2
Volunteer Emergency Vehicles	11.9	11.8	11.7	11.5	11.4	11.3	11.1

Motor Carrier Road Tax / IFTA

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Charitable and Religious Organizations	\$ 1.7	\$ 1.7	\$ 1.7	\$ 1.7	\$ 1.7	\$ 1.7	1.7
Churches	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Electric Cooperatives	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Emergency Vehicles	14.7	14.5	14.4	14.3	14.2	14.1	14.0
Farm Vehicles	9.5	9.4	9.3	9.2	9.2	9.1	9.0
Implements of Husbandry	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Political Subdivisions	35.3	35.0	34.7	34.4	34.3	34.0	33.7
Recreational Vehicles	N/A	N/A	N/A	N/A	N/A	N/A	N/A
School Buses	11.5	11.4	11.3	11.2	11.2	11.1	11.0
Special Mobile Equipment	0.1	0.1	0.1	0.1	0.1	Nominal	Nominal
Vehicles Needing Emergency Repairs	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Vehicles Securing Repairs or Reconditioning	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Motor License Fund Tax Expenditures

Motor Vehicle Code - Vehicle Registrations

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Charitable Organizations.....	\$ 1.5	\$ 1.6	\$ 1.6	\$ 1.7	\$ 1.8	\$ 1.9	\$ 1.9
Commercial Implements of Husbandry	0.1	0.2	0.2	0.2	0.2	0.2	0.2
Disabled/Severely Disabled Veterans	0.6	0.8	0.8	1.0	1.1	1.3	1.4
Emergency Vehicles	10.0	10.7	10.8	11.6	11.7	12.4	12.5
Farm Trucks	6.8	7.4	7.5	8.1	8.3	8.9	9.0
Former Prisoners of War	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Older Pennsylvanians	4.4	4.9	5.1	5.7	6.0	6.5	6.9
Political Subdivisions.....	36.9	40.0	40.8	44.1	45.0	48.0	49.0

Motor Vehicle Code - Other

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Bridge Permits.....	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Carnival Trucks/Truck Tractors	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Hauling Permits.....	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Police Accident Reports	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Special Fund Tax Expenditures

Public Transportation Assistance Fund Motor Vehicle Lease Tax and Motor Vehicle Rental Fee

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Common Carriers - Motor Vehicle Leases	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Common Carriers - Motor Vehicle Rentals.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Exempt Governmental Units - Motor Vehicle Leases	\$ 2.2	\$ 2.3	\$ 2.5	\$ 2.6	\$ 2.8	\$ 3.0	\$ 3.2
Exempt Governmental Units - Motor Vehicle Rentals.....	0.5	0.5	0.6	0.6	0.6	0.6	0.6
Exempt Organizations - Motor Vehicle Leases ...	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Exempt Organizations - Motor Vehicle Rentals...	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Motor Carriers (Class 4 and Above) - Motor Vehicle Leases.....	N/A	N/A	N/A	N/A	N/A	N/A	N/A
School Buses - Motor Vehicle Leases.....	3.6	3.5	3.5	3.5	3.4	3.4	3.4
School Buses - Motor Vehicle Rentals	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Vendor Discount - Motor Vehicle Rentals	1.2	1.2	1.2	1.3	1.4	1.4	1.4

Tire Fee

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Exempt Governmental Units	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Vendor Discount.....	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.2	\$ 0.2

Unemployment Compensation Contribution Fund Unemployment Compensation Insurance Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Limitation of the Taxable Wage Base.....	\$ 9,644.4	\$ 10,297.5	\$ 10,738.8	\$ 11,726.2	\$ 12,524.7	\$ 13,086.7	\$ 13,649.7

State Gaming Fund Slot Machine Tax

(Dollar Amounts in Millions)

<i>Estimates:</i>	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Promotional Item Deduction	\$ 9.8	\$ 9.9	\$ 10.2	\$ 10.2	\$ 10.1	\$ 10.1	\$ 10.1



Commonwealth of Pennsylvania

Governor's Executive Budget

DEPARTMENT PRESENTATIONS

This section provides detailed expenditure information by agency, program and funding source. Each department presentation includes a Summary by Fund and Appropriation, Program Funding Summary, program subcategory information and Program Measures.

The Summary by Fund and Appropriation presentation is organized by fund, character of expenditures, state appropriation and the federal funds, augmentations and other funds that supplement the activities funded by each state appropriation. Three fiscal years are displayed. The Program Funding Summary presents general, special, federal and other funding organized by program subcategory. Each program subcategory includes a program objective, a narrative describing program activities and services, funding recommendations that identify increases or decreases over available year funding, and a list of state appropriations that support the activities within the program. Program Measures is the last section in the agency presentation and is a seven-year presentation of performance measures that identify program activities and outcomes and the impact the proposed budget is expected to have on those activities and outcomes.

Department Funding Summary

(Dollar Amounts in Thousands)

	General Fund	Motor License Fund	Lottery Fund	Federal Funds	Augment- ations	Restricted	Other Funds
Governor's Office	\$ 12,104	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lieutenant Governor	1,933	-	-	-	-	-	-
Executive Offices	209,375	-	-	28,645	627,957	58,264	-
Commission on Crime and Delinquency	187,218	-	-	161,664	3,490	36,406	131,502
Attorney General.....	171,509	-	-	22,965	540	66,010	1,826
Auditor General.....	47,613	-	-	-	14,627	-	459,504
Treasury	1,541,898	89,610	-	-	8,530	72,993	9,567
Aging	-	-	505,245	118,448	649	-	5,568
Agriculture	249,945	33,908	-	103,324	2,933	59,645	194,750
Banking and Securities	-	-	-	-	-	9,247	31,250
Community and Economic Development	277,819	-	-	1,611,500	7,915	61,698	83,665
Conservation and Natural Resources	182,834	7,000	-	132,906	69,281	33,098	240,119
Corrections	3,378,726	-	-	18,176	5,548	254	106,564
Drug and Alcohol Programs	48,347	-	-	232,444	-	23,132	26,428
Education.....	20,649,586	-	-	4,167,017	10,061	7,929	1,094,046
Higher Education Assistance Agency	614,825	-	-	-	15,500	-	2,558
Emergency Management Agency	40,977	-	-	332,020	1,431	10,325	463,079
Environmental Protection.....	294,067	-	-	3,355,273	20,677	154,085	238,519
Ethics Commission	4,118	-	-	-	-	-	-
Fish and Boat Commission	-	-	-	-	-	-	103,407
Game Commission	-	-	-	-	-	-	279,476
Gaming Control Board	-	-	-	-	-	-	84,422
General Services	179,998	9,000	-	-	82,528	2,400	-
Health	260,282	-	-	630,013	5,535	118,872	125,971
Health Care Cost Containment Council	4,934	-	-	-	1,550	-	-
Historical and Museum Commission.....	26,508	-	-	9,758	1,056	80	22,595
Human Services	21,940,867	-	444,000	39,702,461	4,716,639	30,730	406,686
Infrastructure Investment Authority	-	-	-	-	-	-	2,686,392
Insurance.....	-	-	-	-	-	-	675,386
Health Insurance Exchange Authority.....	-	-	-	-	-	-	124,503
Labor and Industry.....	103,299	-	-	501,693	13,580	2,275	949,289
Liquor Control Board.....	-	-	-	-	-	-	2,463,766
Military and Veterans Affairs	205,269	-	-	362,292	28,915	351	5,770
Milk Board.....	-	-	-	-	-	-	2,947
Public School Employees' Retirement System.....	-	-	-	-	-	-	106,107
Public Utility Commission.....	-	-	-	5,383	1,300	98,102	293,166
Revenue	232,089	45,480	1,184,234	250	7,462	1,500	68,704
State	44,434	-	-	5,300	-	96,021	150
State Employees' Retirement System.....	-	-	-	-	-	-	58,212
State Police	1,355,955	250,000	-	68,709	132,388	20,250	89,903
Transportation.....	3,309	2,767,902	170,907	3,308,718	119,491	2,103,900	2,922,429
Judiciary	500,155	-	-	2,700	-	46,181	-
Legislature	413,517	-	-	-	-	-	-
Government Support Agencies	78,536	-	-	-	-	-	-
Commonwealth Totals	<u>\$ 53,262,046</u>	<u>\$ 3,202,900</u>	<u>\$ 2,304,386</u>	<u>\$ 54,881,659</u>	<u>\$ 5,899,583</u>	<u>\$ 3,113,748</u>	<u>\$ 14,558,226</u>



GOVERNOR'S OFFICE

The mission of the [Governor](#) is to lead and coordinate the work of state government while guiding agency programs in a direction that ensures compliance with existing law, addresses definable needs, and aligns with Administration goals.

Programs and Goals

Executive Direction: *To provide an effective administrative system through which the programs of the Commonwealth can be executed.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:*General Government:*

Governor's Office.....	\$ 11,634	\$ 11,867	\$ 12,104

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

EXECUTIVE DIRECTION:

GENERAL FUND.....	\$ 11,634	\$ 11,867	\$ 12,104	\$ 12,104	\$ 12,104	\$ 12,104	\$ 12,104
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	\$ 11,634	\$ 11,867	\$ 12,104	\$ 12,104	\$ 12,104	\$ 12,104	\$ 12,104

Program: Executive Direction

Goal: To provide an effective administrative system through which the programs of the Commonwealth can be executed.

The [Pennsylvania Constitution](#) vests the executive authority of the Commonwealth in the Governor. It is the duty of the Governor to ensure that the laws of the Commonwealth are faithfully executed. The Governor submits an annual budget to the General Assembly and performs all other functions required of this office as delegated in statute.

The Executive Direction program provides for the maintenance and oversight of the [Governor's Residence](#). The residence is used for state functions and is available as a domicile for the Governor and the First Family. The expenses for official functions, as well as those essential to managing a household, are paid from the Governor's Office appropriation, while maintenance of the residence is primarily the responsibility of the Department of General Services. Equipment, supplies (except food), and housekeeping services are provided by the department.

Roles of the [Governor's Office](#) include:

- Executing Commonwealth law faithfully;
- Acting as Commander-in-Chief of military forces of the Commonwealth;
- Appointing agency heads and officers and filling vacancies;
- Signing or vetoing bills passed by the legislature;
- Convening special legislative sessions for specific purposes; and
- Making policy recommendations.

Governor Josh Shapiro and his Office are focused on getting stuff done — creating, directing, and advancing initiatives that benefit all Pennsylvanians, such as making government more responsive, accessible, and accountable; creating opportunities in our schools by supporting teachers, empowering parents, expanding higher education, and funding our public school system; investing in safer communities by supporting law enforcement and first responders, promoting anti-violence initiatives, and pursuing smart policy reforms; and creating economic opportunities all across the Commonwealth.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Governor's Office

\$ 237 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Governor's Office	\$ 11,634	\$ 11,867	\$ 12,104	\$ 12,104	\$ 12,104	\$ 12,104	\$ 12,104



LIEUTENANT GOVERNOR

The mission of the [Lieutenant Governor](#) is to perform legislative and administrative functions as delegated by the [Pennsylvania Constitution](#) and the Governor.

The Lieutenant Governor serves as president of the [Senate](#) and chairperson of the [Board of Pardons](#). In case of the death, conviction on impeachment, failure to qualify, or resignation of the Governor, the Lieutenant Governor will become Governor for the remainder of the term. In case of the disability of the Governor, the powers, duties, and emoluments of the office will transfer to the Lieutenant Governor until the disability is removed.

Programs and Goals

Executive Direction: *To provide an effective administrative system through which the programs of the Commonwealth can be executed.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:*General Government:*

Lieutenant Governor's Office	\$ 1,623	\$ 1,655	\$ 1,933

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

EXECUTIVE DIRECTION:

GENERAL FUND.....	\$ 1,623	\$ 1,655	\$ 1,933	\$ 1,933	\$ 1,933	\$ 1,933	\$ 1,933
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	\$ 1,623	\$ 1,655	\$ 1,933	\$ 1,933	\$ 1,933	\$ 1,933	\$ 1,933

Program: Executive Direction

Goal: To provide an effective administrative system through which the programs of the Commonwealth can be executed.

The duties of the [Office of Lieutenant Governor](#), as prescribed by the state constitution, include presiding over the [Senate](#); assuming the Office of Governor for the remainder of the Governor’s term in the case of the death, conviction on impeachment, failure to qualify, or resignation of the Governor; and serving as chairperson of the [Board of Pardons](#), which reviews applications for reprieve, commutation of sentences, and pardons. Through statute, the Lieutenant Governor also serves as chairperson of the [Local Government Advisory Committee](#) and is a member of the [Pennsylvania Military Community Enhancement Commission](#) and the Pennsylvania Emergency Management Council.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

		Lieutenant Governor’s Office
\$	278	—to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Lieutenant Governor’s Office ..	\$ 1,623	\$ 1,655	\$ 1,933	\$ 1,933	\$ 1,933	\$ 1,933	\$ 1,933



EXECUTIVE OFFICES

The mission of the Executive Offices is to assist the Governor in the administration of state government.

The [Office of Administration \(OA\)](#) performs central management duties and provides coordinated information technology strategies. The [Office of the Budget](#) performs central financial management duties, prepares the annual Governor's executive budget, and provides comptroller services for most Commonwealth agencies. The [Office of General Counsel \(OGC\)](#) provides legal counsel for state agencies. The [Office of State Inspector General \(OSIG\)](#) investigates suspected improper use of state resources and recovers funds disbursed as a result of welfare benefits fraud or overpayment. The [Pennsylvania Human Relations Commission \(PHRC\)](#) promotes equal opportunities in employment, housing, public accommodations, and education. The [Pennsylvania Council on the Arts \(PCA\)](#) promotes the development of the arts in Pennsylvania. The [Juvenile Court Judges' Commission \(JCJC\)](#) provides technical and financial assistance to county court juvenile probation programs.

Programs and Goals

Executive Direction: To provide an effective administrative system through which the substantive programs of the Commonwealth can be executed.

Legal Services: To provide legal advice to the Governor and the cabinet, and to supervise, coordinate, and administer legal services for the Commonwealth.

Prevention and Elimination of Discriminatory Practices: To ensure equal opportunities and participation for all individuals regardless of race, religion, color, creed, handicap or disability, ancestry, national origin, familial status, age, or sex in all areas of employment, housing, credit, commercial property, public accommodations, and education.

Development of Artists and Audiences: To empower, connect, and amplify creatives and creative industries and their contributions to Pennsylvania's communities, economy, and workforce.

Juvenile Reentry into Communities: To reduce the recurrence of juvenile delinquency through replacement of criminal behavior with socially acceptable behavior.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:**General Government:**

Office of Administration	\$ 18,224	\$ 19,170	\$ 18,523
(F)IIJA-State Cybersecurity (EA)	2,172	916	-
(F)Workforce Data Quality Initiative (EA)	254	-	-
(F)OIT Public Safety NCHIP (EA)	3,058	-	-
(A)IT Shared Services	358,537	385,938	384,872
(A)Integrated Enterprise System	40,864	40,864	40,792
(R)Agency Information Technology Projects (EA)	54,986	53,560	53,560
(A)HR Shared Services	126,592	129,739	131,518
(A)Agency Services	1,079	1,192	1,257
Subtotal	<u>\$ 605,766</u>	<u>\$ 631,379</u>	<u>\$ 630,522</u>
Commonwealth Office of Digital Experience	8,238	11,553	14,564
(F)IIJA-State Digital Equity	-	5,000	-
(R)Commonwealth Office of Digital Experience (EA)	- ^a	- ^a	-
Subtotal	<u>\$ 8,238</u>	<u>\$ 16,553</u>	<u>\$ 14,564</u>
Enhanced Enterprise Cybersecurity	-	-	10,000
(R)Enhanced Enterprise Cybersecurity Projects (EA)	-	- ^b	-
Subtotal	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,000</u>
Civil Service Commission:			
(R)Fees from Agencies (EA)	4,469	4,469	4,469
(R)Special Merit System Services (EA)	224	235	235
Subtotal	<u>\$ 4,693</u>	<u>\$ 4,704</u>	<u>\$ 4,704</u>
Office of State Inspector General	6,184	6,764	6,643
(A)Reimbursements for Special Fund Investigations	1,111	1,111	1,111
Subtotal	<u>\$ 7,295</u>	<u>\$ 7,875</u>	<u>\$ 7,754</u>
State Inspector General-Welfare Fraud	13,420	9,865	10,995
(F)SNAP-Program Accountability	10,000	10,000	10,000
(F)Medical Assistance-Program Accountability	9,250	9,250	9,250
(F)TANFBG-Program Accountability	4,500	4,500	4,500
(F)CCDFBG-Subsidized Day Care Fraud Investigation	1,000	1,000	1,000
Subtotal	<u>\$ 38,170</u>	<u>\$ 34,615</u>	<u>\$ 35,745</u>
Office of the Budget	26,108	26,750	27,500
(A)Comptroller Services	39,821	44,311	44,284
(A)Commonwealth Payroll Operations	7,166	7,770	7,781
(A)PLCB Comptroller's Office	6,605	6,900	6,741
(A)Comptroller Single Audit	3,398	3,509	3,421
(A)Bureau of Audits-Single Audit	849	768	753
(A)Redevelopment Assistance Operations	4,079	5,037	4,796
Subtotal	<u>\$ 88,026</u>	<u>\$ 95,045</u>	<u>\$ 95,276</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Transfer to Enterprise Systems Lifecycle	-	-	60,000
(R)Enterprise Systems Lifecycle Project (EA).....	- ^c	- ^c	-
Subtotal.....	\$ -	\$ -	\$ 60,000
Transfer to Enterprise and Technology (EA)	65,000	59,250	-
Audit of the Auditor General.....	-	-	99
Office of General Counsel.....	8,684	9,346	9,821
(A)Reimbursements for Services	632	500	500
(A)Continuing Legal Education Registration Fees	126	126	126
(R)Case Management System Project - OGC (EA)	-	- ^d	-
Subtotal.....	\$ 9,442	\$ 9,972	\$ 10,447
Human Relations Commission	11,273	14,530	14,530
(F)EEOC-Special Project Grant	2,100	2,100	2,100
(F)HUD-Special Project Grant.....	700	500	500
(A)Miscellaneous Revenues.....	1	5	5
Subtotal.....	\$ 14,074	\$ 17,135	\$ 17,135
Council on the Arts.....	1,053	1,186	1,108
(F)NEA-Grants to the Arts-Administration	1,564	1,394	1,295
Subtotal.....	\$ 2,617	\$ 2,580	\$ 2,403
Juvenile Court Judges' Commission.....	3,357	3,687	4,057
Subtotal - State Funds.....	\$ 161,541	\$ 162,101	\$ 177,840
Subtotal - Federal Funds.....	34,598	34,660	28,645
Subtotal - Augmentations	590,860	627,770	627,957
Subtotal - Restricted.....	59,679	58,264	58,264
Total - General Government.....	\$ 846,678	\$ 882,795	\$ 892,706
Grants and Subsidies:			
Law Enforcement Activities	\$ 9,100	\$ 3,000	\$ 3,000
Grants to the Arts	9,590	9,590	9,590
(F)FTA Library Grants	175	-	-
Juvenile Probation Services.....	18,945	18,945	18,945
Subtotal - State Funds.....	\$ 37,635	\$ 31,535	\$ 31,535
Subtotal - Federal Funds.....	175	-	-
Total - Grants and Subsidies.....	\$ 37,810	\$ 31,535	\$ 31,535
STATE FUNDS	\$ 199,176	\$ 193,636	\$ 209,375
FEDERAL FUNDS	34,773	34,660	28,645
AUGMENTATIONS	590,860	627,770	627,957
RESTRICTED	59,679	58,264	58,264
GENERAL FUND TOTAL	\$ 884,488	\$ 914,330	\$ 924,241

^a Transfer from Enterprise and Technology not added to avoid double counting. Commonwealth Office of Digital Experience for 2024-25 Actual is \$21,000,000 and Available for 2025-26 is \$6,900,000.

^b Transfer from Enterprise and Technology not added to avoid double counting. Enhanced Enterprise Cybersecurity Projects for 2025-26 Available is \$10,000,000.

^c Transfer from Enterprise and Technology not added to avoid double counting. Enterprise Systems Lifecycle Project for 2024-25 Actual is \$38,000,000 and Available for 2025-26 is \$20,000,000.

^d Transfer from Enterprise and Technology not added to avoid double counting. Case Management System Project - OGC for 2025-26 Available is \$300,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
EXECUTIVE DIRECTION:							
GENERAL FUND.....	\$ 146,274	\$ 136,352	\$ 151,324	\$ 121,473	\$ 77,145	\$ 77,244	\$ 77,145
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	30,234	30,666	24,750	24,750	24,750	24,750	24,750
AUGMENTATIONS	590,101	627,139	627,326	627,326	627,854	627,854	627,854
RESTRICTED	59,679	58,264	58,264	58,264	58,264	58,264	58,264
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 826,288</u>	<u>\$ 852,421</u>	<u>\$ 861,664</u>	<u>\$ 831,813</u>	<u>\$ 788,013</u>	<u>\$ 788,112</u>	<u>\$ 788,013</u>
LEGAL SERVICES:							
GENERAL FUND.....	\$ 8,684	\$ 9,346	\$ 9,821	\$ 9,821	\$ 9,821	\$ 9,821	\$ 9,821
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	758	626	626	626	626	626	626
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 9,442</u>	<u>\$ 9,972</u>	<u>\$ 10,447</u>	<u>\$ 10,447</u>	<u>\$ 10,447</u>	<u>\$ 10,447</u>	<u>\$ 10,447</u>
PREVENTION AND ELIMINATION OF DISCRIMINATORY PRACTICES:							
GENERAL FUND.....	\$ 11,273	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	2,800	2,600	2,600	2,600	2,600	2,600	2,600
AUGMENTATIONS	1	5	5	5	5	5	5
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 14,074</u>	<u>\$ 17,135</u>	<u>\$ 17,135</u>	<u>\$ 17,135</u>	<u>\$ 17,135</u>	<u>\$ 17,135</u>	<u>\$ 17,135</u>
DEVELOPMENT OF ARTISTS AND AUDIENCES:							
GENERAL FUND.....	\$ 10,643	\$ 10,776	\$ 10,698	\$ 10,698	\$ 10,698	\$ 10,698	\$ 10,698
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,739	1,394	1,295	1,295	1,295	1,295	1,295
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 12,382</u>	<u>\$ 12,170</u>	<u>\$ 11,993</u>	<u>\$ 11,993</u>	<u>\$ 11,993</u>	<u>\$ 11,993</u>	<u>\$ 11,993</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
JUVENILE REENTRY INTO COMMUNITIES:							
GENERAL FUND.....	\$ 22,302	\$ 22,632	\$ 23,002	\$ 23,002	\$ 23,002	\$ 23,002	\$ 23,002
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 22,302</u>	<u>\$ 22,632</u>	<u>\$ 23,002</u>	<u>\$ 23,002</u>	<u>\$ 23,002</u>	<u>\$ 23,002</u>	<u>\$ 23,002</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 199,176	\$ 193,636	\$ 209,375	\$ 179,524	\$ 135,196	\$ 135,295	\$ 135,196
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	34,773	34,660	28,645	28,645	28,645	28,645	28,645
AUGMENTATIONS	590,860	627,770	627,957	627,957	628,485	628,485	628,485
RESTRICTED	59,679	58,264	58,264	58,264	58,264	58,264	58,264
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 884,488</u>	<u>\$ 914,330</u>	<u>\$ 924,241</u>	<u>\$ 894,390</u>	<u>\$ 850,590</u>	<u>\$ 850,689</u>	<u>\$ 850,590</u>

Program: Executive Direction

Goal: To provide an effective administrative system through which the substantive programs of the Commonwealth can be executed.

Administration

The [Office of Administration \(OA\)](#) provides administrative, talent, and technology services and oversight to support and improve operations of agencies under the Governor's jurisdiction. OA provides human resource (HR) and information technology (IT) services that support agencies under the Governor's jurisdiction through a shared services model, which reduces costs and streamlines operations. Independent agencies, boards, and commissions also utilize these services.

The [Office for Human Resources and Management](#) provides policy direction and support for HR services through classification, pay, benefits, workers' compensation systems, negotiating and administering bargaining agreements, recruiting, training in management and supervisory skills, and administering equal employment opportunity programs for all agencies under the Governor's jurisdiction. HR Delivery Centers serve as shared service organizations for mission-aligned agencies.

The offices of [Continuity of Government](#) and [Records Management](#) provide guidance for the continuance of essential government services during a disruption or emergency. It serves as a liaison to independent agencies, the legislature, and the judiciary. The office also provides comprehensive statements of policy and procedures on matters that affect agencies and employees of the executive branch.

The [Office for Information Technology](#) develops and administers statewide policies and standards governing the Commonwealth's IT resources and supporting enterprise shared services. The office also oversees telecommunications infrastructure and cybersecurity, builds and maintains enterprise and web-based applications, establishes policy and IT standards, provides project management, and promotes standardization of Commonwealth business processes. IT Delivery Centers serve as shared service organizations for mission-aligned agencies.

The [State Civil Service Commission](#) ensures compliance with the merit service employment provisions of [Act 71 of 2018](#). It conducts fair and impartial civil service appeal hearings, performs high quality merit service and veterans' preference employment audits, and reviews requests to exempt jobs from the classified service.

Fraud Detection and Prevention

The [Office of State Inspector General \(OSIG\)](#), which was originally created by [Executive Order in 1987](#) and codified by [Act 29 of 2017](#), ensures integrity, accountability, and public confidence in Pennsylvania government by preventing, investigating, and eliminating fraud, waste, abuse, and misconduct in agencies under the Governor's jurisdiction. In addition, OSIG investigates and prosecutes welfare fraud and conducts collection activities for the public benefits programs administered by the Department of Human Services (DHS). Annual reports, statistics, and investigative case summaries can be found on OSIG's website.

Within OSIG, the [Bureau of Special Investigations \(BSI\)](#) investigates allegations of fraud, waste, abuse, and misconduct in agencies under the Governor's jurisdiction; including the mismanagement of state monies, employee misconduct, and contract fraud and irregularities. BSI receives its complaints from private citizens, state employees, and Commonwealth officials. BSI also conducts program reviews when problems are suspected in a work process or program. These program reviews can occur as a result of a related investigation or can be requested by an agency's executive-level management.

OSIG's [Bureau of Fraud Prevention and Prosecution \(BFPP\)](#) investigates and prosecutes [public assistance fraud](#) and conducts collection activities for DHS. BFPP investigates the following DHS programs: Temporary Assistance for Needy Families; General Assistance; Medical Assistance, including Long Term Care; Supplemental Nutrition Assistance Program (SNAP), including the trafficking of SNAP benefits; Subsidized Child Care; Medical Assistance Transportation Program; Low Income Home Energy Assistance Program; and Special Allowance programs.

OSIG works to review and improve policing practices within law enforcement agencies under the Governor's jurisdiction. In addition, the Pennsylvania State Law Enforcement Citizen Advisory Commission is comprised of Pennsylvanians focused on promoting transparency, fairness, and accountability among the Commonwealth's state law enforcement agencies by examining events and conducting reviews of policies, practices, and procedures.

Program: Executive Direction, continued**Commonwealth Budget and Accounting**

The [Office of the Budget](#) assists the Governor in formulating fiscal policies and procedures and preparing the [Commonwealth budget](#) for delivery to the General Assembly. The office also establishes authorized complement levels for agencies under the Governor's jurisdiction, prepares fiscal notes, and reviews regulations.

In addition, the [Office of Comptroller Operations \(OCO\)](#) within the Office of the Budget is a shared service organization that performs professional accounting and financial reporting services; including accounts payable, accounts receivable, payroll, and employee travel. OCO also implements quality assurance and process improvements, internal audits, service contract reviews, and other financial functions for agencies under the Governor's jurisdiction and other independent agencies, boards, and commissions.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Office of Administration		Office of the Budget	
\$ (647)	—to continue current program.	\$ 370	—to continue current program.
		380	—Initiative—to expand capital investment in critical infrastructure.
Commonwealth Office of Digital Experience		\$ 750	<i>Appropriation Increase</i>
\$ (689)	—to continue current program.		
3,700	—Initiative—to support development of improved permitting systems for Commonwealth agencies.		
\$ 3,011	<i>Appropriation Increase</i>	\$ 60,000	Transfer to Enterprise Systems Lifecycle
			—to continue replacement of the Commonwealth's ERP system at the end of its supported lifecycle.
Enhanced Enterprise Cybersecurity			
\$ 10,000	—Initiative—to strengthen and expand existing cybersecurity measures.	\$ (59,250)	Transfer to Enterprise and Technology (EA)
			—nonrecurring funding reduction.
Office of State Inspector General		Audit of the Auditor General	
\$ (121)	—to continue current program.	\$ 99	—triennial audit of the Department of the Auditor General.
State Inspector General-Welfare Fraud			
\$ 1,130	—to continue current program.		

Program: Executive Direction, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Office of Administration.....	\$ 18,224	\$ 19,170	\$ 18,523	\$ 18,523	\$ 18,523	\$ 18,523	\$ 18,523
Commonwealth Office of Digital Experience	8,238	11,553	14,564	14,664	10,864	10,864	10,864
Enhanced Enterprise Cybersecurity	-	-	10,000	-	-	-	-
Office of State Inspector General	6,184	6,764	6,643	6,643	6,643	6,643	6,643
State Inspector General-Welfare Fraud	13,420	9,865	10,995	10,995	10,995	10,995	10,995
Office of the Budget	26,108	26,750	27,500	27,648	27,120	27,120	27,120
Transfer to Enterprise Systems Lifecycle	-	-	60,000	40,000	-	-	-
Transfer to Enterprise and Technology (EA)	65,000	59,250	-	-	-	-	-
Audit of the Auditor General .	-	-	99	-	-	99	-
Law Enforcement Activities...	9,100	3,000	3,000	3,000	3,000	3,000	3,000
TOTAL GENERAL FUND	\$ 146,274	\$ 136,352	\$ 151,324	\$ 121,473	\$ 77,145	\$ 77,244	\$ 77,145

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Office of Administration:							
Maintain and improve the timeliness of filling positions in the Commonwealth's workforce.							
Average time to hire (days).....	72	76	72	68	59	60	50
Maintain and expand the delivery of cost-effective, high-quality human resource services to employees and agencies through the centralized Human Resource Service Center.							
Transactions processed by the HR Service Center	83,182	98,162	98,000	118,928	112,879	117,459	117,000
Office of State Inspector General:							
Ensure all complaints of fraud, waste, abuse, and misconduct in executive agencies under the Governor's jurisdiction are promptly evaluated so that appropriate action can be taken.							
Average percentage of complaints to the Bureau of Special Investigation that are closed, or an investigation has been initiated within 10 days.....	% 89	90	90	88	93	94	94
Maintain the integrity of public benefits programs through effective enforcement.							
Percentage of prosecution cases that resulted in a successful adjudication	% 93	93	92	96	94	95	96
Amount of overpaid benefits collected by OSIG from individuals who were ineligible to receive public benefits (in thousands)	\$ 23,717	26,645	23,455	24,715	22,561	22,750	23,000

Program: Executive Direction, continued**Program Measures, continued:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated

Prevent, detect, and deter fraud prior to an agency's authorization of an individual for program benefits.

Percentage of cases referred to OSIG
by DHS where investigative findings
have resulted in an ineligible individual
not being authorized for public benefits,
having their benefits reduced, or closed %

37	40	41	44	44	45	46

Office of the Budget:**Improve the Commonwealth's accounting and financial reporting system.**

Average cycle time for purchase order
invoices (days).....

36.1	35.6	35.5	36.7	36.4	35.5	35.0

Average cycle time for non-purchase
order invoices (days)

34.5	36.9	37.3	36.2	36.5	35.5	35.0

Value of improper payments identified
and resolved (in thousands)

\$ 4,367	10,380	3,937	3,646	18,774	2,500	2,500

Program: Legal Services

Goal: To provide legal advice to the Governor and the cabinet, and to supervise, coordinate, and administer legal services for the Commonwealth.

The [Office of General Counsel \(OGC\)](#) was created by [Act 164 of 1980](#). The general counsel serves as the chief legal advisor to the Governor and appoints deputies general counsel, chief counsel, and assistant counsel to assist in the performance and responsibilities of OGC. The office represents the Commonwealth, the Governor, cabinet members, and more than 30 agencies that conduct the business of the Commonwealth. The office also reviews and approves for form and legality all Commonwealth deeds, leases, contracts, rules, and regulations. The office provides advice to the Governor on pending legislative matters and reviews for constitutionality and legality all legislation presented to the Governor for approval.

OGC is responsible for initiating appropriate actions or defending the Commonwealth when the Office of Attorney General declines to initiate appropriate proceedings or delegates that responsibility to OGC. Upon request by the Governor, the office also has the authority to intervene in any action by or against an agency under the Governor's jurisdiction.

In addition, the general counsel serves as a member of the [Board of Commissioners on Uniform State Laws](#), the [Pennsylvania Emergency Management Agency](#), the [Joint Committee on Documents](#), the [Board of Property](#), the [Local Government Records Committee](#), the [Medical Advisory Board](#), the [Board of Finance and Revenue](#), and the Civil Disorder Commission.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Office of General Counsel

\$ 475 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Office of General Counsel	\$ 8,684	\$ 9,346	\$ 9,821	\$ 9,821	\$ 9,821	\$ 9,821	\$ 9,821

Program: Prevention and Elimination of Discriminatory Practices

Goal: To ensure equal opportunities and participation for all individuals regardless of race, religion, color, creed, handicap or disability, ancestry, national origin, familial status, age, or sex in all areas of employment, housing, credit, commercial property, public accommodations, and education.

The [Pennsylvania Human Relations Commission \(PHRC\)](#) is a law enforcement agency responsible for identifying, preventing, and eliminating illegal discriminatory practices as defined by Act 222 of 1955, commonly known as the [Pennsylvania Human Relations Act](#) and Act 187 of 1992, commonly known as the [Pennsylvania Fair Educational Opportunities Act](#). The commission uses two primary methods to secure compliance with these laws by [investigating complaints](#) of discrimination that might result in legal proceedings and providing [educational and technical assistance](#) to schools, police organizations, businesses, governmental bodies, as well as individuals to inform the public of their statutory protections, promote voluntary compliance with the laws, and prevent civil tensions. PHRC focuses on ensuring all students have equal access to education by eliminating the disparities that exist in schools that are based on race, color, national origin, or disability. The commission and its [local advisory councils](#) also offer outreach programs to provide information to community leaders and public officials regarding their civil rights, the importance of fair housing, the value of a diverse workforce, and preventing cyberbullying and hate crimes.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Human Relations Commission is recommended at the current year funding level.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Human Relations Commission	\$ 11,273	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530	\$ 14,530

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Reduce case processing time to conclude investigations and resolve cases more quickly.							
Percentage of cases still under investigation and over two years old..... %	13	13	14	5	4	5	5
Percentage of cases closed within one year..... %	60	25	34	45	43	50	50
Average case age statewide (days).....	386	457	360	325	409	350	350
Increase public awareness of civil rights and equal opportunity laws through education outreach.							
Community meetings and outreach events	115	301	150	175	482	475	475

Program: Development of Artists and Audiences

Goal: To empower, connect, and amplify creatives and creative industries and their contributions to Pennsylvania's communities, economy, and workforce.

The [Pennsylvania Council on the Arts \(PCA\)](#), established by the General Assembly in 1966, leads the Commonwealth's work to support the arts. The PCA helps communities develop and use Pennsylvania's artistic and cultural assets to strengthen local economies, support learning, build community, and promote the Commonwealth's creative work worldwide.

Pennsylvania Creative Industries is the new primary brand of the PCA. With this initiative, the Council aims to elevate the creative sector's visibility, engage broader audiences, foster collaboration across disciplines, and underscore creativity's vital role in innovation, economic growth, and community vitality.

To maximize impact and align with state community and economic development goals, Pennsylvania Creative Industries, invests its resources in five key areas:

- Asset Development (fostering creative organizations, entrepreneurial community, technical assistance, and regional networking);
- Workforce Development (highlighting creative skills, career awareness, and employment pathways);
- Community Development (including creative placemaking, engagement with local governments, and networking for practitioners);
- Visibility (through the promotion of creative industries, products and services, and of the contributions and opportunities within our Commonwealth's creative sector); and
- Policy (through the creation of policies that promote and foster relevancy and opportunity for creative industries, within governmental and non-governmental agencies and businesses).

Creative Industries encompass individuals, organizations, and businesses that generate goods, services, and intellectual property through creative work. This includes, but is not limited to, advertising, architecture, performing and visual arts, design, crafts, music, media and film production, publishing, and digital games. Innovation, technology, and creative expression unite these diverse sectors. Funding opportunities available through Pennsylvania Creative Industries may be found at www.pa.gov/arts.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Council on the Arts

\$ (78) —to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Council on the Arts	\$ 1,053	\$ 1,186	\$ 1,108	\$ 1,108	\$ 1,108	\$ 1,108	\$ 1,108
Grants to the Arts.....	9,590	9,590	9,590	9,590	9,590	9,590	9,590
TOTAL GENERAL FUND	\$ 10,643	\$ 10,776	\$ 10,698	\$ 10,698	\$ 10,698	\$ 10,698	\$ 10,698

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Project sites made possible through \$100,000 (typical award) Creative Communities Initiative grants.							
Total annual distinct PA communities directly engaged through Creative Communities Initiative-funded projects.	N/A	N/A	N/A	N/A	21	23	30

Program: Juvenile Reentry into Communities

Goal: To reduce the recurrence of juvenile delinquency through replacement of criminal behavior with socially acceptable behavior.

The [Juvenile Court Judges' Commission \(JCJC\)](#) is responsible for advising juvenile court judges regarding the development and improvement of juvenile probation services throughout the Commonwealth. These services focus on the protection of the community, the imposition of accountability for offenses committed, and the development of competencies to enable children to become responsible and productive members of the community. The provision of statewide juvenile justice training, graduate education, research, statistical information, development and implementation of evidence-based practices, and a statewide quality assurance initiative have significantly improved the Commonwealth's juvenile justice system.

Since 1993, the JCJC has collected outcome measures on all cases closed within juvenile probation departments in the Commonwealth.

The JCJC coordinates the ongoing implementation of [Pennsylvania's Juvenile Justice System Enhancement Strategy](#), which is designed to enhance the capacity of Pennsylvania's juvenile justice system by employing evidence-based practices with fidelity at every stage of the juvenile justice process and collecting and analyzing the data necessary to measure the results of these efforts. Eligibility for all county Juvenile Probation Services grants is dependent on measurable evidence-based practices.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Juvenile Court Judges' Commission

\$ 370 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
GENERAL FUND:	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Juvenile Court Judges' Commission	\$ 3,357	\$ 3,687	\$ 4,057	\$ 4,057	\$ 4,057	\$ 4,057	\$ 4,057
Juvenile Probation Services .	18,945	18,945	18,945	18,945	18,945	18,945	18,945
TOTAL GENERAL FUND	\$ 22,302	\$ 22,632	\$ 23,002	\$ 23,002	\$ 23,002	\$ 23,002	\$ 23,002

Program: Juvenile Reentry into Communities, continued**Program Measures:**

		2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
		Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Assist those involved in the juvenile justice system to acquire the knowledge and skills they need to become productive, connected, and law-abiding members of their communities.								
Percentage of juveniles who successfully completed supervision without a new offense resulting in a Consent Decree, Adjudication of Delinquency, Accelerated Rehabilitation Disposition, Nolo Contendere, or finding of guilt in a criminal proceeding.....	%	88.0	88.1	88.9	90.7	92.7	93.1	94.2
Percentage of juveniles without a judicial finding of technical violations of probation while under supervision	%	84.6	86.2	87.9	91.0	90.9	92.5	93.9
Percentage of juveniles employed or engaged in an educational/vocational activity at case closing	%	91.6	92.3	92.8	94.2	94.5	96.0	96.9
Percentage of juveniles who complete their assigned community service obligations	%	96.3	95.7	96.5	97.6	97.2	97.5	97.8
Percentage of juveniles who successfully completed a victim awareness curriculum/program while under supervision	%	97.0	96.7	97.3	97.6	97.7	98.0	98.2
Percentage of juveniles who made full restitution to their victim(s)	%	88.2	88.3	86.0	87.8	89.3	89.0	89.4
Percentage of juveniles who paid Crime Victim's Compensation Fund costs in full	%	90.0	89.1	88.8	90.6	91.1	90.3	90.3



COMMISSION ON CRIME AND DELINQUENCY

The mission of the Pennsylvania Commission on Crime and Delinquency (PCCD) is to enhance the quality, coordination, and planning within the criminal and juvenile justice systems, to facilitate the delivery of services to victims of crime, and to increase the safety of Pennsylvania's communities.

PCCD supports programs and practices that promote justice for all citizens and communities of Pennsylvania.

Programs and Goals

Criminal and Juvenile Justice Planning and Coordination: *To provide leadership in system-wide coordination and in building collaboration among public servants and private citizens representing all aspects of the criminal and juvenile justice systems and victim services.*

Commission on Crime and Delinquency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

Commission on Crime and Delinquency	\$ 24,383	\$ 25,331	\$ 26,634
(F)Justice Assistance Grants	11,500	11,500	11,500
(F)Justice Assistance Grants-Administration	1,000	1,000	1,000
(F)Forensic Science Program	1,500	1,500	1,500
(F)Prosecuting Cold Cases Using DNA	535	535	-
(F)National Sexual Assault Kit Initiative (SAKI).....	-	2,500	2,500
(F)Comprehensive Opioid Abuse Site-Based Program	5,000	5,000	5,000
(F)Residential Substance Abuse Treatment Program	2,000	2,000	2,000
(F)Body-Worn Camera Policy and Implementation.....	1,500	1,500	-
(F)Adam Walsh Implementation Support	1,000	1,000	1,000
(F)Smart Probation.....	700	-	-
(F)Byrne Competitive Program.....	450	450	450
(F)Statistical Analysis Center	400	400	400
(F)Prosecutor and Defender Incentives	300	600	400
(F)Building Local Continuums-Youth Success	825	825	825
(F)Plan for Juvenile Justice.....	170	170	170
(F)VOCA Crime Victims Assistance.....	100,000	100,000	80,000
(F)VOCA Crime Victims Assistance-Administration	5,000	5,000	5,000
(F)Crime Victims Compensation Services.....	8,500	8,500	8,500
(F)State Opioid Response (EA).....	23,328	7,254	7,263
(F)SUPTRSBG-Substance Use Prevention (EA)	322	526	526
(F)Children's Justice Act (EA)	530	528	530
(A)Interagency Granting Services	4,423	4,321	490
(R)Children's Advocacy Centers	2,337	2,500	2,500
(R)First Chance Trust Fund.....	75	1,289	1,289
(R)Crime Victim Services and Compensation Fund.....	15,260	23,876	14,500
(R)Constables Education and Training	1,768	1,700	1,700
(R)Sheriff and Deputy Sheriff Education and Training	5,878	6,000	6,000
(R)Firearms Education and Training Commission	400	417	417
(R)Nonprofit Security Grant Fund.....	3,754	-	-
Subtotal	<u>\$ 222,838</u>	<u>\$ 216,222</u>	<u>\$ 182,094</u>
Violence and Delinquency Prevention Programs.....	4,338	4,335	4,335
(F)Juvenile Justice and Delinquency Prevention	3,000	3,000	3,000
(F)Violence Against Women-Administration	600	600	600
(F)Community Based Violence Intervention and Prevention	-	4,000	4,000
(A)Interagency Granting Services	3,191	6,972	3,000
Subtotal.....	<u>\$ 11,129</u>	<u>\$ 18,907</u>	<u>\$ 14,935</u>

Commission on Crime and Delinquency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Office of Safe Schools Advocate	382	382	382
Subtotal - State Funds.....	\$ 29,103	\$ 30,048	\$ 31,351
Subtotal - Federal Funds.....	168,160	158,388	136,164
Subtotal - Augmentations.....	7,614	11,293	3,490
Subtotal - Restricted.....	29,472	35,782	26,406
Total - General Government.....	\$ 234,349	\$ 235,511	\$ 197,411
Grants and Subsidies:			
Violence Intervention and Prevention	\$ 56,500	\$ 62,150	\$ 68,365
(F)Criminal Identification Technology.....	10,500	10,500	5,000
(F)NICS Act Record Improvement Program	1,987	1,987	1,000
(F)Safer Communities.....	10,000	10,000	10,000
(F)Project Safe Neighborhoods.....	1,000	1,000	500
(F)STOP School Violence	500	-	-
(F)Targeted Violence and Terrorism Prevention.....	500	-	-
(F)Violence Against Women.....	7,000	7,000	7,000
(F)Assault Services Program	2,000	2,000	2,000
Subtotal.....	\$ 89,987	\$ 94,637	\$ 93,865
County Probation and Reentry Services	-	-	57,702
Indigent Defense.....	7,500	7,500	7,500
Improvement of Adult Probation Services	16,222	16,222	- a
Intermediate Punishment Treatment Programs.....	18,167	18,167	- a
Transfer to Nonprofit Security Grant Fund	10,000	10,000	10,000
Transfer to School Safety and Security Fund-Targeted Grants.....	20,700	20,700	11,000
Victims of Juvenile Offenders	1,300	1,300	1,300
(R)Adult Use Cannabis-Restorative Justice.....	-	-	10,000
Subtotal - State Funds.....	\$ 130,389	\$ 136,039	\$ 155,867
Subtotal - Federal Funds.....	33,487	32,487	25,500
Subtotal - Restricted.....	-	-	10,000
Total - Grants and Subsidies.....	\$ 163,876	\$ 168,526	\$ 191,367
STATE FUNDS.....	\$ 159,492	\$ 166,087	\$ 187,218
FEDERAL FUNDS.....	201,647	190,875	161,664
AUGMENTATIONS	7,614	11,293	3,490
RESTRICTED.....	29,472	35,782	36,406
GENERAL FUND TOTAL	\$ 398,225	\$ 404,037	\$ 388,778

Commission on Crime and Delinquency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
OTHER FUNDS:			
JUSTICE REINVESTMENT FUND:			
(R)Victim Services (EA).....	\$ 250	\$ -	\$ -
(R)County Probation Grants (EA).....	6,363	22,555	-
JUSTICE REINVESTMENT FUND TOTAL.....	\$ 6,613	\$ 22,555	\$ -
MEDICAL MARIJUANA PROGRAM FUND:			
Local Police Enforcement (EA)	\$ 1,484	\$ 1,594 ^b	\$ 2,735
Transfer to Crime Victim Services and Compensation	-	- ^c	-
MEDICAL MARIJUANA PROGRAM FUND TOTAL.....	\$ 1,484	\$ 1,594	\$ 2,735
MONETARY PENALTY ENDOWMENTS TRUST FUND:			
(R)NCAA-Penn State Settlement (EA).....	\$ 4,800	\$ 4,800	\$ 4,800
SUBSTANCE ABUSE EDUCATION AND DEMAND REDUCTION FUND:			
Substance Abuse Education and Demand Reduction Programs (EA)	\$ 4,560	\$ 4,560	\$ 4,560
Substance Abuse Education and Demand Reduction-Admin (EA).....	240	240	240
SUBSTANCE ABUSE EDUCATION AND DEMAND REDUCTION FUND TOTAL..	\$ 4,800	\$ 4,800	\$ 4,800
SCHOOL SAFETY AND SECURITY FUND:			
School Safety and Security (EA).....	\$ 101,400	\$ 137,263	\$ 119,167
Targeted School Safety Grants (EA).....	- ^d	- ^d	- ^d
SCHOOL SAFETY AND SECURITY FUND TOTAL.....	\$ 101,400	\$ 137,263	\$ 119,167
STATE GAMING FUND:			
Transfer to Crime Victim Services and Compensation Fund	\$ - ^e	\$ -	\$ -
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 159,492	\$ 166,087	\$ 187,218
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	201,647	190,875	161,664
AUGMENTATIONS	7,614	11,293	3,490
RESTRICTED	29,472	35,782	36,406
OTHER FUNDS	119,097	171,012	131,502
TOTAL ALL FUNDS	\$ 517,322	\$ 575,049	\$ 520,280

^a This budget proposes to transfer funding to County Probation and Reentry Services.

^b Includes recommended supplemental executive authorization of \$114,000.

^c Transfer to (R)Crime Victim Services and Compensation Fund not added to avoid double counting: 2025-26 Available is \$9,000,000.

^d Not added to avoid double counting: 2024-25 Actual is \$20,700,000, 2025-26 Available is \$20,700,000, and 2026-27 Budget is \$11,000,000.

^e Not added to avoid double counting: 2024-25 Actual is \$5,000,000.

Commission on Crime and Delinquency

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
CRIMINAL AND JUVENILE JUSTICE PLANNING AND COORDINATION:							
GENERAL FUND.....	\$ 159,492	\$ 166,087	\$ 187,218	\$ 188,020	\$ 188,869	\$ 179,765	\$ 180,716
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	201,647	190,875	161,664	161,664	161,664	161,664	161,664
AUGMENTATIONS	7,614	11,293	3,490	3,490	3,490	3,490	3,490
RESTRICTED	29,472	35,782	36,406	39,409	39,411	39,418	39,418
OTHER FUNDS.....	119,097	171,012	131,502	111,659	109,958	109,957	109,457
DEPARTMENT TOTAL	<u>\$ 517,322</u>	<u>\$ 575,049</u>	<u>\$ 520,280</u>	<u>\$ 504,242</u>	<u>\$ 503,392</u>	<u>\$ 494,294</u>	<u>\$ 494,745</u>

Program: Criminal and Juvenile Justice Planning and Coordination

Goal: To provide leadership in system-wide coordination and in building collaboration among public servants and private citizens representing all aspects of the criminal and juvenile justice systems and victim services.

Established in 1978, the [Pennsylvania Commission on Crime and Delinquency \(PCCD\)](#) is the justice planning and policymaking agency for the Commonwealth. The members of the commission are justice system professionals who are assisted by advisory committees, task forces, planning groups, and PCCD staff.

Criminal Justice

The commission is tasked with coordinating the functions of the criminal justice system to run more efficiently and effectively. To that end, PCCD provides planning assistance, promotes digital technology, funds innovative projects, supports the development and implementation of best practices, coordinates information sharing, and facilitates collaboration among key criminal justice stakeholders throughout the Commonwealth.

The commission compiles [crime, corrections, and sentencing data](#); develops unified population projections for sentencing, corrections, and probation and parole; provides objective, independent, and comprehensive policy analysis; and responds to special justice research and data requests from federal, state, and local agencies, as well as from the general public.

PCCD works with local leadership to improve county justice and local law enforcement systems. The commission has been responsible for institutionalizing [County Criminal Justice Advisory Boards](#), which consist of top-level county officials who address criminal justice issues from a systemic and policy perspective, studying best practices in the administration and delivery of criminal justice, engaging in strategic planning, making recommendations, and establishing consensus among the members to improve the effectiveness and efficiency of the county's criminal justice system.

[Act 114 of 2019](#) established the [County Adult Probation and Parole Advisory Committee](#) within PCCD. Among other duties, the committee develops a funding plan that includes the Improvement of Adult Probation Services program. The plan includes disbursements generated through the implementation of the second phase of the [Justice Reinvestment Initiative](#). The [County Intermediate Punishment](#) program makes resources available to support county probation services. Additionally, [Act 115 of 2019](#) transitioned the responsibility and funding of the [Firearm Education and Training Commission](#) to the commission.

[Executive Order 2024-02](#) reestablished the requirement for state agencies to work together to identify and implement evidence-based initiatives to help address the public health and public safety crisis of gun violence in Pennsylvania. PCCD supported the [Governor's Special Council on Gun Violence](#) and is administering grant funding to support community-led efforts to mitigate issues of gun violence.

The commission oversees several justice-training programs, including the legislatively mandated basic and continuing education training of sheriffs, deputy sheriffs, constables, and deputy constables.

Juvenile Justice

Since 1978, PCCD has served as the Commonwealth's designated state planning agency for juvenile justice and delinquency prevention. The [Juvenile Justice and Delinquency Prevention Committee \(JJDP\)](#) is comprised of representatives from the Juvenile Court Judges' Commission, juvenile court judges, law enforcement, chief juvenile probation officers, nonprofit prevention and treatment service providers, special education specialists, youth, and other related stakeholders. JJDP is tasked by law to develop a [comprehensive plan](#) relating to juvenile justice and delinquency prevention for the Commonwealth.

The commission administers the Violence and Delinquency Prevention Program, which provides resources and technical assistance to communities who have implemented evidence-based violence and delinquency prevention programs that address risk and protective factors identified through sources such as the [Pennsylvania Youth Survey](#).

Victims' Services and Child Advocacy

PCCD's Victims' Services has three components: [Victims' Compensation Assistance Program \(VCAP\)](#), [Victims' Services Program \(VSP\)](#), and the [Children's Advocacy Center \(CAC\)](#) initiative.

VCAP responds to financial losses incurred by victims of crime through the Crime Victim Services and Compensation Fund. This fund is supported primarily by costs assessed against certain convicted offenders, as well as restitution, donations, reimbursements from victims who are awarded civil settlements, and federal Victims of Crime Act funds.

Commission on Crime and Delinquency

Program: Criminal and Juvenile Justice Planning and Coordination, continued

VSP administers a variety of state and federal funds designed to assist victims of crime. These funds support services such as courtroom accompaniment, victim rights notification, assistance with victim impact statements, crisis intervention, shelter, counseling, emergency services, and long-term services designed to return a victim to their pre-victimization status.

Finally, the commission administers a program to increase the availability of localized CAC services. CACs provide state-of-the-art treatment for the child victims of sexual and physical abuse. They coordinate medical care, treatment, and other social services for victims while gathering evidence, through age-appropriate forensic interviewing and other methods employed by multi-disciplinary investigative teams, to build an effective case against the alleged offender.

School Safety and Security

PCCD supports the [Office of Safe Schools Advocate](#) in the School District of Philadelphia, which provides victim advocacy for students and staff who are victims of school-based violence and crimes committed on school property. The office ensures the school district's compliance with all laws, regulations, and reporting requirements pertaining to school safety and discipline.

The commission's role in school safety and security expanded as a result of [Act 44 of 2018](#), which established the [School Safety and Security Grant](#) program and contained multiple provisions for school safety and security preparedness, including the creation of a School Safety and Security Committee. The committee provides financial resources to school entities and community organizations to improve school safety and reduce community violence as well as technical resources related to the development of trauma-informed education plans, safety assessment criteria and completion, threat assessment training, and best practices. Subsequent laws, including [Act 18 of 2019](#), [Act 67 of 2019](#), [Act 30 of 2020](#), [Act 55 of 2022](#), and [Act 33 of 2023](#) created additional responsibilities for the School Safety and Security Committee.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Commission on Crime and Delinquency		Improvement of Adult Probation Services	
\$ 1,303	—to continue current program.	\$ (16,222)	—transferred to County Probation and Reentry Services.
Violence Intervention and Prevention		Intermediate Punishment Treatment Programs	
\$ 6,215	—to support community-led gun violence prevention efforts and after-school programming.	\$ (18,167)	—transferred to County Probation and Reentry Services.
County Probation and Reentry Services		Transfer to School Safety and Security Fund-Targeted Grants	
\$ 16,222	—transferred from Improvement of Adult Probation Services to allow flexible support to provide treatment services and supervision.	\$ (9,700)	—funding reduction.
18,167	—transferred from Intermediate Punishment Treatment Programs to allow flexible support to provide treatment services and supervision.		
23,313	—transferred from county probation grants within the Justice Reinvestment Fund to allow flexible support to provide treatment services and supervision.		
\$ 57,702	<i>Appropriation Increase</i>		

Commission on Crime and Delinquency

Program: Criminal and Juvenile Justice Planning and Coordination, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Commission on Crime and Delinquency	\$ 24,383	\$ 25,331	\$ 26,634	\$ 26,634	\$ 26,634	\$ 26,634	\$ 26,634
Violence and Delinquency Prevention Programs	4,338	4,335	4,335	4,335	4,335	4,335	4,335
Office of Safe Schools Advocate	382	382	382	382	382	382	382
Violence Intervention and Prevention.....	56,500	62,150	68,365	68,365	68,365	68,365	68,365
County Probation and Reentry Services	-	-	57,702	58,504	59,353	60,249	61,200
Indigent Defense.....	7,500	7,500	7,500	7,500	7,500	7,500	7,500
Improvement of Adult Probation Services.....	16,222	16,222	-	-	-	-	-
Intermediate Punishment Treatment Programs..	18,167	18,167	-	-	-	-	-
Transfer to Nonprofit Security Grant Fund..	10,000	10,000	10,000	10,000	10,000	- ^a	- ^a
Transfer to School Safety and Security Fund-Targeted Grants	20,700	20,700	11,000	11,000	11,000	11,000	11,000
Victims of Juvenile Offenders	1,300	1,300	1,300	1,300	1,300	1,300	1,300
TOTAL GENERAL FUND	\$ 159,492	\$ 166,087	\$ 187,218	\$ 188,020	\$ 188,869	\$ 179,765	\$ 180,716

^a The Nonprofit Security Grant Program sunsets by law on July 1, 2029.

Commission on Crime and Delinquency

Program: Criminal and Juvenile Justice Planning and Coordination, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Promote the appropriate use and measure the effectiveness of promising approaches and dispositional alternatives.							
Number of individuals diverted from a county or state prison sentence as a result of their participation in the County Intermediate Punishment Program	3,633	4,378	4,793	4,662	4,795	5,000	5,000
Number of high-risk offenders under county supervision	N/A	8,789	20,540	17,964	17,791	19,000	19,000
Increase the utilization of evidence-based programs and practices to prevent delinquency and other problem behaviors.							
Percentage of youth participating in research-based programs with a demonstrated improvement related to the program's targeted behavioral outcome %	62	64	60	63	68	70	70
Enhance the quality and the availability of services for victims of crime.							
Number of victims served	339,178	320,395	357,122	362,693	354,446	360,000	362,500



ATTORNEY GENERAL

The mission of the [Pennsylvania Office of Attorney General \(OAG\)](#) is to enforce the laws and defend the interests of the Commonwealth and its diverse citizens.

The [Commonwealth Attorneys Act of 1980](#) establishes the [Attorney General](#) as the chief legal and law enforcement officer of the Commonwealth and defines the following fundamental duties and responsibilities of the Office of Attorney General:

- To prosecute organized crime and public corruption. This law enforcement program includes a criminal investigations unit and drug law enforcement program as well as direction of statewide and multi-county investigating grand juries and a Medicaid Fraud Control Section;
- To represent the Commonwealth and all state agencies and, upon request, the Auditor General, State Treasurer, and Public Utility Commission in any action brought by or against the Commonwealth or its agencies;
- To furnish, upon request, legal advice to the Governor, or the head of any Commonwealth agency;
- To review for form and legality all proposed rules and regulations for Commonwealth agencies;
- To review for form and legality all Commonwealth deeds, leases, and contracts to be executed by Commonwealth agencies;
- To collect, by suit or otherwise, all debts, taxes, and accounts due to the Commonwealth which shall be referred to and placed with the Attorney General;
- To administer the provisions relating to consumer protection and appoint the Advisory Committee; and
- To represent the Commonwealth and its residents in any action brought for violation of the Antitrust Laws of the United States and the Commonwealth.

Programs and Goals

Public Protection and Law Enforcement: To enforce the criminal laws of the Commonwealth; to protect the interests of Pennsylvania residents in areas of consumer protection, antitrust enforcement, operation of charitable trusts and organizations, and civil rights; and to provide legal services to Commonwealth agencies.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 53,909	\$ 57,759	\$ 58,914
(F)Medicaid Fraud	10,805	12,442	13,325
(F)Safe Neighborhoods	-	320	340
(F)Project Safe Neighborhoods (EA)	320	10	-
(F)Project Safe Neighborhoods-SW Philadelphia (EA)	306	-	-
(A)Recovery of Overtime Costs	148	100	100
(A)Reimbursements	64	16	15
(A)Miscellaneous	195	158	175
(R)Public Protection Law Enforcement	16,100	20,341	7,528
(R)Judicial Fee Account	4,648	5,000	4,500
(R)Collection Administration Account	2,500	2,500	2,500
(R)Seized/Forfeited Property-U.S. Homeland Security	1,689	244	234
(R)Coroner's Education Board	51	69	57
(R)Home Improvement Consumer Protection	2,913	2,940	2,901
(R)Investigative Funds-Outside Sources	13,344	13,192	13,824
Subtotal	<u>\$ 106,992</u>	<u>\$ 115,091</u>	<u>\$ 104,413</u>
(R)Office of Consumer Advocate	6,752	7,252	7,805
Drug Law Enforcement	59,668	62,066	63,307
(F)High Intensity Drug Trafficking Areas	5,300	5,300	5,300
(F)COPS Anti-Heroin Task Force (EA)	1,500	1,500	2,000
(F)COPS Anti-Methamphetamine Program (EA)	750	1,000	2,000
(A)Recovery of Narcotics Investigation Overtime Costs	392	250	250
(R)Seized/Forfeited Property-State Court Awarded	21,409	17,749	11,352
(R)Seized/Forfeited Property-U.S. Department of Justice	1,388	380	2,030
(R)Seized/Forfeited Property-U.S. Treasury Department	11	104	30
(R)Criminal Enforcement Account	777	9,536	43
(R)Community Drug Abuse Prevention Program	404	1,050	1,050
Subtotal	<u>\$ 91,599</u>	<u>\$ 98,935</u>	<u>\$ 87,362</u>
Supplemental Law Enforcement Support	-	-	15,233
Joint Local-State Firearm Task Force	13,969	13,969	14,367
Witness Relocation	1,215	1,315	1,315
Child Predator Interception	7,018	7,184	7,887
Tobacco Law Enforcement	1,691	1,746	2,162
School Safety	2,557	2,640	2,639

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Human Trafficking Enforcement and Prevention	1,000	1,750	2,377
Organized Retail Theft Prevention	2,720	2,720	3,108
Subtotal - State Funds.....	\$ 143,747	\$ 151,149	\$ 171,309
Subtotal - Federal Funds.....	18,981	20,572	22,965
Subtotal - Augmentations	799	524	540
Subtotal - Restricted.....	71,986	80,357	53,854
Total - General Government.....	<u>\$ 235,513</u>	<u>\$ 252,602</u>	<u>\$ 248,668</u>
Grants and Subsidies:			
County Trial Reimbursement.....	\$ 200	\$ 200	\$ 200
(R)Reimbursement to Counties-Full Time District Attorney (EA)	9,108	10,509	9,892
(R)Operation PA Strike.....	22	2,042	2,264
Subtotal - State Funds.....	\$ 200	\$ 200	\$ 200
Subtotal - Restricted.....	9,130	12,551	12,156
Total - Grants and Subsidies.....	<u>\$ 9,330</u>	<u>\$ 12,751</u>	<u>\$ 12,356</u>
STATE FUNDS	\$ 143,947	\$ 151,349	\$ 171,509
FEDERAL FUNDS	18,981	20,572	22,965
AUGMENTATIONS	799	524	540
RESTRICTED	<u>81,116</u>	<u>92,908</u>	<u>66,010</u>
GENERAL FUND TOTAL	<u>\$ 244,843</u>	<u>\$ 265,353</u>	<u>\$ 261,024</u>
OTHER FUNDS:			
CIGARETTE FIRE SAFETY AND FIREFIGHTER PROTECTION ACT FUND:			
Cigarette Fire Safety and Firefighter Protection Enforcement	<u>\$ 50</u>	<u>\$ 50</u>	<u>\$ 50</u>
STATE GAMING FUND:			
(R)Gaming Enforcement	\$ 1,618	\$ 1,700	\$ 1,776
Transfer to Public Protection Law Enforcement (EA).....	-	- ^a	-
STATE GAMING FUND TOTAL.....	<u>\$ 1,618</u>	<u>\$ 1,700</u>	<u>\$ 1,776</u>
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 143,947	\$ 151,349	\$ 171,509
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	18,981	20,572	22,965
AUGMENTATIONS	799	524	540
RESTRICTED	81,116	92,908	66,010
OTHER FUNDS.....	<u>1,668</u>	<u>1,750</u>	<u>1,826</u>
TOTAL ALL FUNDS	<u>\$ 246,511</u>	<u>\$ 267,103</u>	<u>\$ 262,850</u>

^a Not added to avoid double counting: 2025-26 Available is \$213,200.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PUBLIC PROTECTION AND LAW ENFORCEMENT:							
GENERAL FUND.....	\$ 143,947	\$ 151,349	\$ 171,509	\$ 179,009	\$ 179,009	\$ 179,009	\$ 179,009
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	18,981	20,572	22,965	22,965	22,965	22,965	22,965
AUGMENTATIONS	799	524	540	540	540	540	540
RESTRICTED	81,116	92,908	66,010	57,449	56,943	55,705	53,672
OTHER FUNDS.....	1,668	1,750	1,826	1,826	1,826	1,826	1,826
DEPARTMENT TOTAL	<u>\$ 246,511</u>	<u>\$ 267,103</u>	<u>\$ 262,850</u>	<u>\$ 261,789</u>	<u>\$ 261,283</u>	<u>\$ 260,045</u>	<u>\$ 258,012</u>

Program: Public Protection and Law Enforcement

Goal: To enforce the criminal laws of the Commonwealth; to protect the interests of Pennsylvania residents in areas of consumer protection, antitrust enforcement, operation of charitable trusts and organizations, and civil rights; and to provide legal services to Commonwealth agencies.

The [Attorney General](#), as the chief law enforcement officer of the Commonwealth, is charged with the responsibility of investigating and prosecuting organized crime and public corruption. The [Office of Attorney General \(OAG\)](#) investigates and prosecutes criminal activity and uses statewide investigative grand juries as appropriate. The office works with the Pennsylvania State Police and local law enforcement to curtail drug abuse in the Commonwealth by apprehending illegal drug traffickers and stopping the diversion of prescription drugs for illicit purposes. The OAG protects the children of Pennsylvania against predators by identifying, investigating, and capturing online child predators using proactive and undercover operations. The office also prosecutes and investigates online child predators, [insurance fraud](#), [Medicaid fraud](#), environmental crimes, and cases referred by district attorneys across the state that have a conflict of interest or lack the resources to prosecute certain crimes.

The OAG plays an important role [protecting the public](#) from fraud and deceptive business practices; securing and recovering damages owed to the Commonwealth and its people; encouraging free enterprise and competition; and investigating and prosecuting consumer fraud, unfair trade practices, antitrust violations, civil rights violations, and charitable scams. Additionally, the office enforces the [Tobacco Settlement Agreement Act of 2004](#), defends enforcement in arbitration proceedings, and polices the Master Settlement Agreement fully and aggressively.

The OAG represents the Commonwealth in any action brought by, or against, the Commonwealth or its agencies, particularly tort claims. Through its [civil division](#), the office upholds the laws of the Commonwealth and defends its agencies in various legal proceedings.

The [Joint Local-State Firearm Task Force](#), comprised of the Philadelphia District Attorney's Office, the Philadelphia Police Department, and the OAG, was established to fight gun violence in the Philadelphia area. The Strategic Response Team provides deployment of resources and experience in combating organized drug trafficking and drug-related violent crimes from targeted neighborhoods and municipalities.

The [Drug Strike Force](#) program contributes to Pennsylvania's efforts in combating both local and widespread drug trafficking operations. Municipal police officers are trained in drug enforcement procedures and benefit from the expertise provided by the Bureau of Narcotics Investigations.

The [Safe2Say Something](#) program teaches students, educators, and administrators how to recognize the signs and signals of individuals who may be at risk of hurting themselves or others, and operates an anonymous reporting app, website, and 24/7 Crisis Center Hotline.

The [Home Improvement Consumer Protection Act of 2008](#) requires home improvement contractors to register with the [Bureau of Consumer Protection](#). The office investigates alleged violations regarding home improvement contractors. The [Homeowner Assistance Settlement Act of 2012](#) authorizes the OAG to provide housing consumer protection programs.

The [County Code](#) provides for full-time district attorneys under certain conditions. The annual salary for a full-time district attorney is set at \$1,000 less than a common pleas court judge in that county. The Commonwealth reimburses counties for 65 percent of the salary for the full-time district attorney through court document surcharge revenues deposited into the Criminal Justice Enhancement Account.

Program: Public Protection and Law Enforcement, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Tobacco Law Enforcement	
\$ 1,155	—to continue current program.	\$ 416	—to continue current program.
Drug Law Enforcement		School Safety	
\$ 1,241	—to continue current program.	\$ (1)	—to continue current program.
Supplemental Law Enforcement Support		Human Trafficking Enforcement and Prevention	
\$ 15,233	—to replace nonrecurring revenue.	\$ 627	—to continue current program.
Joint Local-State Firearm Task Force		Organized Retail Theft Prevention	
\$ 398	—to continue current program.	\$ 388	—to continue current program.
Child Predator Interception			
\$ 703	—to continue current program.		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
General Government Operations	\$ 53,909	\$ 57,759	\$ 58,914	\$ 58,914	\$ 58,914	\$ 58,914	\$ 58,914
Drug Law Enforcement	59,668	62,066	63,307	63,307	63,307	63,307	63,307
Supplemental Law Enforcement Support	-	-	15,233	22,733	22,733	22,733	22,733
Joint Local-State Firearm Task Force ..	13,969	13,969	14,367	14,367	14,367	14,367	14,367
Witness Relocation ...	1,215	1,315	1,315	1,315	1,315	1,315	1,315
Child Predator Interception	7,018	7,184	7,887	7,887	7,887	7,887	7,887
Tobacco Law Enforcement	1,691	1,746	2,162	2,162	2,162	2,162	2,162
School Safety.....	2,557	2,640	2,639	2,639	2,639	2,639	2,639
Human Trafficking Enforcement and Prevention.....	1,000	1,750	2,377	2,377	2,377	2,377	2,377
Organized Retail Theft Prevention	2,720	2,720	3,108	3,108	3,108	3,108	3,108
County Trial Reimbursement	200	200	200	200	200	200	200
TOTAL GENERAL FUND	\$ 143,947	\$ 151,349	\$ 171,509	\$ 179,009	\$ 179,009	\$ 179,009	\$ 179,009

Program: Public Protection and Law Enforcement, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Curtail drug abuse in the Commonwealth by apprehending illegal drug traffickers.							
Drug diversion arrests.....	122	126	130	86	76	108	108
Total drug arrests.....	1,153	1,032	1,404	1,447	1,162	1,239	1,239
Increase compliance by estates, charities, nonprofits, and health care conversions with established rules and regulations.							
Estates, charities, nonprofits, and health care acquisitions reviewed for compliance with antitrust rules and regulations	1,912	1,869	1,884	1,989	2,007	2,250	2,250
Decrease incidence of fraud and deceptive business practices and secure the recovery of damages to the Commonwealth and its citizens.							
Consumer complaints concerning business practices that were mediated.	25,286	30,538	38,659	34,030	35,000	37,500	37,500
Dollar value of recoupment to consumers regarding business practices (in thousands).....	\$ 6,260	8,287	9,303	9,610	9,000	9,000	9,000
Legal actions resulting from consumer tips, complaints, and other sources (yearly variations reflect case complexity).....	108	90	67	86	70	70	70
Dollar value of relief awarded on behalf of consumers related to legal actions (in thousands) (yearly variations reflect case types)	\$ 28,192	10,000	139,843	350,505	18,000	25,000	25,000
Consumer complaints concerning business practices - health care industry	1,128	1,727	2,120	2,041	2,474	2,500	2,500
Dollar value of recoupment to consumers regarding business practices - health care industry (in thousands)	\$ 749	960	1,251	870	2,095	200	200
Increase the number of investigations and arrests related to sexual solicitation of a minor and child pornography.							
Child predator arrests	80	77	60	95	100	100	105
Increase the number of investigations, firearm related arrests, and firearms recovered.							
Firearm related arrests	169	202	152	234	307	212	212
Firearms recovered.....	234	396	516	965	1,064	635	635



AUDITOR GENERAL

The mission of the [Department of the Auditor General](#) is to serve the people of Pennsylvania by improving government accountability, transparency, and the effective use of taxpayer dollars.

The department is responsible for ensuring that the Commonwealth receives all moneys to which it is entitled and that public money is disbursed legally and properly. In addition, the department examines the accounts of revenue collecting agents to ensure that all money due to the Commonwealth was reported and transmitted properly.

Programs and Goals

Auditing: *To ensure that all revenue to which the Commonwealth is entitled is deposited in the State Treasury and that public money is disbursed legally and properly.*

Municipal Pension Systems: *To assist municipal pension systems through review and audit of their pension funds.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
Auditor General's Office.....	\$ 43,839	\$ 44,716	\$ 45,610
(A)Auditing Service Reimbursements	14,741	14,522	14,627
Subtotal.....	\$ 58,580	\$ 59,238	\$ 60,237
Board of Claims	2,005	1,978	2,003
Subtotal - State Funds.....	\$ 45,844	\$ 46,694	\$ 47,613
Subtotal - Augmentations	14,741	14,522	14,627
Total - General Government.....	\$ 60,585	\$ 61,216	\$ 62,240
STATE FUNDS	\$ 45,844	\$ 46,694	\$ 47,613
AUGMENTATIONS	14,741	14,522	14,627
GENERAL FUND TOTAL	\$ 60,585	\$ 61,216	\$ 62,240
<u>OTHER FUNDS:</u>			
MUNICIPAL PENSION AID FUND:			
(R)Municipal Pension Aid.....	\$ 407,575	\$ 444,157	\$ 459,034
(R)Post-Retirement Adjustments.....	620	538	470
MUNICIPAL PENSION AID FUND TOTAL	\$ 408,195	\$ 444,695	\$ 459,504
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 45,844	\$ 46,694	\$ 47,613
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	14,741	14,522	14,627
RESTRICTED	-	-	-
OTHER FUNDS	408,195	444,695	459,504
TOTAL ALL FUNDS	\$ 468,780	\$ 505,911	\$ 521,744

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
AUDITING:							
GENERAL FUND.....	\$ 45,844	\$ 46,694	\$ 47,613	\$ 47,613	\$ 47,613	\$ 47,613	\$ 47,613
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	14,741	14,522	14,627	14,627	14,627	14,627	14,627
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 60,585</u>	<u>\$ 61,216</u>	<u>\$ 62,240</u>	<u>\$ 62,240</u>	<u>\$ 62,240</u>	<u>\$ 62,240</u>	<u>\$ 62,240</u>
MUNICIPAL PENSION SYSTEMS:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	408,195	444,695	459,504	466,766	486,124	501,433	518,802
SUBCATEGORY TOTAL....	<u>\$ 408,195</u>	<u>\$ 444,695</u>	<u>\$ 459,504</u>	<u>\$ 466,766</u>	<u>\$ 486,124</u>	<u>\$ 501,433</u>	<u>\$ 518,802</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 45,844	\$ 46,694	\$ 47,613	\$ 47,613	\$ 47,613	\$ 47,613	\$ 47,613
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	14,741	14,522	14,627	14,627	14,627	14,627	14,627
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	408,195	444,695	459,504	466,766	486,124	501,433	518,802
DEPARTMENT TOTAL	<u>\$ 468,780</u>	<u>\$ 505,911</u>	<u>\$ 521,744</u>	<u>\$ 529,006</u>	<u>\$ 548,364</u>	<u>\$ 563,673</u>	<u>\$ 581,042</u>

Program: Auditing

Goal: To ensure that all revenue to which the Commonwealth is entitled is deposited in the State Treasury and that public money is disbursed legally and properly.

The [Department of the Auditor General](#) is provided authority through the Fiscal Code to [audit the financial affairs and the performance](#) of state government, as well as the affairs of certain local government entities. The department is also authorized to perform audits of any entity receiving funds from the Commonwealth or any entity collecting funds that belong to the Commonwealth.

Each year, the Department of the Auditor General performs thousands of [regular and performance audits](#) of Commonwealth agencies, boards, commissions, and state institutions, such as state higher education and correctional facilities, to ensure money is disbursed legally and properly. The department also examines and audits accounts of revenue collecting agents, including local government officials such as those in the magisterial district courts and county row offices, to ensure that all funds due to the Commonwealth have been reported and transmitted properly and that the Commonwealth's financial statements conform to Generally Accepted Accounting Principles. Finally, the department conducts audits of public entities that receive state funds, including local educational agencies, municipal pension plans, the Delaware and Susquehanna River Basin Commissions, and volunteer firefighters' relief associations.

The Single Audit, which is a single financial/compliance audit of the Commonwealth's federal aid programs and the Commonwealth's Annual Comprehensive Financial Report, is jointly performed each year by the department and an independent certified public accounting firm.

In accordance with Section 402 of the Fiscal Code, special audits, including performance audits, may be made at any time when, in the Auditor General's judgment, they appear to be necessary and are required to be conducted in accordance with Generally Accepted Government Auditing Standards. Special audits must also be conducted by the Auditor General at the Governor's request. The Auditor General also has the authority to demand and compel the production of documents.

The Auditor General has a variety of other responsibilities imposed by law. For example, the Auditor General is a signatory, along with the Governor and Treasurer, for approval of short-term and long-term borrowing by state government. The Auditor General is also a statutory member of the [Pennsylvania Higher Educational Facilities Authority](#), the [State Public School Building Authority](#), the [Delaware River Port Authority](#), the Local Government Records Committee, and the Joint Interstate Bridge Commission.

The department also provides administrative services for the [Board of Claims](#). The board operates within this program as an independent judicial and administrative body with jurisdiction to hear and determine claims against the Commonwealth.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Auditor General's Office		Board of Claims	
\$ 894	—to continue current program.	\$ 25	—to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Auditor General's Office	\$ 43,839	\$ 44,716	\$ 45,610	\$ 45,610	\$ 45,610	\$ 45,610	\$ 45,610
Board of Claims	2,005	1,978	2,003	2,003	2,003	2,003	2,003
TOTAL GENERAL FUND	\$ 45,844	\$ 46,694	\$ 47,613	\$ 47,613	\$ 47,613	\$ 47,613	\$ 47,613

Program: Municipal Pension Systems

Goal: To assist municipal pension systems through review and audit of their pension funds.

In 1984, the General Assembly passed [Act 205](#), commonly known as the Municipal Pension Plan Funding Standard and Recovery Act. The act establishes criteria for determination of actuarial soundness and the amount of state-financed support that will be provided. The Department of the Auditor General is responsible for audits of approximately 2,600 governing units with approximately 2,800 municipal pension plans, for both uniformed and non-uniformed employees that receive state aid.

The Auditor General administers the [General Municipal Pension System State Aid Program](#), established by Act 205, to distribute funding to municipal pension plans for police officers, paid firefighters, and other full-time municipal non-uniformed employees. The program is funded through the Municipal Pension Aid Fund, which receives a portion of Insurance Premiums Tax. The Auditor General is also responsible for distributing proceeds from the Fire Insurance Tax Fund to municipalities for payment to volunteer firefighter relief associations.

In 2016, [Act 100](#) abolished the Public Employee Retirement Commission and the Auditor General absorbed the duties relating to municipal pension reporting and analysis under [Act 205 of 1984](#) and [Act 293 of 1972](#). The duties were fully transitioned to the newly created [Municipal Pension Reporting Program](#) within the Department of the Auditor General's Office of Budget and Financial Management.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Municipal Pension Aid		Post-Retirement Adjustments	
\$ 14,877	—to continue current program.	\$ (68)	—to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MUNICIPAL PENSION AID FUND:							
(R)Municipal Pension Aid	\$ 407,575	\$ 444,157	\$ 459,034	\$ 466,352	\$ 485,760	\$ 501,113	\$ 518,520
(R)Post-Retirement Adjustments	620	538	470	414	364	320	282
TOTAL MUNICIPAL PENSION AID FUND	<u>\$ 408,195</u>	<u>\$ 444,695</u>	<u>\$ 459,504</u>	<u>\$ 466,766</u>	<u>\$ 486,124</u>	<u>\$ 501,433</u>	<u>\$ 518,802</u>



TREASURY DEPARTMENT

The mission of the [Pennsylvania Treasury Department](#) is to provide safe, efficient, and effective stewardship of the financial assets entrusted to the department on behalf of the Commonwealth. The department strives to be the leader in financial reporting, transparency, and integrity for the Commonwealth.

The Pennsylvania Treasury is responsible for receiving all Commonwealth monies and depositing such monies in state depositories approved by the [Board of Finance and Revenue](#), managing all securities in its custody to the best advantage of the Commonwealth, pre-auditing all requisitions for the expenditures of funds, and disbursement of all state monies upon proper authorization to those entitled to receive payment.

Programs and Goals

Disbursement, Investment, and Cash Management: *To receive, safeguard, and manage the funds of the Commonwealth, to ensure that all disbursements are legal and proper, and to manage investments and cash subject to a standard of prudence, safety, and liquidity.*

Debt Service: *To provide for interest and principal requirements of notes and bonds issued by the Commonwealth and other expenses related to debt service.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
General Government Operations	\$ 45,365	\$ 46,272	\$ 47,197
(A)Unemployment Compensation Service Reimbursements	4,086	4,450	4,450
(A)Administrative Service Fees	3,718	3,180	3,180
(A)Unclaimed Property Service Fees	1,927	900	900
Subtotal	\$ 55,096	\$ 54,802	\$ 55,727
Divestiture Reimbursement	2,485	150	150
Intergovernmental Organizations	1,278	1,334	1,327
Information Technology Cyber Security	1,150	1,250	1,350
Board of Finance and Revenue	3,646	3,970	4,394
Subtotal - State Funds	\$ 53,924	\$ 52,976	\$ 54,418
Subtotal - Augmentations	9,731	8,530	8,530
Total - General Government	\$ 63,655	\$ 61,506	\$ 62,948
<i>Grants and Subsidies:</i>			
Law Enforcement and Emergency Response Death Benefit	3,330	3,330	3,330
Transfer to ABLE Fund	900	1,500	1,500
Total - Grants and Subsidies	\$ 4,230	\$ 4,830	\$ 4,830
<i>Debt Service:</i>			
Loan and Transfer Agent	\$ 40	\$ 40	\$ 40
General Obligation Debt Service	1,100,000	1,312,000	1,482,610
Total - Debt Service	\$ 1,100,040	\$ 1,312,040	\$ 1,482,650
STATE FUNDS	\$ 1,158,194	\$ 1,369,846	\$ 1,541,898
AUGMENTATIONS	9,731	8,530	8,530
GENERAL FUND TOTAL	\$ 1,167,925	\$ 1,378,376	\$ 1,550,428
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Administration-Refunding Liquid Fuels Taxes	\$ 591	\$ 605	\$ 615
<i>Refunds:</i>			
Refunding Liquid Fuels Taxes-State Share (EA)	\$ 4,500	\$ 4,500	\$ 4,500
Refunding Liquid Fuels Taxes-Agriculture (EA)	5,000	5,000	5,000
Refunding Liquid Fuels Taxes-Political Subdivisions (EA)	5,000	5,000	5,000
Refunding Liquid Fuels Taxes-Volunteer Services (EA)	800	800	800

Summary by Fund and Appropriation

	(Dollar Amounts in Thousands)		
	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Refunding Liquid Fuels Taxes-Snowmobiles and ATVs (EA)	1,000	1,000	1,000
Refunding Liquid Fuels Taxes-Boat Fund (EA)	12,500	13,500	13,500
Total - Refunds	\$ 28,800	\$ 29,800	\$ 29,800
Debt Service:			
Capital Debt Transportation Projects	\$ 35,920	\$ 35,010	\$ 37,965
General Obligation Debt Service	14,813	16,089	21,190
(R)Capital Bridge Debt Service (EA)	72,092	70,698	72,993
Loan and Transfer Agent	40	40	40
Subtotal - State Funds	\$ 50,773	\$ 51,139	\$ 59,195
Subtotal - Restricted	72,092	70,698	72,993
Total - Debt Service	\$ 122,865	\$ 121,837	\$ 132,188
STATE FUNDS	\$ 80,164	\$ 81,544	\$ 89,610
RESTRICTED	72,092	70,698	72,993
MOTOR LICENSE FUND TOTAL	\$ 152,256	\$ 152,242	\$ 162,603
OTHER FUNDS:			
ACHIEVING A BETTER LIFE EXPERIENCE FUND:			
General Operations	\$ 1,426	\$ 1,426	\$ 1,426
ENVIRONMENTAL STEWARDSHIP FUND:			
Debt Service for Growing Greener (EA)	\$ 9,944	\$ 3,016	\$ 1,897
LIQUID FUELS TAX FUND:			
Refunding Liquid Fuels Tax-Boat Fund (EA)	\$ 110	\$ 116	\$ 116
TUITION ACCOUNT GUARANTEED SAVINGS PROGRAM FUND:			
Tuition Account Program Bureau	\$ 3,339	\$ 3,339	\$ 3,339
(A)Application Fees	2,581	2,696	2,789
TUITION ACCOUNT GUARANTEED SAVINGS PROGRAM FUND TOTAL	\$ 5,920	\$ 6,035	\$ 6,128
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 1,158,194	\$ 1,369,846	\$ 1,541,898
MOTOR LICENSE FUND	80,164	81,544	89,610
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	9,731	8,530	8,530
RESTRICTED	72,092	70,698	72,993
OTHER FUNDS	17,400	10,593	9,567
TOTAL ALL FUNDS	\$ 1,337,581	\$ 1,541,211	\$ 1,722,598

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
DISBURSEMENT, INVESTMENT, AND CASH MANAGEMENT:							
GENERAL FUND.....	\$ 58,154	\$ 57,806	\$ 59,248	\$ 59,248	\$ 59,248	\$ 59,248	\$ 59,248
MOTOR LICENSE FUND...	29,391	30,405	30,415	30,415	30,415	30,415	30,415
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	9,731	8,530	8,530	8,530	8,530	8,530	8,530
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	7,456	7,577	7,670	7,670	7,670	7,670	7,670
SUBCATEGORY TOTAL....	<u>\$ 104,732</u>	<u>\$ 104,318</u>	<u>\$ 105,863</u>	<u>\$ 105,863</u>	<u>\$ 105,863</u>	<u>\$ 105,863</u>	<u>\$ 105,863</u>
DEBT SERVICE:							
GENERAL FUND.....	\$ 1,100,040	\$ 1,312,040	\$ 1,482,650	\$ 1,551,855	\$ 1,652,888	\$ 1,779,688	\$ 1,782,910
MOTOR LICENSE FUND...	50,773	51,139	59,195	57,850	58,424	59,121	60,283
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	72,092	70,698	72,993	73,409	66,013	59,858	24,244
OTHER FUNDS.....	9,944	3,016	1,897	1,896	1,893	1,920	1,942
SUBCATEGORY TOTAL....	<u>\$ 1,232,849</u>	<u>\$ 1,436,893</u>	<u>\$ 1,616,735</u>	<u>\$ 1,685,010</u>	<u>\$ 1,779,218</u>	<u>\$ 1,900,587</u>	<u>\$ 1,869,379</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 1,158,194	\$ 1,369,846	\$ 1,541,898	\$ 1,611,103	\$ 1,712,136	\$ 1,838,936	\$ 1,842,158
MOTOR LICENSE FUND...	80,164	81,544	89,610	88,265	88,839	89,536	90,698
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	9,731	8,530	8,530	8,530	8,530	8,530	8,530
RESTRICTED	72,092	70,698	72,993	73,409	66,013	59,858	24,244
OTHER FUNDS.....	17,400	10,593	9,567	9,566	9,563	9,590	9,612
DEPARTMENT TOTAL	<u>\$ 1,337,581</u>	<u>\$ 1,541,211</u>	<u>\$ 1,722,598</u>	<u>\$ 1,790,873</u>	<u>\$ 1,885,081</u>	<u>\$ 2,006,450</u>	<u>\$ 1,975,242</u>

Program: Disbursement, Investment, and Cash Management

Goal: To receive, safeguard, and manage the funds of the Commonwealth, to ensure that all disbursements are legal and proper, and to manage investments and cash subject to a standard of prudence, safety, and liquidity.

The [Treasury Department](#) is required to receive and deposit all monies of the Commonwealth, collect dividends and interest, execute securities transactions, and handle daily settlements of trades. Treasury is also tasked with achieving the best possible advantage for all securities in its custody, pre-auditing requisitions for the expenditure of funds, and disbursing all state monies upon proper authorization to those entitled to receive payment.

The Treasury Department directly invests or oversees management of the investment of all excess revenue on a daily basis, subject to a prudent person standard. The investment function involves developing short- and long-term investment strategies with guidelines determined by statute, policy, prudence, safety, and liquidity.

Treasury directs, monitors, and safeguards securities, bonds, and other investments owned by the Commonwealth and the state pension funds. The Treasury Department is responsible for [investing](#) funds belonging to nearly all Pennsylvania state agencies as well as many state boards, commissions, and authorities.

The [State Treasurer](#) is chair of the [Board of Finance and Revenue](#), which is charged with reviewing and deciding tax appeals concerning settlements made between the Commonwealth and persons, associations, and corporations. The board also administers the program for refunding liquid fuels taxes to groups exempt by legislation from these taxes.

Treasury is required to pay death benefits, adjusted annually for inflation, to the surviving spouses or children of public safety workers, firefighters, or law enforcement officers of the Commonwealth killed in the performance of their duties and to reimburse political subdivisions for such payments made to survivors of local firefighters or law enforcement officers.

The Treasury Department promotes interstate cooperation and progress through participation in various associations, commissions, and organizations with other states and units of government. As a member of several organizations, including the [Council of State Governments](#), [National Conference of State Legislatures](#), and the [National Governors Association](#), Pennsylvania helps coordinate ideas on programs, interstate progress, budgets, federal-state relations, education, labor, research, and general information with other states and the federal government.

Treasury administers the [Tuition Account Program \(PA 529\)](#), which provides two options for postsecondary educational savings. The [Tuition Account Guaranteed Savings Program Fund](#) provides for the advance purchase of tuition credits for students who will attend institutions of higher education. The [Tuition Account Investment Program Fund](#) allows individuals to save for higher education through several investment options based on age, risk, or socially responsible investments.

The State Treasurer is responsible for the administration and enforcement of the Commonwealth's abandoned and [unclaimed property laws](#). Tangible and intangible property that has remained unclaimed for three or more years is reported and remitted to the Treasury Department by holders in possession of the property. The Commonwealth maintains perpetual custody of the property until it is claimed by the rightful owner. Revenues generated by collection of unclaimed property are deposited directly into the General Fund.

Treasury administers the [Achieving a Better Life Experience Fund \(ABLE\)](#), which provides qualifying individuals with disabilities and their families with a tax-free option to save for disability-related expenses while maintaining government benefits.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:

General Government Operations		Information Technology Cyber Security	
\$ 925	—to continue current program.	\$ 100	—to continue current program.
Intergovernmental Organizations		Board of Finance and Revenue	
\$ (7)	—to continue current program.	\$ 424	—to continue current program.

Program: Disbursement, Investment, and Cash Management, continued**Program Recommendations, continued:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

MOTOR LICENSE FUND:**Administration - Refunding Liquid Fuels Taxes**

\$ 10 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 45,365	\$ 46,272	\$ 47,197	\$ 47,197	\$ 47,197	\$ 47,197	\$ 47,197
Divestiture Reimbursement ..	2,485	150	150	150	150	150	150
Intergovernmental Organizations.....	1,278	1,334	1,327	1,327	1,327	1,327	1,327
Information Technology Cyber Security	1,150	1,250	1,350	1,350	1,350	1,350	1,350
Board of Finance and Revenue	3,646	3,970	4,394	4,394	4,394	4,394	4,394
Law Enforcement and Emergency Response Death Benefit.....	3,330	3,330	3,330	3,330	3,330	3,330	3,330
Transfer to ABLE Fund	900	1,500	1,500	1,500	1,500	1,500	1,500
TOTAL GENERAL FUND	\$ 58,154	\$ 57,806	\$ 59,248	\$ 59,248	\$ 59,248	\$ 59,248	\$ 59,248
MOTOR LICENSE FUND:							
Administration-Refunding Liquid Fuels Taxes.....	\$ 591	\$ 605	\$ 615	\$ 615	\$ 615	\$ 615	\$ 615
Refunding Liquid Fuels Taxes-State Share (EA).....	4,500	4,500	4,500	4,500	4,500	4,500	4,500
Refunding Liquid Fuels Taxes-Agriculture (EA)	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Refunding Liquid Fuels Taxes-Political Subdivisions (EA).....	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Refunding Liquid Fuels Taxes-Volunteer Services (EA).....	800	800	800	800	800	800	800
Refunding Liquid Fuels Taxes-Snowmobiles and ATVs (EA)	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Refunding Liquid Fuels Taxes-Boat Fund (EA)	12,500	13,500	13,500	13,500	13,500	13,500	13,500
TOTAL MOTOR LICENSE FUND	\$ 29,391	\$ 30,405	\$ 30,415	\$ 30,415	\$ 30,415	\$ 30,415	\$ 30,415

Program: Debt Service

Goal: To provide for interest and principal requirements of notes and bonds issued by the Commonwealth and other expenses related to debt service.

The Commonwealth, through the Treasury Department, is obligated to meet principal and interest requirements and other expenses related to debt service.

Long-term bonds are issued by the state to finance the cost of public improvements that represent a heavy financial burden which cannot be funded through current revenues. These bond issues provide funds for the acquisition and development of public recreation and historic sites and facilities; economic revitalization efforts; low-cost loans for water supply and sewage treatment improvements; and a wide variety of construction and renovation projects for hospitals, higher education facilities, state parks, flood control, correctional institutions, and various public buildings.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:

General Obligation Debt Service

\$ 170,610 —the net effect on principal and interest requirements. \$ (1,119)

ENVIRONMENTAL STEWARDSHIP FUND:

Debt Service for Growing Greener (EA)

—the net effect on principal and interest requirements.

MOTOR LICENSE FUND:

Capital Debt Transportation Projects

\$ 2,955 —the net effect on principal and interest requirements.

General Obligation Debt Service

\$ 5,101 —the net effect on principal and interest requirements.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
GENERAL FUND:	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Loan and Transfer Agent	\$ 40	\$ 40	\$ 40	\$ 40	\$ 40	\$ 40	\$ 40
General Obligation Debt Service	1,100,000	1,312,000	1,482,610	1,551,815	1,652,848	1,779,648	1,782,870
TOTAL GENERAL FUND	<u>\$ 1,100,040</u>	<u>\$ 1,312,040</u>	<u>\$ 1,482,650</u>	<u>\$ 1,551,855</u>	<u>\$ 1,652,888</u>	<u>\$ 1,779,688</u>	<u>\$ 1,782,910</u>

*Program: Debt Service, continued***Appropriations within this Program, continued:**

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Capital Debt Transportation Projects	\$ 35,920	\$ 35,010	\$ 37,965	\$ 38,006	\$ 38,047	\$ 38,080	\$ 38,447
General Obligation Debt Service	14,813	16,089	21,190	19,804	20,337	21,001	21,796
Loan and Transfer Agent	40	40	40	40	40	40	40
TOTAL MOTOR LICENSE FUND	\$ 50,773	\$ 51,139	\$ 59,195	\$ 57,850	\$ 58,424	\$ 59,121	\$ 60,283
ENVIRONMENTAL STEWARDSHIP FUND:							
Debt Service for Growing Greener (EA)	\$ 9,944	\$ 3,016	\$ 1,897	\$ 1,896	\$ 1,893	\$ 1,920	\$ 1,942



AGING

The mission of the [Department of Aging](#) is to promote independence, purpose, and well-being in the lives of older adults through advocacy, service, and protection.

The department administers programs, advocates for and protects older Pennsylvanians, and serves as a central point of contact for raising concerns to state government.

Local Area Agencies on Aging deliver statewide services, including home and community-based care, nutrition, employment assistance, transportation, domiciliary care, ombudsman support, caregiver assistance, and protective services. The department also operates the pharmaceutical assistance program for older Pennsylvanians.

Programs and Goals

Community Services for Older Pennsylvanians: *To help older Pennsylvanians maintain active, independent lives in their homes or in community-based living arrangements.*

Pharmaceutical Assistance: *To assist eligible older Pennsylvanians in affording prescriptions necessary for maintaining their health and well-being.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
(F)Programs for the Aging-Title III-Administration.....	\$ 1,781	\$ 1,781	\$ 1,781
(F)Programs for the Aging-Title V-Administration	127	127	127
(F)Medical Assistance-Administration	888	888	888
(F)Programs for the Aging-Title VII-Administration	922	1,110	1,166
Subtotal.....	\$ 3,718	\$ 3,906	\$ 3,962
Total - General Government.....	\$ 3,718	\$ 3,906	\$ 3,962
<i>Grants and Subsidies:</i>			
(F)Programs for the Aging-Title III.....	\$ 56,800	\$ 60,271	\$ 60,271
(F)Programs for the Aging-Nutrition	10,000	10,000	10,000
(F)Programs for the Aging-Title V-Employment	12,269	12,269	12,269
(F)Programs for the Aging-Title VII-Elder Rights Protection	8,600	8,600	8,600
(F)Medical Assistance-Support	9,000	9,000	9,000
(F)Chronic Disease Self-Management Education	271	271	271
(F)Pre-Admission Assessment.....	4,000	4,000	4,000
(F)Programs for the Aging-Title III-Caregiver Support	10,000	10,300	10,000
(F)State Opioid Response (EA).....	124	75	75
Subtotal.....	\$ 111,064	\$ 114,786	\$ 114,486
Total - Grants and Subsidies.....	\$ 111,064	\$ 114,786	\$ 114,486
GENERAL FUND TOTAL	\$ 114,782	\$ 118,692	\$ 118,448
<u>LOTTERY FUND:</u>			
<i>General Government:</i>			
General Government Operations	\$ 14,818	\$ 17,546	\$ 20,930
(A)Day Care Licensure.....	9	9	9
(A)Digital Fingerprint Fees	136	136	138
Subtotal.....	\$ 14,963	\$ 17,691	\$ 21,077
Subtotal - State Funds.....	14,818	17,546	20,930
Subtotal - Augmentations	145	145	147
Total - General Government.....	\$ 14,963	\$ 17,691	\$ 21,077

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)			
	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Grants and Subsidies:			
PENNCARE.....	\$ 287,848	\$ 298,555	\$ 299,262
(A)Attendant Care Patient Fees	263	321	265
(A)Adult Protective Services.....	237	468	237
Subtotal.....	<u>\$ 288,348</u>	<u>\$ 299,344</u>	<u>\$ 299,764</u>
Aging Our Way, PA.....	2,950	2,950	5,950
Pre-Admission Assessment	8,750	8,750	8,750
Caregiver Support	12,103	12,103	12,103
Alzheimer's Outreach	250	250	250
Transfer to Pharmaceutical Assistance Fund.....	160,000	150,000	155,000
Grants to Senior Centers	3,000	3,000	3,000
Subtotal - State Funds.....	\$ 474,901	\$ 475,608	\$ 484,315
Subtotal - Augmentations	500	789	502
Total - Grants and Subsidies.....	<u>\$ 475,401</u>	<u>\$ 476,397</u>	<u>\$ 484,817</u>
STATE FUNDS.....	\$ 489,719	\$ 493,154	\$ 505,245
AUGMENTATIONS	645	934	649
LOTTERY FUND TOTAL	<u>\$ 490,364</u>	<u>\$ 494,088</u>	<u>\$ 505,894</u>
OTHER FUNDS:			
PHARMACEUTICAL ASSISTANCE FUND:			
PACE Contracted Services (EA).....	\$ - ^a	\$ 7,855 ^a	\$ 1,418 ^a
(A)Department of Corrections Claims	1,450	2,250	2,250
Administration of PACE (EA).....	1,530	1,591	1,845
(F)Diabetes Prevention (EA)	110	55	55
PHARMACEUTICAL ASSISTANCE FUND TOTAL	<u>\$ 3,090</u>	<u>\$ 11,751</u>	<u>\$ 5,568</u>
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	489,719	493,154	505,245
FEDERAL FUNDS.....	114,782	118,692	118,448
AUGMENTATIONS	645	934	649
RESTRICTED	-	-	-
OTHER FUNDS.....	3,090	11,751	5,568
TOTAL ALL FUNDS	<u>\$ 608,236</u>	<u>\$ 624,531</u>	<u>\$ 629,910</u>

^a Lottery Fund transfer to the Pharmaceutical Assistance Fund not added to avoid double counting: PACE Contracted Services (EA) for 2024-25 Actual is \$155,461,000, 2025-26 Available is \$157,855,000, and 2026-27 Budget is \$156,418,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
COMMUNITY SERVICES FOR OLDER PENNSYLVANIANS:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	329,719	343,154	350,245	350,952	351,659	352,366	353,073
FEDERAL FUNDS.....	114,782	118,692	118,448	118,448	118,448	118,448	118,448
AUGMENTATIONS	645	934	649	649	649	649	649
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 445,146</u>	<u>\$ 462,780</u>	<u>\$ 469,342</u>	<u>\$ 470,049</u>	<u>\$ 470,756</u>	<u>\$ 471,463</u>	<u>\$ 472,170</u>
PHARMACEUTICAL ASSISTANCE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	160,000	150,000	155,000	155,000	160,000	165,000	170,000
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	3,090	11,751	5,568	8,696	6,932	5,233	4,150
SUBCATEGORY TOTAL....	<u>\$ 163,090</u>	<u>\$ 161,751</u>	<u>\$ 160,568</u>	<u>\$ 163,696</u>	<u>\$ 166,932</u>	<u>\$ 170,233</u>	<u>\$ 174,150</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	489,719	493,154	505,245	505,952	511,659	517,366	523,073
FEDERAL FUNDS.....	114,782	118,692	118,448	118,448	118,448	118,448	118,448
AUGMENTATIONS	645	934	649	649	649	649	649
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	3,090	11,751	5,568	8,696	6,932	5,233	4,150
DEPARTMENT TOTAL	<u>\$ 608,236</u>	<u>\$ 624,531</u>	<u>\$ 629,910</u>	<u>\$ 633,745</u>	<u>\$ 637,688</u>	<u>\$ 641,696</u>	<u>\$ 646,320</u>

Program: Community Services for Older Pennsylvanians

Goal: To help older Pennsylvanians maintain active, independent lives in their homes or in community-based living arrangements.

The [Department of Aging](#) advances the Commonwealth's commitment to support older Pennsylvanians by offering services tailored to diverse needs. A statewide network of [Area Agencies on Aging \(AAA\)](#) connects older Pennsylvanians with services that support independent living, even when only minimal assistance is needed. AAAs also sponsor community centers that offer meals and a full range of social, nutritional, recreational, and educational activities.

Transportation services help older adults attend medical appointments, shop, or participate in community events. Job training and placement services connect older Pennsylvanians to private sector jobs, subsidized part-time employment, and additional training opportunities.

Home and Community-Based Services

The Department of Aging collaborates with AAAs to develop a coordinated system of home and community-based care. These services promote independence and increase opportunities for family and community involvement. Person-centered counseling helps individuals understand available resources and make informed choices across the care continuum.

The department assesses individual needs and refers people to appropriate services. Staff coordinate with providers to develop personalized care plans. Through the [OPTIONS](#) program, the department offers services that support independence, reduce reliance on institutional care, and maintain the highest possible level of community functioning. OPTIONS offers care management, personal care, daily living support, and home-delivered meals. Individuals with higher incomes contribute to the cost of these services.

Caregiver Support and Protective Services

AAAs administer the Caregiver Support Program, which provides eligible caregivers with resources, assistance, and reimbursement for caregiving-related expenses. They also deliver protective services for older adults facing abuse, neglect, exploitation, or abandonment. The department investigates reports of need and develops individualized plans to reduce or eliminate risk.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		PENNCARE	
\$ 2,384	—to continue current program.	\$ 707	—to continue current program.
850	—Initiative—to expand evaluation and technical assistance to the AAA network.		
150	—Initiative—to modernize data collection and program performance.	\$ 3,000	Aging Our Way, PA —Initiative—to transform the infrastructure and coordination of services for Pennsylvania's older adults.
<u>\$ 3,384</u>	<i>Appropriation Increase</i>		

Program: Community Services for Older Pennsylvanians, continued**Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
LOTTERY FUND:							
General Government Operations	\$ 14,818	\$ 17,546	\$ 20,930	\$ 20,930	\$ 20,930	\$ 20,930	\$ 20,930
PENNCARE	287,848	298,555	299,262	299,969	300,676	301,383	302,090
Aging Our Way, PA... Pre-Admission Assessment	2,950	2,950	5,950	5,950	5,950	5,950	5,950
Caregiver Support.....	8,750	8,750	8,750	8,750	8,750	8,750	8,750
Alzheimer's Outreach Grants to Senior Centers	12,103	12,103	12,103	12,103	12,103	12,103	12,103
	250	250	250	250	250	250	250
	3,000	3,000	3,000	3,000	3,000	3,000	3,000
TOTAL LOTTERY FUND	\$ 329,719	\$ 343,154	\$ 350,245	\$ 350,952	\$ 351,659	\$ 352,366	\$ 353,073

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Ensure that older Pennsylvanians who are in need of protective or ombudsman services are receiving those services.							
Reports of need	38,339	44,314	53,840	58,532	66,702	69,358	74,750
Percentage of investigative reports of need substantiated	% 37.8	37.5	35.0	34.1	34.0	35.0	35.0
Percentage of facility complaints resolved to resident satisfaction by ombudsman	% 83	65	66	64	65	67	70
Increase services and support for caregivers in the Caregiver Support Program and develop a tool to better assess caregiver needs across the Commonwealth.							
Families receiving caregiver support	4,805	5,072	5,008	4,900	4,875	5,218	5,343
Ensure the department's services, programs, and supports reach older Pennsylvanians who need them.							
Congregate meals served.....	54,893	64,045	71,787	77,254	77,185	86,371	92,150

Program: Pharmaceutical Assistance

Goal: To assist eligible older Pennsylvanians in affording prescription medications necessary for maintaining their health and well-being.

The Department of Aging administers the [Pharmaceutical Assistance Contract for the Elderly \(PACE\)](#) program, which helps Pennsylvanians age 65 and over with limited incomes afford prescription medications. PACE has two components: PACE and PACE Needs Enhancement Tier (PACENET). PACENET serves individuals with higher incomes.

Both programs cover Medicare Part D premiums. PACENET cardholders pay their monthly Part D premium and applicable copays at the pharmacy. The program also assists enrollees in accessing the federal Extra Help/Low-Income Subsidy and partners with select drug plans to facilitate enrollment in Part D coverage.

PACE covers prescription medications, insulin, syringes, and needles, except those excluded from the Manufacturer's Rebate Program. Over-the-counter medications are not covered.

The Department of Aging ensures program integrity by verifying eligibility, reviewing income against Pennsylvania tax returns, and auditing pharmacy providers. It uses both prospective and retrospective drug utilization reviews to monitor prescribing patterns and prevent misuse.

As the administrative and fiscal agent for other Commonwealth drug reimbursement programs, the department processes claims, manages cardholder and provider enrollment, conducts outreach, and collects manufacturer rebates.

PACE also supports parolees identified by the Department of Corrections and the Board of Probation and Parole. It coordinates pharmacy benefits and oversees participation in the federal 340B Drug Pricing Program.

The [PACE Application Center](#) and the [Pennsylvania Patient Assistance Clearinghouse](#) assists Pennsylvanians in applying for pharmacy benefits, as well as other public and private benefits, including healthcare, transportation, housing, and employment services.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Transfer to Pharmaceutical Assistance Fund

\$ 5,000 —increase in Lottery Fund transfer needed to support the PACE program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
LOTTERY FUND:							
Transfer to Pharmaceutical Assistance Fund	\$ 160,000	\$ 150,000	\$ 155,000	\$ 155,000	\$ 160,000	\$ 165,000	\$ 170,000

Program: Pharmaceutical Assistance, continued**Program Measures:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Ensure that eligible older Pennsylvanians who need help in paying for medications are enrolled in PACE/PACENET.							
Older Pennsylvanians enrolled (average) in PACE.....	61,934	55,616	49,703	44,602	38,868	33,870	29,514
Total prescriptions per year - PACE	1,178,720	1,042,800	868,481	721,533	573,162	455,922	362,329
Older Pennsylvanians enrolled (average) in PACENET.....	147,046	149,490	152,802	153,415	153,515	153,607	153,699
Total prescriptions per year - PACENET	3,043,557	2,969,712	3,004,508	2,853,638	2,525,146	2,232,366	1,974,596



AGRICULTURE

The mission of the Pennsylvania [Department of Agriculture](#) is to ensure a vibrant economy, a successful future for Pennsylvania agriculture, and to safeguard the public through:

- Targeted investments to grow opportunities and remove barriers;
- Protecting human, animal, environmental, and plant health through regulatory oversight;
- Promotion of and education about Pennsylvania's agriculture products and sectors; and
- Conserving farmland and natural resources for the prosperity of Pennsylvania.

Pennsylvania's farm families are the stewards of millions of acres of farmland. In total, production agriculture and agribusiness industries' contributions to Pennsylvania's economy make Pennsylvania farmers and agribusinesses the leading economic drivers in our state.

In addition to production agriculture, the industry also raises revenue and creates jobs through support services such as food processing, marketing, transportation, and farm equipment.

Programs and Goals

Protection and Development of Agricultural Industries: To facilitate agriculture's continued economic vitality and ensure the health and safety of consumers, animals, and plants while protecting the environment through agricultural stewardship of natural resources.

Horse Racing Regulation: To prevent consumer fraud in the racing industry.

Emergency Food Assistance: To distribute surplus and donated food through institutions and counties or designated lead agencies to individuals and families who are dependent or disadvantaged to support minimum standards of living and economic independence.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 48,604	\$ 49,415	\$ 50,433
(F)Plant Pest Detection System	1,300	1,300	1,300
(F)Medicated Feed Mill Inspection	200	200	71
(F)National School Lunch Administration	2,200	2,200	2,900
(F)Emergency Food Assistance	11,500	11,500	9,000
(F)COVID-Resilient Food Systems Infrastructure Program (EA)	272	350	338
(F)Pesticide Control	1,000	1,000	754
(F)Agricultural Risk Protection	1,000	1,000	1,000
(F)Commodity Supplemental Food	4,000	8,000	4,000
(F)Organic Cost Distribution	650	650	650
(F)Animal Disease Control	4,000	4,000	4,000
(F)Food Establishment Inspections	5,000	5,000	3,646
(F)Integrated Pest Management	250	250	250
(F)Avian Influenza Surveillance	25,000	25,000	25,000
(F)Scrapie Disease Control	60	60	60
(F)Foot and Mouth Disease Monitoring	150	150	150
(F)Innovative Nutrient and Sediment Reduction	5,000	6,500	6,500
(F)Animal Identification	2,000	2,000	1,000
(F)Specialty Crops	3,500	3,500	3,500
(F)Emerald Ash Borer Mitigation	800	800	30
(F)Farmland Protection	6,000	6,000	6,000
(F)Crop Insurance	2,000	2,000	2,000
(F)Spotted Lanternfly	12,000	12,000	5,000
(F)Animal Feed Regulatory Program	2,000	2,000	225
(F)Conservation Partnership Farmland Preservation	6,500	6,500	6,500
(A)Lime Fees	26	23	23
(A)Commercial Feed Inspections	955	700	700
(A)Milk Plant Inspections	17	20	20
(A)Training Rides and Attractions	36	30	25
(A)Apiary Registration and Fees	30	25	25
(A)Consumer Fireworks License	1,213	950	750
(A)Taxidermy Permit Registrations	99	100	100
(A)Vet Lab Diagnostic Fees	996	700	700
(A)Domestic Animal Dealer License	62	65	65
(A)Food Site Inspection, License, and Registration Fees	16	20	20
(A)Certificates of Free Sale	124	115	115

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(A)Interagency Services	378	390	390
(R)Adult Use Cannabis-Revolving Loan Fund	-	-	25,000
(R)Adult Use Cannabis-Operations and Technical Assistance.....	-	-	15,000
(R)Dog Law Administration	8,747	7,823	8,078
(R)Pesticide Regulation.....	3,540	6,064	6,353
(R)Agriculture Farm Operations	510	488	489
(R)Plant Pest Management.....	472	604	587
(R)Agronomic Regulation.....	556	1,026	1,008
(R)Cervidae Livestock Operations	101	70	70
(R)National School Lunch	42	60	60
Subtotal.....	\$ 162,906	\$ 170,648	\$ 193,885
Agricultural Preparedness and Response	34,000	9,000	11,000
(R)Rapid Response Disaster Readiness	- ^a	- ^a	- ^a
Agricultural Excellence	4,100	4,100	3,300
Agricultural Business and Workforce Investment	4,800	4,800	4,800
(R)Agricultural Business Development Center Fund	- ^b	- ^b	- ^b
(R)Specialty Crop Block Grant Fund	- ^c	- ^c	- ^c
Farmers' Market Food Coupons	2,579	9,579	9,579
(F)Farmers' Market Food Coupons	4,000	4,000	4,000
(F)Senior Farmers' Market Nutrition.....	2,200	2,200	2,200
(F)COVID-Senior Farmers' Market Nutrition (EA)	4,380	-	-
Agricultural Research	2,187	2,187	2,187
Agricultural Promotion, Education, and Exports	303	303	303
Agricultural Innovation Development.....	10,000	10,000	19,000
Hardwoods Research and Promotion.....	725	725	725
Subtotal - State Funds.....	\$ 107,298	\$ 90,109	\$ 101,327
Subtotal - Federal Funds.....	106,962	108,160	90,074
Subtotal - Augmentations	3,952	3,138	2,933
Subtotal - Restricted.....	13,968	16,135	56,645
Total - General Government.....	\$ 232,180	\$ 217,542	\$ 250,979
Grants and Subsidies:			
Livestock and Consumer Health Protection	\$ 1,000	\$ 1,000	\$ 1,000
Animal Health and Diagnostic Commission	11,350	11,350	6,000
Livestock Show.....	215	215	215
Open Dairy Show	215	215	215
Youth Shows	169	169	169
State Food Purchase	26,688	30,688	30,688
(F)Local Food for Schools	2,000	2,000	-

Summary by Fund and Appropriation

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
(F)COVID-Local Food Purchase Assistance (EA)	-	-	13,000
Food Marketing and Research	494	494	494
(F)Market Improvement.....	250	250	250
Fresh Food Financing Initiative.....	2,000	2,000	2,000
Transfer to Nutrient Management Fund	6,200	6,200	6,200
Transfer to Conservation District Fund	2,669	2,669	2,669
Transfer to Agricultural College Land Scrip Fund	57,710	57,710	57,710
Transfer to Farm Products Show Fund	5,000	5,000	5,000
PA Preferred Program Trademark Licensing.....	2,905	2,905	2,905
(R)PA Preferred Trademark Licensing Fund.....	- ^d	- ^d	- ^d
Payments to Pennsylvania Fairs.....	4,000	4,000	-
Pennsylvania Veterinary Lab	-	5,309	-
University of Pennsylvania-Veterinary Activities	31,560	31,560	31,560
University of Pennsylvania-Center for Infectious Disease	1,793	1,793	1,793
(R)PA Malt and Brewed Beverages Industry Promotion Board (EA)	1,000	1,000	1,000
(R)PA Wine Marketing and Research Program Board (EA)	1,000	1,000	1,000
(R)PA Distilled Spirits Industry Promotion Board (EA).....	1,000	1,000	1,000
Subtotal - State Funds.....	\$ 153,968	\$ 163,277	\$ 148,618
Subtotal - Federal Funds.....	2,250	2,250	13,250
Subtotal - Restricted.....	3,000	3,000	3,000
Total - Grants and Subsidies.....	\$ 159,218	\$ 168,527	\$ 164,868
STATE FUNDS.....	\$ 261,266	\$ 253,386	\$ 249,945
FEDERAL FUNDS.....	109,212	110,410	103,324
AUGMENTATIONS	3,952	3,138	2,933
RESTRICTED	16,968	19,135	59,645
GENERAL FUND TOTAL	\$ 391,398	\$ 386,069	\$ 415,847
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Weights and Measures Administration	\$ 5,908	\$ 5,908	\$ 5,908
<i>Grants and Subsidies:</i>			
Dirt, Gravel, and Low Volume Roads.....	\$ 28,000	\$ 28,000	\$ 28,000
MOTOR LICENSE FUND TOTAL.....	\$ 33,908	\$ 33,908	\$ 33,908
<u>OTHER FUNDS:</u>			
AGRICULTURAL COLLEGE LAND SCRIP FUND:			
(R)Agricultural Research Programs and Extension Services.....	\$ - ^e	\$ - ^e	\$ - ^e

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
AGRICULTURAL CONSERVATION EASEMENT PURCHASE FUND:			
Purchase of County Easements (EA).....	\$ 40,000	\$ 40,000	\$ 40,000
CLEAN STREAMS FUND:			
SCC Agriculture Conservation Assistance Program (EA).....	\$ 43,498	\$ 39,194	\$ 37,615
(F)COVID-SFR SCC Agriculture Conservation Assistance Program.....	599	70	-
Transfer to Nutrient Management Fund	6,107	5,482	5,261
CLEAN STREAMS FUND TOTAL	\$ 50,204	\$ 44,746	\$ 42,876
CONSERVATION DISTRICT FUND:			
Conservation District Grants (EA)	\$ 5,173	\$ 5,173	\$ 5,173
ENVIRONMENTAL STEWARDSHIP FUND:			
Transfer to Agricultural Conservation Easement Program (EA)	\$ 12,471	\$ 12,969	\$ 12,784
FARM PRODUCTS SHOW FUND:			
General Operations (EA).....	\$ 16,523	\$ 17,636	\$ 17,636
NUTRIENT MANAGEMENT FUND:			
Planning, Loans, Grants, and Technical Assistance (EA).....	\$ 3,280	\$ 3,280	\$ 3,280
(F)COVID-SFR NM Planning, Grants, and Technical Assistance.....	489	-	-
Nutrient Management-Administration (EA)	1,909	2,322	2,322
NUTRIENT MANAGEMENT FUND TOTAL	\$ 5,678	\$ 5,602	\$ 5,602
PA RACE HORSE DEVELOPMENT TRUST FUND:			
(R)Animal Health and Diagnostic Commission	\$ -	\$ -	\$ 5,350
(R)Payments to Pennsylvania Fairs	-	-	4,000
(R)Pennsylvania Veterinary Lab.....	5,309	-	5,309
PA RACE HORSE DEVELOPMENT TRUST FUND TOTAL	\$ 5,309	\$ -	\$ 14,659
STATE RACING FUND:			
State Racing Commission	\$ 7,680	\$ 8,155	\$ 8,371
Equine Toxicology and Research Laboratory	14,845	14,962	15,649
Horse Racing Promotion	2,195	1,871	1,857
(R)Sire Stakes Fund.....	7,913	8,889	7,715
(R)Breeders' Fund	16,497	15,000	15,000
(R)PA Standardbred Breeders Development Fund.....	5,576	7,600	7,428
STATE RACING FUND TOTAL	\$ 54,706	\$ 56,477	\$ 56,020

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 261,266	\$ 253,386	\$ 249,945
MOTOR LICENSE FUND	33,908	33,908	33,908
LOTTERY FUND	-	-	-
FEDERAL FUNDS	109,212	110,410	103,324
AUGMENTATIONS	3,952	3,138	2,933
RESTRICTED	16,968	19,135	59,645
OTHER FUNDS	190,064	182,603	194,750
TOTAL ALL FUNDS	\$ 615,370	\$ 602,580	\$ 644,505

^a Agricultural Preparedness and Response transfer to Rapid Response Disaster Readiness not added to avoid double counting. Rapid Response Disaster Readiness for 2024-25 Actual is \$4,576,460, 2025-26 Available is \$9,000,000, and 2026-27 Budget is \$11,000,000.

^b Agricultural Business and Workforce Investment transfer to Agricultural Business Development Center Fund not added to avoid double counting. Agricultural Business Development Center for 2024-25 Actual is \$1,670,024, 2025-26 Available is \$2,000,000, and 2026-27 Budget is \$2,000,000.

^c Agricultural Business and Workforce Investment transfer to Specialty Crop Block Grant Fund not added to avoid double counting. Specialty Crop Block Grant for 2024-25 Actual is \$266,660, 2025-26 Available is \$500,000, and 2026-27 Budget is \$500,000.

^d PA Preferred Program Trademark Licensing transfer to PA Preferred Trademark Licensing Fund not added to avoid double counting. PA Preferred Trademark Licensing for 2024-25 Actual is \$3,117,083, 2025-26 Available is \$2,905,000, and 2026-27 Budget is \$2,905,000.

^e General Fund transfer to Agricultural College Land Scrip Fund not added to avoid double counting. Agricultural Research Programs and Extension Services for 2024-25 Actual is \$57,710,000, 2025-26 Available is \$57,710,000, and 2026-27 Budget is \$57,710,000.

^f Includes recommended supplemental executive authorization of \$2,131,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
PROTECTION AND DEVELOPMENT OF AGRICULTURAL INDUSTRIES:							
GENERAL FUND.....	\$ 231,999	\$ 213,119	\$ 209,678	\$ 211,278	\$ 211,278	\$ 211,278	\$ 211,278
MOTOR LICENSE FUND...	33,908	33,908	33,908	33,908	33,908	33,908	33,908
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	80,860	82,360	70,786	70,786	70,786	70,786	70,786
AUGMENTATIONS	3,952	3,138	2,933	2,933	2,933	2,933	2,933
RESTRICTED	16,968	19,135	59,645	34,645	34,645	34,645	34,645
OTHER FUNDS.....	135,358	126,126	138,730	136,741	136,866	136,990	137,159
SUBCATEGORY TOTAL....	<u>\$ 503,045</u>	<u>\$ 477,786</u>	<u>\$ 515,680</u>	<u>\$ 490,291</u>	<u>\$ 490,416</u>	<u>\$ 490,540</u>	<u>\$ 490,709</u>
HORSE RACING REGULATION:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	54,706	56,477	56,020	52,136	51,996	51,856	51,719
SUBCATEGORY TOTAL....	<u>\$ 54,706</u>	<u>\$ 56,477</u>	<u>\$ 56,020</u>	<u>\$ 52,136</u>	<u>\$ 51,996</u>	<u>\$ 51,856</u>	<u>\$ 51,719</u>
EMERGENCY FOOD ASSISTANCE:							
GENERAL FUND.....	\$ 29,267	\$ 40,267	\$ 40,267	\$ 40,267	\$ 40,267	\$ 40,267	\$ 40,267
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	28,352	28,050	32,538	19,538	19,538	19,538	19,538
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 57,619</u>	<u>\$ 68,317</u>	<u>\$ 72,805</u>	<u>\$ 59,805</u>	<u>\$ 59,805</u>	<u>\$ 59,805</u>	<u>\$ 59,805</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 261,266	\$ 253,386	\$ 249,945	\$ 251,545	\$ 251,545	\$ 251,545	\$ 251,545
MOTOR LICENSE FUND...	33,908	33,908	33,908	33,908	33,908	33,908	33,908
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	109,212	110,410	103,324	90,324	90,324	90,324	90,324
AUGMENTATIONS	3,952	3,138	2,933	2,933	2,933	2,933	2,933
RESTRICTED	16,968	19,135	59,645	34,645	34,645	34,645	34,645
OTHER FUNDS.....	190,064	182,603	194,750	188,877	188,862	188,846	188,878
DEPARTMENT TOTAL	<u>\$ 615,370</u>	<u>\$ 602,580</u>	<u>\$ 644,505</u>	<u>\$ 602,232</u>	<u>\$ 602,217</u>	<u>\$ 602,201</u>	<u>\$ 602,233</u>

Program: Protection and Development of Agricultural Industries

Goal: To facilitate agriculture's continued economic vitality and ensure the health and safety of consumers, animals, and plants while protecting the environment through agricultural stewardship of natural resources.

The [Department of Agriculture](#) facilitates continued economic vitality of agricultural industries in the Commonwealth. The department ensures the health and safety of consumers, plants, and animals, reflecting agriculture's core regulatory functions in such critical areas as food safety, animal health, amusement ride and fireworks safety, and protecting plants from invasive pests like the [Spotted Lanternfly](#). The department also ensures agricultural stewardship of natural resources, and reflects ongoing commitments to the preservation of land and improvements to the quality of soil and water essential to agriculture's continued success.

Increase Market Opportunities and Transition to More Profitable Enterprises

The department helps farmers, food processors, and other agribusinesses build awareness of Pennsylvania agricultural products and reach domestic and international markets and consumers. The [PA Preferred®](#) program offers marketing and promotional support for members who grow or process locally produced agricultural products.

The [PA Specialty Crops Grant](#) program supplements federal funding received from the United States Department of Agriculture. This program supports transition to organic production and processing and targets certain crops that are not eligible for the federal program, but are either important sectors in Pennsylvania agriculture, such as [hardwoods](#), or appear to offer new market opportunities, such as hemp.

Finally, the Department of Agriculture continues to partner with the Department of Community and Economic Development (DCED) to allocate financing for the [Next Generation Farmer Loan](#) program, to certify beginning farmers for the [Beginning Farmer Realty Transfer Tax Exemption](#), and to assist farmers and processors with accessing DCED's affordable financing for small businesses.

Plan for Transition

The [Agricultural Business Development Center](#) builds technical assistance capacity and helps farmers find technical assistance providers who can help them with their business, finances, marketing, and other planning, including succession planning. Priority is placed on the farms that are in the [Farmland Preservation](#) program with easements requiring that the land stay in agricultural production in perpetuity.

Strengthen the Agricultural Workforce

The [Farm to School](#) program and the [Agriculture and Youth](#) program aid youth exploring agricultural opportunities and careers. Both programs provide grants for individual projects.

Develop Additional Processing Capacity

The department's [Bureau of Food Safety and Laboratory Services](#) regulates the food processing sector to ensure the safety of Pennsylvania's food supply.

Celebrating Agriculture

The Department of Agriculture also supports Pennsylvania's county and community fairs, and it operates the [Pennsylvania Farm Show Complex and Exposition Center](#). The complex hosts the state's sponsored shows: the annual Pennsylvania Farm Show, the All-American Dairy Show, and the Keystone International Livestock Exposition. The department also distributes funding for fair-related activities to 4-H programs and Future Farmers of America chapters.

Protected and Educated Public and Industry

The department works to ensure public safety and protects consumers through its work to safeguard the food supply and the environment, assist low-income consumers with accessing nutritious foods, and ensure the integrity of the horse and harness racing industries and weighing and measuring devices.

As part of the Department of Agriculture's work to preserve the integrity of Pennsylvania's [food system](#), it inspects retail food facilities annually, making this information [readily available to the public](#). The number of facilities the department must inspect has grown in recent years as municipalities eliminate local inspection programs, transferring responsibility to the department. The shift in inspection work has driven up the average number of inspections per inspector to well above federal recommendations.

Program: Protection and Development of Agricultural Industries, continued

The [PA Rapid Response Disaster Readiness Account](#) assists the department in acting quickly to respond to an outbreak of foodborne illness, [foreign animal disease](#), or plant disease to limit the scope of any such emergency to the extent possible.

The Department of Agriculture also guards against potentially devastating invasive [pests and diseases](#); oversees the sale, use, and handling of [pesticides](#); and monitors [seeds](#), [feed](#), and [fertilizer](#) for safety and accurate labeling. Whether [inspecting nurseries](#), surveying for Spotted Lanternfly populations, or regulating the cultivation of hemp, the department is ensuring the health of Pennsylvania's ecology and, in turn, its people.

The department also verifies the accuracy of [meters and scales](#) and inspects [amusement rides](#). As with the number of food establishments, the number of weighing and measuring devices and attractions considered amusement rides continues to increase while fewer counties and municipalities support inspection programs. The Department of Agriculture is working to accommodate this shifting workload by partnering with certified professionals from the private sector to ensure the weights and volumes of products consumers purchase are accurate. In addition, the department has updated and enhanced their use of mobile technology to improve productivity and ensure more devices are inspected according to their compliance schedule.

The Department of Agriculture supports a comprehensive research and diagnostic laboratory system to protect against diseases, provide service to production agriculture operations, and maintain the integrity and safety of the food system. [Pennsylvania Animal Diagnostic Laboratory System \(PADLS\)](#) and the [Animal Health and Diagnostic Commission](#) work to detect, identify, contain, and eradicate livestock and poultry diseases. PADLS includes the Pennsylvania Veterinary Laboratory, which is part of a nationwide network of state and federal laboratories that provide rapid and accurate diagnostic services to clients, maintain a bio-secure environment, and offer state-of-the-art testing methods for surveillance and detection. Important partners include the Pennsylvania State University, as well as the University of Pennsylvania's School of Veterinary Medicine. The department also supports Penn State's Extension program through the Agricultural College Land Scrip Fund to share research with those in the field and the general public.

The Department of Agriculture also is responsible for ensuring the welfare of breeding dogs and puppies in commercial breeding kennels. The department regulates activities pertaining to dogs that are classified as dangerous and oversees annual licensure and rabies vaccinations for dogs.

Healthy, Sustainable Natural Resources

Pennsylvania leads the nation in number of farms and number of acres preserved. The department works to protect this land and future farms from the threat of development and to keep these operations in production agriculture.

The Department of Agriculture also maintains administrative responsibility for the [State Conservation Commission](#). Under the concurrent authority of the Pennsylvania Departments of Environmental Protection and Agriculture, the commission's primary mission is ensuring stewardship of Pennsylvania's natural resources, protecting and restoring the environment through soil and water conservation practices, working with county conservation districts that assist farmers with meeting nutrient and manure management requirements, and supporting rural communities as they prevent runoff through improved dirt, gravel, and low-volume roads.

The State Conservation Commission operates the [Resource Enhancement and Protection \(REAP\)](#) tax credit program as well as the [AgriLink Program](#), which offers interest rate reductions on loans to implement best management practices (BMPs). The commission also administers the [Conservation Excellence Grant](#) program which offers financial and technical assistance for farmers to implement BMPs in accordance with their farm plan. BMPs offer dual benefits of improved water and soil quality and economic savings by reducing inputs and preserving valuable resources.

Program: Protection and Development of Agricultural Industries, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Animal Health and Diagnostic Commission	
\$ 1,018	—to continue current program.	\$ (5,350)	—funding shift to PA Race Horse Development Trust Fund.
Agricultural Preparedness and Response		Payments to Pennsylvania Fairs	
\$ 2,000	—Initiative—for increased testing capacity in western Pennsylvania.	\$ (4,000)	—funding shift to PA Race Horse Development Trust Fund.
Agricultural Excellence		Pennsylvania Veterinary Lab	
\$ (800)	—funding reduction.	\$ (5,309)	—funding shift to PA Race Horse Development Trust Fund.
Agricultural Innovation Development			
\$ 7,000	—Initiative—for increased support and attraction of innovative agricultural businesses, including energy and conservation.		
2,000	—Initiative—for a county-based digester pilot program.		
\$ 9,000	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
General Government Operations	\$ 48,604	\$ 49,415	\$ 50,433	\$ 50,433	\$ 50,433	\$ 50,433	\$ 50,433
Agricultural Preparedness and Response	34,000	9,000	11,000	11,000	11,000	11,000	11,000
Agricultural Excellence	4,100	4,100	3,300	3,300	3,300	3,300	3,300
Agricultural Business and Workforce Investment	4,800	4,800	4,800	4,800	4,800	4,800	4,800
Agricultural Research	2,187	2,187	2,187	2,187	2,187	2,187	2,187
Agricultural Promotion, Education, and Exports	303	303	303	303	303	303	303
Agricultural Innovation Development	10,000	10,000	19,000	19,000	19,000	19,000	19,000
Hardwoods Research and Promotion	725	725	725	725	725	725	725
Livestock and Consumer Health Protection	1,000	1,000	1,000	1,000	1,000	1,000	1,000

Program: Protection and Development of Agricultural Industries, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Animal Health and Diagnostic Commission	11,350	11,350	6,000	6,000	6,000	6,000	6,000
Livestock Show	215	215	215	215	215	215	215
Open Dairy Show	215	215	215	215	215	215	215
Youth Shows	169	169	169	169	169	169	169
Food Marketing and Research	494	494	494	494	494	494	494
Fresh Food Financing Initiative	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Transfer to Nutrient Management Fund	6,200	6,200	6,200	6,200	6,200	6,200	6,200
Transfer to Conservation District Fund	2,669	2,669	2,669	2,669	2,669	2,669	2,669
Transfer to Agricultural College Land Scrip Fund	57,710	57,710	57,710	57,710	57,710	57,710	57,710
Transfer to Farm Products Show Fund	5,000	5,000	5,000	6,600	6,600	6,600	6,600
PA Preferred Program Trademark Licensing	2,905	2,905	2,905	2,905	2,905	2,905	2,905
Payments to Pennsylvania Fairs	4,000	4,000	-	-	-	-	-
Pennsylvania Veterinary Lab	-	5,309	-	-	-	-	-
University of Pennsylvania-Veterinary Activities	31,560	31,560	31,560	31,560	31,560	31,560	31,560
University of Pennsylvania-Center for Infectious Disease	1,793	1,793	1,793	1,793	1,793	1,793	1,793
TOTAL GENERAL FUND	\$ 231,999	\$ 213,119	\$ 209,678	\$ 211,278	\$ 211,278	\$ 211,278	\$ 211,278
MOTOR LICENSE FUND:							
Weights and Measures Administration	\$ 5,908	\$ 5,908	\$ 5,908	\$ 5,908	\$ 5,908	\$ 5,908	\$ 5,908
Dirt, Gravel, and Low Volume Roads	28,000	28,000	28,000	28,000	28,000	28,000	28,000
TOTAL MOTOR LICENSE FUND	\$ 33,908	\$ 33,908	\$ 33,908	\$ 33,908	\$ 33,908	\$ 33,908	\$ 33,908

Program: Protection and Development of Agricultural Industries, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Decrease threats to animal and human health in Pennsylvania through inspections and laboratory testing.							
Tests conducted by the Pennsylvania Animal Diagnostic Lab System to support access to markets (domestic and international) (in thousands)	615	613	595	645	672	680	690
Annual percentage completion of required regulatory inspections conducted by the Bureau of Animal Health and Diagnostic Services..... %	79	80	65	80	80	85	80
Enforcing all dog-related laws and regulations to protect the public's health and safety.							
Percentage of dogs licensed compared to the estimated total dog population in Pennsylvania	43	43	41	43	44	45	52
Reduce foodborne illness threats through more efficient inspections.							
Retail food facility inspections conducted annually to prevent foodborne illnesses.....	46,023	47,087	46,388	46,551	49,536	50,000	50,500
Retail food safety inspections conducted per food inspector	476	523	510	510	576	581	590
Decrease the risk to Pennsylvania consumers when engaging in commercial transactions.							
Percentage of weighing and measuring devices inspected within their approved time interval	65	61	64	66	67	70	71
Preserve 200 farms (approx. 16,000 acres) annually.							
New farm acres protected.....	14,760	14,885	13,069	13,823	13,847	14,000	14,000
Decrease nutrient runoff and conserve Pennsylvania's natural resources through increased opportunities and incentives in addition to best management practices.							
Farm acres covered by approved Nutrient Management Plans (in thousands)	242	248	265	270	275	280	285
Ensure agricultural stewardship of natural resources.							
Best management practices implemented as a result of the Resource Enhancement and Protection program	645	650	839	1,350	1,864	2,200	2,200
Continue to grow Pennsylvania agriculture's international trade program by increasing opportunities for Pennsylvania farmers and agribusinesses to market their products overseas and by encouraging foreign companies to invest in Pennsylvania agriculture.							
Dollar value of Pennsylvania food and agricultural exports, excluding hardwoods (in millions), due to growth in the department's international trade related activities	\$ 1,981	2,000	2,050	2,550	2,250	2,400	2,500
Facilitate introduction of industrial hemp as a viable food and fiber crop.							
Permits issued to grow hemp	426	275	215	220	204	210	210

Program: Protection and Development of Agricultural Industries, continued

Program Measures, continued:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Ensure that local municipalities, private sector consultants, and service providers in the agricultural community have adequate training and accreditation tools to expand the pool of qualified individuals to support agricultural producers and local municipal officials in meeting environmental protection requirements.							
Trained and accredited agricultural consultants, agricultural support service personnel, and municipal staff..	3,200	2,300	2,390	2,400	2,673	2,750	2,800
Training hours provided to accredited agricultural consultants, agricultural support service personnel, and municipal staff.....	12,424	12,824	13,100	13,520	14,010	14,500	14,500
Facilitate agriculture's continued economic vitality.							
Newly preserved farms with a transition, succession, or business plan	17	50	8	12	20	20	20
Percent increase in the number of certified or transitioning to certified organic operations %	3	4	9	10	15	10	10
Percent increase in the number of people participating as gardeners and/or volunteers in the funded programs..... %	10	12	14	16	11	10	10
Broaden workforce development and education opportunities.							
Youth events held at the Pennsylvania Farm Show Complex & Expo Center annually	0	8	10	11	12	21	21
Capitalize on branding and marketing opportunities.							
Percent increase in the number of members of the Farmer Veterans Coalition Homegrown By Heroes Program who become members of the PA Preferred® Homegrown By Heroes Program as a result of targeted outreach	64	75	44	25	20	15	15
Dollar value of the economic impact of the Pennsylvania Farm Show Complex & Expo Center (in millions)	\$ 0	250	250	255	275	300	300

Program: Horse Racing Regulation

Goal: To prevent consumer fraud in the racing industry.

The department maintains administrative responsibilities for the [State Horse Racing Commission](#), making it responsible for the integrity of horse racing in Pennsylvania. Emphasis is placed on protecting those engaged in equine racing and those who wager on it. The commission supports the [Pennsylvania Equine Toxicology and Research Laboratory \(PETRL\)](#) to ensure legitimacy of race results with both testing of samples from each race and out-of-competition testing.

This lab performs equine blood and urine testing to ensure that no foreign, performance-enhancing substances have been introduced to racehorses which would undermine the integrity and legitimacy of results. PETRL also engages in cutting edge research to identify new substances that could adversely affect the legitimacy of live horse races in Pennsylvania.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

State Racing Commission			Horse Racing Promotion		
\$	216	—to continue current program.	\$	(14)	—to continue current program.
Equine Toxicology and Research Laboratory					
\$	687	—to continue current program.			

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE RACING FUND:							
State Racing Commission	\$ 7,680	\$ 8,155	\$ 8,371	\$ 8,371	\$ 8,371	\$ 8,371	\$ 8,371
Equine Toxicology and Research Laboratory	14,845	14,962	15,649	15,649	15,649	15,649	15,649
Horse Racing Promotion	2,195	1,871	1,857	1,835	1,819	1,804	1,789
(R)Sire Stakes Fund	7,913	8,889	7,715	6,191	6,129	6,066	6,005
(R)Breeders' Fund	16,497	15,000	15,000	15,000	15,000	15,000	15,000
(R)PA Standardbred Breeders Development Fund	5,576	7,600	7,428	5,090	5,028	4,966	4,905
TOTAL STATE RACING FUND	\$ 54,706	\$ 56,477	\$ 56,020	\$ 52,136	\$ 51,996	\$ 51,856	\$ 51,719

Program: Emergency Food Assistance

Goal: To distribute surplus and donated food through institutions and counties or designated lead agencies to individuals and families who are dependent or disadvantaged to support minimum standards of living and economic independence.

Protecting public health includes ensuring adequate nutrition to low-income consumers at risk of hunger. The Department of Agriculture administers federal and state programs that provide more Pennsylvanians with ready [access to healthy and nutritious foods](#). The department works to ensure that the [State Food Purchase Program](#), [The Emergency Food Assistance Program](#), and the [Farmers Market Nutrition Programs](#) (FMNPs) reach eligible residents and the programs function efficiently and effectively. The Department of Agriculture also manages the [Pennsylvania Agricultural Surplus System \(PASS\)](#), an innovative program that connects the state's farmers and food manufacturers with the charitable food system, focusing on increasing the number of farms contributing food to the system and ensuring that food goes to serve each county of the Commonwealth. With some Pennsylvanians considered food insecure, these programs are vital in helping to move food from the farm to the dinner table.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

All appropriations are recommended at the current year funding levels.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Farmers' Market Food Coupons	\$ 2,579	\$ 9,579	\$ 9,579	\$ 9,579	\$ 9,579	\$ 9,579	\$ 9,579
State Food Purchase	26,688	30,688	30,688	30,688	30,688	30,688	30,688
TOTAL GENERAL FUND	\$ 29,267	\$ 40,267	\$ 40,267	\$ 40,267	\$ 40,267	\$ 40,267	\$ 40,267

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Providing all Pennsylvanians with access to healthy, nutritious food, which will improve their well-being, health, and independence.							
Pounds of food distributed annually through the Pennsylvania Agricultural Surplus System (in millions)	8.2	2.5	4.2	4.4	4.7	5.1	5.1
Dollar value of Senior Farmers Market Nutrition Program vouchers redeemed (in millions).....	\$ 2.4	2.4	2.5	4.5	6.9	3.5	3.5
Dollar value of Women, Infants, and Children Farmers Market Nutrition Program vouchers redeemed (in millions).....	\$ 0.9	0.9	1.0	1.7	1.8	2.5	1.8
Capitalize on branding and marketing opportunities.							
Producers from whom product is sourced annually for the Pennsylvania Agricultural Surplus System.....	70	90	103	107	257	267	277



BANKING AND SECURITIES

The mission of the [Department of Banking and Securities](#) is to regulate financial services and work to ensure consumers and businesses are well-informed about the industry.

Programs and Goals

Financial Services Industry Regulation: *To preserve and protect the integrity of the financial services marketplace and promote public confidence in the Commonwealth's financial services.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:**General Government:**

(R)Securities Operations (EA)	\$ 9,900	\$ 9,786	\$ 9,247

OTHER FUNDS:**BANKING TRUST FUND:**

General Government Operations	\$ 26,343	\$ 27,481	\$ 26,250
Transfer to Institution Resolution Account (EA)	5,000	5,000	5,000

BANKING TRUST FUND TOTAL	\$ 31,343	\$ 32,481	\$ 31,250

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	9,900	9,786	9,247
OTHER FUNDS	31,343	32,481	31,250
TOTAL ALL FUNDS	\$ 41,243	\$ 42,267	\$ 40,497

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

FINANCIAL SERVICES INDUSTRY REGULATION:

GENERAL FUND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-
RESTRICTED	9,900	9,786	9,247	9,247	9,247	9,247
OTHER FUNDS	31,343	32,481	31,250	31,250	31,250	31,250
DEPARTMENT TOTAL	\$ 41,243	\$ 42,267	\$ 40,497	\$ 40,497	\$ 40,497	\$ 40,497

Program: Financial Services Industry Regulation

Goal: To preserve and protect the integrity of the financial services marketplace and promote public confidence in the Commonwealth's financial services.

The [Department of Banking and Securities](#) works to preserve and promote public confidence in the Commonwealth's financial services industries by ensuring an economically sound and competitive system of depository financial institutions, non-depository financial services institutions, and securities entities. The agency seeks to protect consumers in the financial marketplace and investors engaged in securities transactions. The department is funded solely by assessments, fees, licenses, fines, and penalties paid by entities under its jurisdiction. It is accredited by the Conference of State Bank Supervisors, the American Association of Residential Mortgage Regulators, and the National Association of State Credit Union Supervisors.

The department works to preserve and protect the integrity of the financial services marketplace and promote public confidence in the Commonwealth's financial services through its oversight of:

- [Depository institutions](#) such as state-chartered banks, credit unions, and independent trust companies;
- [Non-depository institutions](#) including residential mortgage lenders, brokers and originators, check cashers, consumer discount companies, auto sales finance companies, pawnbrokers, debt management companies, debt settlement companies, and money transmitters; and
- [Securities-related business](#) in the state by broker-dealers, broker-dealer agents, investment advisers, investment adviser representatives, and investment adviser notice filers.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:		BANKING TRUST FUND:	
(R)Securities Operations (EA)		General Government Operations	
\$ (539)	—to continue current program.	\$ (1,231)	—to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
(R)Securities Operations (EA)	\$ 9,900	\$ 9,786	\$ 9,247	\$ 9,247	\$ 9,247	\$ 9,247	\$ 9,247
BANKING TRUST FUND:							
General Government Operations	\$ 26,343	\$ 27,481	\$ 26,250	\$ 26,250	\$ 26,250	\$ 26,250	\$ 26,250
Transfer to Institution Resolution Account (EA)	5,000	5,000	5,000	5,000	5,000	5,000	5,000
TOTAL BANKING TRUST FUND	\$ 31,343	\$ 32,481	\$ 31,250	\$ 31,250	\$ 31,250	\$ 31,250	\$ 31,250

*Program: Financial Services Industry Regulation, continued***Program Measures:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Complete independent depository examinations in a timely manner.							
Average days for turnaround of independent depository institution examinations.....	23	27	26	34	35	30	30
Develop a highly skilled workforce.							
Percentage of eligible depository and non-depository examiners with the highest certification available for their level of experience..... %	100.0	100.0	99.0	98.0	96.0	90.0	90.0
Examine non-depository licensees on a regular basis.							
Percentage of all non-depository licensees examined %	25.1	24.6	23.4	29.8	22.6	20.0	20.0
Examine Securities Investment Adviser registrants on an annual basis.							
Percentage of Securities Investment Adviser registrants examined annually . %	23.0	15.4	15.4	17.9	27.6	20.0	20.0
Respond to consumer complaints in a timely and fair manner.							
Average days to respond to consumer complaints.....	4	2	3	3	3	10	10



COMMUNITY AND ECONOMIC DEVELOPMENT

The mission of the [Department of Community and Economic Development \(DCED\)](#) is to encourage the shared prosperity of all Pennsylvanians by supporting good stewardship and sustainable development initiatives across our Commonwealth. With a keen eye toward diversity and inclusiveness, DCED acts as advisors and advocates, providing strategic technical assistance, training, and financial resources to help our communities and industries flourish.

Programs and Goals

Job Creation, Workforce Training, Business Growth, and Attraction: To reignite Pennsylvania's economy by investing the resources needed to attract and retain businesses, support expansion efforts, and position the Commonwealth as a national leader in economic development.

Pennsylvania Innovation Economy: To capitalize on our leadership in research and development by creating access to capital and technical assistance for entrepreneurs to commercialize new and emerging innovations. This commercial activity provides job growth in key sectors such as Life Sciences, Robotics and Technology, Agriculture, Manufacturing, and Energy, all while strengthening the resilience and interconnectivity of our supply chains and deepening cross-sector collaboration across the Commonwealth.

Pennsylvania Worldwide: To leverage Pennsylvania's international business connections — managed and facilitated by DCED — to increase exports sales in markets around the world and bring more foreign investment into the Commonwealth. These efforts will create more jobs in Pennsylvania and enable economic growth.

Pennsylvania Assets: To launch new business and tourism brands and marketing campaigns to build Pennsylvania's image as a destination to visit, a place to grow a business, a community to call home, and a state to feel proud of thanks to a strong quality of work and life.

Pennsylvania Communities: To champion and promote all Pennsylvania regions by supporting tailored, flexible regional strategies, investing in downtowns and main streets, and building local leadership capacity to make Pennsylvania a top state to live, work, play, and innovate and hence achieve equitable regional growth while increasing job creation, wages, and labor force participation across the Commonwealth.

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 37,058	\$ 35,686	\$ 28,586
(F)DOE-Weatherization Administration	6,000	6,000	6,000
(F)IIJA-DOE-Weatherization Administration	5,500	12,000	12,000
(F)SCDBG-Administration	4,000	4,000	4,000
(F)SCDBG-Disaster Recovery Administration	2,500	2,500	2,500
(F)SCDBG-Neighborhood Stabilization Administration	800	800	800
(F)SCDBG/HUD Special Projects	2,000	2,000	2,000
(F)COVID-CDBG Administration (EA)	390	1,000	-
(F)CSBG-Administration	1,607	1,607	2,000
(F)LIHEABG-Administration	2,000	2,000	2,000
(F)EMG Solutions Administration	1,000	1,000	1,000
(F)Economic Adjustment Assistance	2,000	2,000	2,000
(F)ARC-Technical Assistance	1,000	1,000	1,000
(F)Continuum of Care Planning Grant	2,000	4,000	4,000
(F)Federal Grant Initiatives	30,000	30,000	30,000
(F)ARC-Area Development	15,000	15,000	15,000
(F)Recovery Housing Administration	1,000	1,000	1,000
(F)PRO Housing	20,000	20,000	20,000
(A)Commonwealth Financing Authority	5,976	6,300	5,300
(A)Pennsylvania Industrial Development Authority	1,950	1,990	1,630
(A)Pennsylvania Economic Development Financing Authority	700	703	700
(A)Governmental Transfers	10	10	5
(A)Local Match	56	55	80
(A)Community Development Bank	56	55	55
(A)Application Fees	141	100	60
Subtotal	<u>\$ 142,744</u>	<u>\$ 150,806</u>	<u>\$ 141,716</u>
(R)Small Business Advocate-Utilities	2,243	2,243	2,235
Center for Local Government Services	5,304	5,569	6,040
(A)Reimbursements	5	5	5
Office of Open Records	4,051	4,824	4,984
BusinessPA	-	8,856	9,320
Office of International Business Development	7,173	4,525	4,525
(F)SBA State Trade and Export Promotion	1,500	2,000	2,000
Marketing to Attract Tourists	55,787	54,137	19,567
(A)Travel Advertisements	60	75	75

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(R)Marketing to Attract Tourists	10,000	56,500	11,000
Marketing to Attract Business	2,081	1,320	1,320
(A)Non COPA Reimbursements.....	-	5	5
Pennsylvania Military Community Enhancement Commission	567	567	608
Subtotal - State Funds.....	\$ 112,021	\$ 115,484	\$ 74,950
Subtotal - Federal Funds.....	98,297	107,907	107,300
Subtotal - Augmentations.....	8,954	9,298	7,915
Subtotal - Restricted.....	12,243	58,743	13,235
Total - General Government.....	\$ 231,515	\$ 291,432	\$ 203,400
Grants and Subsidies:			
Transfer to Municipalities Financial Recovery Revolving Fund	\$ 5,500	\$ 5,500	\$ 5,500
Transfer to Ben Franklin Tech. Development Authority Fund	17,000	17,000	17,000
Invent Penn State.....	2,350	2,350	-
Intergovernmental Cooperation Authority-3rd Class Cities	100	100	100
Pennsylvania First.....	38,000	38,000	38,000
Workforce and Economic Development Network.....	-	-	12,500
Municipal Assistance Program	2,000	2,000	2,000
Keystone Communities.....	45,343	34,343	-
Main Street Matters.....	20,000	20,000	20,211
(F)Community Services Block Grant.....	50,000	50,000	50,000
(F)LIHEABG-Weatherization Program	60,000	60,000	60,000
(F)DOE-Weatherization.....	26,000	26,000	30,000
(F)IIJA-DOE-Weatherization Program	80,000	150,000	150,000
(F)SCDBG-Disaster Recovery Grant	70,000	70,000	70,000
(F)SCDBG-Neighborhood Stabilization Program	5,000	5,000	5,000
(F)SCDBG Program	6,000	6,000	6,000
(F)EMG Solutions Program.....	12,000	12,000	12,000
(F)ARC-Construction-RSBA Program	40,000	40,000	40,000
(F)Recovery Housing Program.....	5,000	5,000	5,000
(F)COVID-State Small Business Credit Initiative (EA)	20	200	200
(F)COVID-Broadband Capital Projects	1,110	5,000	5,000
(F)COVID-SFR Whole Home Repairs Program	2,282	1,000	1,000
(F)IIJA-Broadband Equity, Access, and Deployment.....	1,000,000	1,160,000	1,000,000 ^a
(F)IIJA-State Digital Equity Capacity	40,000	50,000	50,000 ^a
(F)IIJA-EPA Brownfields Revolving Loan Fund	10,000	10,000	10,000
(F)IRA-Industrial Decarbonization	10,000	10,000	10,000
(R)Election Integrity.....	45,314	45,829	45,063

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Appalachian Regional Commission.....	750	750	325
Partnerships for Regional Economic Performance.....	10,880	10,880	10,880
Manufacturing PA	13,000	13,000	13,000
Strategic Management Planning Program	3,617	3,617	3,617
Tourism-Accredited Zoos	1,500	1,500	1,000
Infrastructure Technology Assistance Program	2,500	2,500	2,500
Super Computer Center	500	500	500
Powdered Metals.....	100	100	100
Rural Leadership Training	100	100	100
Infrastructure and Facilities Improvement Grants	10,000	-	10,000
America250PA.....	2,500	2,500	1,250
Food Access Initiative	1,000	1,000	1,000
Local Government Emergency Housing Support.....	2,500	2,500	2,500
Community and Economic Assistance	86,510	112,975	-
Workforce Development.....	15,000	15,000	-
Historically Disadvantaged Business Assistance.....	20,000	20,000	20,051
Foundations in Industry	3,000	3,000	5,000
Local Municipal Relief	50,650	55,645	-
PA SITES Debt Service.....	15,404	20,358	35,735
Hospital and Health System Emergency Relief	17,500	13,500	-
(R)Industrial Sites Environmental Assessment Fund	904	3,000	3,000
(R)Industrialized Housing	301	450	400
(R)Innovate in PA 2.0.....	-	-	- ^b
Subtotal - State Funds.....	\$ 387,304	\$ 398,718	\$ 202,869
Subtotal - Federal Funds.....	1,417,412	1,660,200	1,504,200
Subtotal - Restricted.....	46,519	49,279	48,463
Total - Grants and Subsidies.....	\$ 1,851,235	\$ 2,108,197	\$ 1,755,532
STATE FUNDS	\$ 499,325	\$ 514,202	\$ 277,819
FEDERAL FUNDS	1,515,709	1,768,107	1,611,500
AUGMENTATIONS.....	8,954	9,298	7,915
RESTRICTED	58,762	108,022	61,698
GENERAL FUND TOTAL	\$ 2,082,750	\$ 2,399,629	\$ 1,958,932

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET

OTHER FUNDS:

BEN FRANKLIN TECHNOLOGY DEVELOPMENT AUTHORITY FUND:

Ben Franklin Technology.....	\$ 17,500	\$ 17,500	\$ 17,500 °

HOME INVESTMENT TRUST FUND:

(F)Affordable Housing Act Administration	\$ 4,000	\$ 4,000	\$ 4,000

(F)COVID-HOME Investment Partnership Non-Entitlement (EA)	400	3,000	2,565

HOME INVESTMENT TRUST FUND TOTAL	\$ 4,400	\$ 7,000	\$ 6,565

INDUSTRIAL SITES CLEANUP FUND:

Industrial Sites Cleanup-Administration (EA)	\$ 314	\$ 314	\$ 314

Industrial Sites Cleanup-Projects (EA)	5,500	5,500	5,500

INDUSTRIAL SITES CLEANUP FUND TOTAL	\$ 5,814	\$ 5,814	\$ 5,814

LOCAL GOVERNMENT CAPITAL PROJECT LOAN FUND:

Local Government Capital Project Loans (EA)	\$ 1,000	\$ 1,000	\$ 1,000

MACHINERY AND EQUIPMENT LOAN FUND:

General Operations (EA)	\$ 778	\$ 778	\$ 778

Machinery and Equipment Loans (EA)	11,000	11,000	11,000

MACHINERY AND EQUIPMENT LOAN FUND TOTAL	\$ 11,778	\$ 11,778	\$ 11,778

MINORITY BUSINESS DEVELOPMENT FUND:

General Operations (EA)	\$ 400	\$ 400	\$ 400

Minority Business Development Loans (EA)	1,000	1,000	1,000

MINORITY BUSINESS DEVELOPMENT FUND TOTAL	\$ 1,400	\$ 1,400	\$ 1,400

MUNICIPALITIES FINANCIAL RECOVERY REVOLVING AID FUND:

Distressed Community Assistance (EA)	\$ 11,100	\$ 11,100	\$ 11,100

SMALL BUSINESS FIRST FUND:

Administration (EA)	\$ 1,958	\$ 1,958	\$ 1,958

Loans (EA)	20,000	20,000	20,000

Community Economic Development Loans (EA)	3,000	3,000	3,000

SMALL BUSINESS FIRST FUND TOTAL	\$ 24,958	\$ 24,958	\$ 24,958

TOBACCO SETTLEMENT FUND:

Life Sciences Greenhouses	\$ 3,000	\$ 3,000	\$ 3,000

WORKERS' COMPENSATION ADMINISTRATION FUND:

(R)Small Business Advocate-Workers' Compensation	\$ 550	\$ 550	\$ 550

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 499,325	\$ 514,202	\$ 277,819
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	1,515,709	1,768,107	1,611,500
AUGMENTATIONS	8,954	9,298	7,915
RESTRICTED	58,762	108,022	61,698
OTHER FUNDS	81,500	84,100	83,665
TOTAL ALL FUNDS	\$ 2,164,250	\$ 2,483,729	\$ 2,042,597

^a Estimate based on current federal guidance. Official allocations for additional funding pending.

^b Innovate in PA 2.0 program activity anticipated to begin in 2027-28.

^c This budget proposal reflects a change in the administrative allowance of the appropriation to 6 percent.

Community and Economic Development

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
JOB CREATION, WORKFORCE TRAINING, BUSINESS GROWTH, AND ATTRACTION:							
GENERAL FUND.....	\$ 122,513	\$ 116,868	\$ 134,805	\$ 134,798	\$ 134,793	\$ 134,791	\$ 134,778
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,092,797	1,259,907	1,099,300	1,099,300	1,099,300	1,099,300	1,099,300
AUGMENTATIONS	8,889	9,213	7,830	9,213	9,327	9,443	9,557
RESTRICTED	3,147	5,243	5,235	5,235	5,235	5,235	5,235
OTHER FUNDS.....	44,500	44,500	44,500	37,214	36,864	27,640	25,140
SUBCATEGORY TOTAL....	<u>\$ 1,271,846</u>	<u>\$ 1,435,731</u>	<u>\$ 1,291,670</u>	<u>\$ 1,285,760</u>	<u>\$ 1,285,519</u>	<u>\$ 1,276,409</u>	<u>\$ 1,274,010</u>
PENNSYLVANIA INNOVATION ECONOMY:							
GENERAL FUND.....	\$ 46,330	\$ 46,330	\$ 43,980	\$ 43,980	\$ 43,980	\$ 43,980	\$ 43,980
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,500	2,000	2,000	2,000	2,000	2,000	2,000
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	45,000	45,000	-	-
OTHER FUNDS.....	20,500	20,500	20,500	20,500	20,500	20,500	20,500
SUBCATEGORY TOTAL....	<u>\$ 68,330</u>	<u>\$ 68,830</u>	<u>\$ 66,480</u>	<u>\$ 111,480</u>	<u>\$ 111,480</u>	<u>\$ 66,480</u>	<u>\$ 66,480</u>
PENNSYLVANIA WORLDWIDE:							
GENERAL FUND.....	\$ 7,173	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 7,173</u>	<u>\$ 4,525</u>	<u>\$ 4,525</u>	<u>\$ 4,525</u>	<u>\$ 4,525</u>	<u>\$ 4,525</u>	<u>\$ 4,525</u>
PENNSYLVANIA ASSETS:							
GENERAL FUND.....	\$ 61,868	\$ 59,457	\$ 23,137	\$ 21,887	\$ 21,887	\$ 21,887	\$ 21,887
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	60	80	80	65	65	65	65
RESTRICTED	10,000	56,500	11,000	11,000	11,000	11,000	11,000
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 71,928</u>	<u>\$ 116,037</u>	<u>\$ 34,217</u>	<u>\$ 32,952</u>	<u>\$ 32,952</u>	<u>\$ 32,952</u>	<u>\$ 32,952</u>

Community and Economic Development

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PENNSYLVANIA COMMUNITIES:							
GENERAL FUND.....	\$ 261,441	\$ 287,022	\$ 71,372	\$ 71,372	\$ 71,272	\$ 71,272	\$ 71,272
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	421,412	506,200	510,200	510,200	510,200	510,200	510,200
AUGMENTATIONS	5	5	5	5	5	5	5
RESTRICTED	45,615	46,279	45,463	45,450	45,500	45,550	45,600
OTHER FUNDS.....	16,500	19,100	18,665	15,900	15,400	15,200	15,200
SUBCATEGORY TOTAL....	<u>\$ 744,973</u>	<u>\$ 858,606</u>	<u>\$ 645,705</u>	<u>\$ 642,927</u>	<u>\$ 642,377</u>	<u>\$ 642,227</u>	<u>\$ 642,277</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 499,325	\$ 514,202	\$ 277,819	\$ 276,562	\$ 276,457	\$ 276,455	\$ 276,442
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,515,709	1,768,107	1,611,500	1,611,500	1,611,500	1,611,500	1,611,500
AUGMENTATIONS	8,954	9,298	7,915	9,283	9,397	9,513	9,627
RESTRICTED	58,762	108,022	61,698	106,685	106,735	61,785	61,835
OTHER FUNDS.....	81,500	84,100	83,665	73,614	72,764	63,340	60,840
DEPARTMENT TOTAL	<u>\$ 2,164,250</u>	<u>\$ 2,483,729</u>	<u>\$ 2,042,597</u>	<u>\$ 2,077,644</u>	<u>\$ 2,076,853</u>	<u>\$ 2,022,593</u>	<u>\$ 2,020,244</u>

Program: Job Creation, Workforce Training, Business Growth, and Attraction

Goal: To reignite Pennsylvania's economy by investing the resources needed to attract and retain businesses, support expansion efforts, and position the Commonwealth as a national leader in economic development.

Pennsylvania First

The [Department of Community and Economic Development \(DCED\)](#) runs [Pennsylvania First \(PA First\)](#), a comprehensive program that offers grants for job creation and retention, infrastructure projects, and workforce development by providing the Commonwealth the flexibility necessary to rapidly respond to companies' needs, increasing investment in the state, and enabling Pennsylvania to compete more effectively with other states. [Eligible uses](#) for PA First funding include job training; land and building acquisition and construction; purchase and upgrade of machinery and equipment; construction and rehabilitation of infrastructure; working capital; and environmental assessment and remediation.

Workforce and Economic Development Network (WEDnetPA)

[WEDnetPA](#) is Pennsylvania's incumbent worker training program and provides funding to Pennsylvania companies for essential skills and advanced technology training. WEDnetPA is a job training alliance of [numerous partners](#), including several universities in the Pennsylvania State System of Higher Education, Pennsylvania's community colleges, Pennsylvania College of Technology, and the North Central PA Regional Planning & Development Commission. WEDnetPA alliance partners seek the input of local workforce development boards and key economic development organizations to determine the target industries and training priorities in their regions. Since its inception, this program has [trained](#) over one million Pennsylvania workers.

Pennsylvania Industrial Development Authority

The [Pennsylvania Industrial Development Authority \(PIDA\)](#) provides low-interest loans and lines of credit for a wide range of Commonwealth businesses including manufacturing, industrial, agricultural, research and development, hospitality, defense conversion, construction, day care, retail and service enterprises, as well as for the development of industrial parks and multi-tenant facilities. Eligible costs include real estate acquisitions, construction and renovation projects, machinery and equipment acquisitions, and working capital costs. The interest savings realized through PIDA's program enables the recipient companies to invest the savings back into the business and its workforce to remain competitive.

Infrastructure and Facilities Improvement Program

The [Infrastructure and Facilities Improvement Program](#) awards multi-year grants to debt-issuing authorities for debt service and related costs for economic development projects. Unlike local tax increment financing projects, where incremental tax revenues generated by a project are collected and deposited into a debt service reserve fund for the payment of debt, under this program, annual grants are awarded based on the incremental amount of state personal income tax, sales tax, and hotel occupancy tax generated by the project.

Energy

DCED leverages Pennsylvania's massive stake in global energy to develop home grown energy resources and attract energy intensive industries to the state, attracting investments that enhance Pennsylvania's manufacturing base by utilizing energy assets.

Pennsylvania has been a leader in coal production and in the last decade has rapidly become a leader in natural gas production. A marked decline in coal-fired electric generation has led to retirements of plants across the Commonwealth. These sites have premier access to rivers, roads, rail, utilities, and transmission, which demands a comprehensive statewide effort to market and incentivize these sites for repositioning and redevelopment. Utilizing Pennsylvania Energy Horizons, a statewide public-private network, to obtain feedback from stakeholders allows the department to refine where Pennsylvania should focus its energy efforts and support the state's interest in redeveloping decommissioned coal-fired power plants.

Community and Economic Development

Program: Job Creation, Workforce Training, Business Growth, and Attraction, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Workforce and Economic Development Network	
\$ (7,836)	—funding reduction.	\$ 10,000	—program transfer from Pennsylvania First.
736	—to continue current program.	2,500	—Initiative—to increase assistance to employers for incumbent worker training.
\$ (7,100)	<i>Appropriation Decrease</i>	\$ 12,500	<i>Appropriation Increase</i>
Office of Open Records		Infrastructure and Facilities Improvement Grants	
\$ 160	—to continue current program.	\$ 10,000	—to continue current program.
Pennsylvania First		Workforce Development	
\$ 1,000	—to continue to provide adaptive equipment and opportunities for children with special needs.	\$ (15,000)	—program elimination.
(10,000)	—program transfer to Workforce and Economic Development Network.	\$ 2,000	Foundations in Industry
9,000	—Initiative—to provide additional financial assistance to facilitate increased economic investment.		—Initiative—to support internships at Pennsylvania companies.
\$ -	<i>Appropriation Change</i>	\$ 15,377	PA SITES Debt Service
			—estimated principal and interest payments for PA SITES.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 37,058	\$ 35,686	\$ 28,586	\$ 28,586	\$ 28,586	\$ 28,586	\$ 28,586
Office of Open Records	4,051	4,824	4,984	4,984	4,984	4,984	4,984
Pennsylvania First	38,000	38,000	38,000	38,000	38,000	38,000	38,000
Workforce and Economic Development Network.....	-	-	12,500	12,500	12,500	12,500	12,500
Infrastructure and Facilities Improvement Grants	10,000	-	10,000	10,000	10,000	10,000	10,000
Workforce Development	15,000	15,000	-	-	-	-	-
Foundations in Industry	3,000	3,000	5,000	5,000	5,000	5,000	5,000
PA SITES Debt Service	15,404	20,358	35,735	35,728	35,723	35,721	35,708
TOTAL GENERAL FUND	\$ 122,513	\$ 116,868	\$ 134,805	\$ 134,798	\$ 134,793	\$ 134,791	\$ 134,778

Community and Economic Development

Program: Job Creation, Workforce Training, Business Growth, and Attraction, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
To stimulate business growth and attraction to create jobs and ensure a high-quality workforce through targeted job training.							
Jobs pledged to be created	16,157	2,966	2,738	3,447	1,380	1,421	1,464
Jobs pledged to be retained	40,622	6,183	7,023	10,234	16,397	16,889	17,396
Private funds leveraged (in thousands) \$	4,164,887	445,099	532,631	892,687	4,209,615	4,335,903	4,465,981
Businesses assisted	3,887	3,254	3,492	2,858	2,911	2,998	3,088
Trainings provided to PA workers (WEDnetPA, PREP, LGTP, and CSBG)	89,076	82,228	84,273	88,868	68,976	71,045	73,177

Program: Pennsylvania Innovation Economy

Goal: To capitalize on our leadership in research and development by creating access to capital and technical assistance for entrepreneurs to commercialize new and emerging innovations. This commercial activity provides job growth in key sectors such as Life Sciences, Robotics and Technology, Agriculture, Manufacturing, and Energy, all while strengthening the resilience and interconnectivity of our supply chains and deepening cross-sector collaboration across the Commonwealth.

Ben Franklin Technology Development Authority

The [Ben Franklin Technology Development Authority \(BFTDA\)](#) ensures that Pennsylvania technology-enabled companies, entrepreneurs, and innovators have the necessary tools and capital to build their businesses. The BFTDA supports the advancement of technologies in traditional and emerging industries through a series of programs that are flexible, dynamic, and built to proactively respond to changing markets in key industry sectors.

BFTDA's current funded programs are:

- Ben Franklin Technology Partners, which are strategically located throughout the Commonwealth and are designed to advance the commercialization of new technologies and support company growth; and
- Venture Investment, which provides risk capital to venture partnerships that invest in Pennsylvania-based companies.

The Pennsylvania Life Sciences Greenhouse Initiative

Since 2002, Pennsylvania's three [Life Sciences Greenhouses](#) have been stimulating economic growth and job creation by providing critical capital to university-based researchers, emerging companies, and companies seeking to expand. Investments by the greenhouses are designed to advance the life sciences and stimulate economic growth, focusing on the health and welfare of Pennsylvanians, commercialization of new health care technologies, and creation of high-quality sustainable jobs.

Partnerships for Regional Economic Performance

[Partnerships for Regional Economic Performance \(PREP\)](#) supports the coordination and collaboration of over 100 economic development organizations in 10 regions across Pennsylvania. Core partners include the Industrial Development Organizations, Local Development Districts, and the Small Business Development Centers. PREP is designed to integrate these networks by encouraging regional coordination of economic development efforts and provide customer service to the business community resulting in a comprehensive, efficient, and statewide economic development delivery strategy.

PREP partner organizations deliver a wide array of coordinated business development services designed to encourage the creation of new companies and increase the capacity of Pennsylvania businesses to compete successfully in the global economy. Partners also collaborate to provide the necessary infrastructure (broadband, business sites, incubators, etc.), needed to attract, retain, and expand businesses. The PREP network will focus on providing technical assistance to advance the key sectors prioritized in Pennsylvania.

[Engage!](#) is a Pennsylvania statewide business retention and expansion program designed to regularly and proactively interact with targeted companies. The overall goal of Engage! is to retain existing businesses in a community and to help them grow and expand by building solid relationships with business owners or key decision makers and economic development partners. Engage! provides grants to identify and target companies, engages those companies through various outreach methods, assesses their needs, and assists through referrals and direct technical assistance.

Manufacturing PA

Launched in 2017, [Manufacturing PA](#) is a multi-faceted initiative designed to support Pennsylvania's manufacturing community, with an emphasis on small to medium-sized manufacturers. Manufacturing PA supports Pennsylvania's manufacturing community through the department's strategic partners including Industrial Resource Centers, Pennsylvania's colleges, universities, technical schools, and nonprofit organizations that provide critical training and workforce development opportunities. Manufacturing PA also promotes innovative problem solving by connecting higher education with the business community.

Pennsylvania Business One-Stop Shop

The [Pennsylvania Business One-Stop Shop](#) streamlines the process for businesses to start and expand in Pennsylvania by serving as the source to guide aspiring entrepreneurs and established businesses through all stages of development, including planning, registering, operating, and growing. Services and resources are available through a website, toll-free number, and dedicated program office housed in the department. This program is an interagency, collaborative effort

Community and Economic Development

Program: Pennsylvania Innovation Economy, continued

involving the Departments of State, Revenue, and Labor and Industry and actively engages DCED's Partnerships for Regional Economic Performance, local governments, state legislators, and many other economic development organizations and networks to promote the program's services and resources across the Commonwealth.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Invent Penn State

\$ (2,350) —program elimination.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Transfer to Ben Franklin Tech. Development Authority Fund	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000
Invent Penn State	2,350	2,350	-	-	-	-	-
Partnerships for Regional Economic Performance	10,880	10,880	10,880	10,880	10,880	10,880	10,880
Manufacturing PA	13,000	13,000	13,000	13,000	13,000	13,000	13,000
Infrastructure Technology Assistance Program.....	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Super Computer Center.....	500	500	500	500	500	500	500
Powdered Metals	100	100	100	100	100	100	100
TOTAL GENERAL FUND	\$ 46,330	\$ 46,330	\$ 43,980	\$ 43,980	\$ 43,980	\$ 43,980	\$ 43,980

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
To provide technical support and access to capital to Pennsylvania's emerging technology-based companies and entrepreneurial community through strategic partners and networks to increase Pennsylvania's competitiveness.							
Jobs created	2,362	3,180	2,779	2,663	1,665	2,935	2,974
Jobs retained	16,773	13,698	13,730	10,934	12,264	12,399	12,532
New technology companies established.....	93	93	133	127	107	132	137
Businesses assisted	10,253	28,752	28,962	27,118	27,140	27,639	28,032
Private funds leveraged (in thousands) \$	823,875	1,200,339	1,573,444	1,387,150	1,123,867	1,411,704	1,423,440

Program: Pennsylvania Worldwide

Goal: To leverage Pennsylvania's international business connections — managed and facilitated by DCED — to increase exports sales in markets around the world and bring more foreign investment into the Commonwealth. These efforts will create more jobs in Pennsylvania and enable economic growth.

Office of International Business Development

The [Office of International Business Development \(OIBD\)](#) maintains a network of authorized trade and investment representatives around the world. With this network and regional partners across Pennsylvania, the office pursues three goals. First, OIBD works to help Pennsylvania companies to export to new markets by providing customized assistance to ensure companies are ready to export, and then providing in-market research, vetted business connections, and other assistance to facilitate their business. Second, OIBD works to promote Pennsylvania as a place to do business by informing international audiences of Pennsylvania's strengths and serving as a business concierge helping international companies to conduct site searches, research business opportunities, and ultimately establish a presence and grow in Pennsylvania. Third, OIBD works to connect Pennsylvania companies, universities, cultural institutions, and communities to global partners for mutually beneficial information exchanges and business opportunities.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

All appropriations are recommended at the current year funding levels.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Office of International Business Development.....	\$ 7,173	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525	\$ 4,525

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Leverage the state's overseas network and local partnerships to increase DCED-facilitated export sales, foreign direct investments, and global opportunities in targeted markets, ultimately creating and retaining jobs in the Commonwealth.							
Estimated state and local tax revenues generated (in thousands).....	\$ 35,073	67,415	40,852	36,947	32,622	45,000	47,000
Amount of export sales facilitated (in thousands).....	\$ 434,697	549,774	584,605	613,840	534,397	638,639	651,411
Jobs supported through Foreign Investment, Export Development, and International Company Retention	7,620	8,888	12,641	17,099	4,092	17,500	17,750
Foreign direct investments (FDI):							
Projects completed	23	24	20	23	25	24	25
Businesses assisted	606	548	643	721	722	760	780

Program: Pennsylvania Assets

Goal: To launch new business and tourism brands and marketing campaigns to build Pennsylvania's image as a destination to visit, a place to grow a business, a community to call home, and a state to feel proud of thanks to a strong quality of work and life.

Marketing to Attract Tourists

Tourism is a key industry for Pennsylvania, injecting billions of dollars annually into the Commonwealth's economy and generating tax revenues each year which allow for investments in vital services including public safety, education, and other essential programs that benefit Pennsylvanians. Those critical tax revenues also fund the work of tourism promotion partners across the state. The [Pennsylvania Tourism Office's](#) marketing activities provide exposure to out-of-state markets for the many small Pennsylvania tourism businesses that lack the resources to advertise beyond their local areas.

[Marketing to Attract Tourists](#) provides funding for a marketing agenda including the popular [visitPA.com](#) website, social media channels, media relations activities, an annual travel guide, and a small targeted paid advertising campaign. The tourism office encourages public-private partnerships within the industry to maximize Pennsylvania's presence on the national and global travel and tourism stage. The tourism office leverages social media communities including [Facebook](#), [Instagram](#), [X](#), [YouTube](#), [Pinterest](#), and others to provide highly customized, personalized, and targeted information directly to travelers, extending the reach of the office's traditional marketing efforts.

Marketing to Attract Business

Attracting and retaining businesses is a priority for any location seeking industry growth and economic stability. The Pennsylvania Economic Development Marketing Office encourages business decision makers to locate or stay in the state by promoting the competitive advantages of doing business in Pennsylvania. The office also promotes DCED's many programs for technical assistance, financial support, and workforce training resources for businesses.

The [Marketing to Attract Business](#) program provides necessary funding to support the office's business marketing initiatives. This includes the PA Gets It Done microsite and content, [DCED](#) and [Business One-Stop Shop](#) websites, proactive media relations, DCED's social media channels (including [LinkedIn](#), [X](#), and [Facebook](#)), paid advertising, and targeted events. The office collaborates with local and regional economic development organizations, community partners, and workforce development professionals to maximize the reach of collective marketing efforts.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Marketing to Attract Tourists		America250PA	
\$ (34,570)	—funding reduction.	\$ (1,250)	—funding reduction.
Tourism-Accredited Zoos			
\$ (500)	—funding reduction.		

In addition, funding for Marketing to Attract Tourists includes \$11,000,000 from the Tourism Promotion restricted account.

Community and Economic Development

Program: Pennsylvania Assets, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Marketing to Attract Tourists	\$ 55,787	\$ 54,137	\$ 19,567	\$ 19,567	\$ 19,567	\$ 19,567	\$ 19,567
Marketing to Attract Business	2,081	1,320	1,320	1,320	1,320	1,320	1,320
Tourism-Accredited Zoos.....	1,500	1,500	1,000	1,000	1,000	1,000	1,000
America250PA.....	2,500	2,500	1,250	-	-	-	-
TOTAL GENERAL FUND	\$ 61,868	\$ 59,457	\$ 23,137	\$ 21,887	\$ 21,887	\$ 21,887	\$ 21,887

Program Measures:

	2020-21 Actual	2021-22 Actual	2022-23 Actual	2023-24 Actual	2023-24 Actual	2025-26 Estimated	2026-27 Estimated
To encourage the investment of time, labor, and financial resources in the state by building Pennsylvania's image as a destination to visit, a place to grow a business, a community to call home, and a state to feel proud of thanks to a strong quality of work and life.							
Hotel rooms sold (in thousands)	23,701	31,573	32,649	32,536	33,188	33,636	34,079
Travelers' expenditures (in thousands). \$	33,463,000	41,684,000	46,605,000	48,857,000	50,674,000	53,606,000	55,933,000
Corporate, Personal, Sales & Use, State & Local Hotel, Local Property, and Excise tax revenues generated (in thousands)	\$ 4,720,000	4,422,000	4,743,000	4,926,000	5,099,000	5,394,000	5,629,000

Program: Pennsylvania Communities

Goal: To champion and promote all Pennsylvania regions by supporting tailored, flexible regional strategies, investing in downtowns and main streets, and building local leadership capacity to make Pennsylvania a top state to live, work, play, and innovate and hence achieve equitable regional growth while increasing job creation, wages, and labor force participation across the Commonwealth.

Main Street Matters

[Main Street Matters](#) is designed to support our downtown cores and surrounding neighborhoods with tools to create healthy, vibrant, and welcoming communities. The program offers designation opportunities and financial resources to assist communities in achieving revitalization goals and making physical improvements.

The program offers four designation types and several grant types. Any community may apply and receive designation or grant funding in whatever order the community deems appropriate depending on its local needs and circumstances. Priority is given to communities administering designated programs. Designation also offers some benefits that may assist a community in non-financial ways, such as providing a roadmap and a process to guide a community's revitalization efforts. These partnerships create more attractive places to live and encourage business, job expansion, and retention in Pennsylvania.

Strategic Management Planning Program

To assist municipalities interested in improving their fiscal position, the [Strategic Management Planning Program \(STMP\)](#) provides financial assistance to municipal and county governments for the development and implementation of five-year financial management plans and departmental operational overviews. The STMP plans supply both short-term and long-term strategies to promote best management practices and ultimately avert financial distress.

The [Governor's Center for Local Government Services \(GCLGS\)](#) has developed an approach to identify at-risk municipalities called the Early Warning System. The system looks at multiple financial factors to determine which municipalities may be experiencing fiscal difficulties. This approach, combined with the resources available under STMP, provides tools that aid in keeping governments from filing for financial assistance under [Act 47 of 1987](#), commonly known as the Municipalities Financial Recovery Act.

Municipalities Financial Recovery Program — Act 47

The GCLGS has a responsibility to assist local governments facing potential financial insolvency. When a municipality is declared distressed by the department, the [Municipalities Financial Recovery Program](#) is used to provide technical assistance in the fields of financial management and public administration, as well as financial assistance through the Distressed Municipalities Revolving Fund. Act 47 also empowers the Governor to issue a declaration of fiscal emergency for the purpose of enabling the department to prepare an emergency action plan. The Act further empowers the Governor to appoint a receiver for the purpose of preparing a recovery plan to be confirmed by Commonwealth Court.

Municipal Assistance Program

The [Municipal Assistance Program \(MAP\)](#) was created to help local governments plan for and effectively implement a variety of services, improvements, and soundly managed development. MAP provides funding for two groups of activities:

- Shared service activities — regionalization, consolidation, or merging of services; shared personnel; high impact projects serving many municipalities or large areas; and boundary change efforts; and
- Community planning — comprehensive plans; community revitalization plans; zoning and subdivision ordinances; and Transit Revitalization Investment District planning studies.

Transportation Projects

Funding is transferred annually to the [Commonwealth Financing Authority \(CFA\)](#) to assist with the implementation of a variety of [transportation projects](#) including: projects that coordinate local land use with transportation assets to enhance existing communities; projects related to streetscape, lighting, sidewalk enhancement, and pedestrian safety; projects that will improve connectivity or the use of existing transportation assets; and projects related to transit-oriented development. Financial assistance provided by the CFA is matched by local funding.

Weatherization Assistance Program

The [U.S. Department of Energy's \(DOE\) Weatherization Assistance Program \(WAP\)](#) assists low-income families who lack resources to invest in energy efficiency upgrades and weatherization readiness measures to their single-family home

Program: Pennsylvania Communities, continued

or multi-family unit. Funds are used to improve the energy efficiency of low-income homes using the most advanced technologies and testing protocols available in the housing industry. Weatherization services primarily involve diagnostic assessment of air leakage, health and safety repairs, electric baseload measures, and client energy education.

Low-Income Heating and Energy Assistance Emergency Services Program

The U.S. Department of Health and Human Services provides annual funding to the Department of Human Services (DHS) to administer a cash-grant heating bill supplement program, known as the [Low Income Heating and Energy Assistance Program \(LIHEAP\)](#). DHS provides 15 percent of their annual allocation to DCED to administer the LIHEAP-Emergency Services Program through the WAP network of public and nonprofit agencies operating in all 67 counties of the Commonwealth. The program provides primarily direct emergency heating services including furnace repair and replacements throughout Pennsylvania's winter months, as well as weatherization and deferral work, and cooling and maintenance work throughout the year to low-income families.

Small Cities Community Development Block Grant

The federal [Small Cities Community Development Block Grant Program](#), commonly known as the Community Development Block Grant Program, provides financial assistance to:

- Expand low- and moderate-income housing opportunities;
- Enhance economic development and job opportunities for low- and moderate-income individuals;
- Correct deficiencies in water and sewer systems;
- Address blight; and
- Improve streets, streetscapes, recreational facilities, and public facilities to strengthen a pro-growth and pro-business environment.

HOME Investment Partnerships Program

The [HOME Investment Partnerships Program](#) provides municipalities with grant and technical assistance to expand the supply of safe, code compliant, and affordable housing for low- and very low-income Pennsylvanians. The department awards these funds on a competitive basis to projects which leverage other resources and demonstrate significant community impact.

The program prioritizes funding in the following areas:

- Development of rental housing for low-income households;
- Preservation of existing low-income housing units through rehabilitation of owner-occupied homes;
- Expanding the capacity of certified Community Housing Development Organizations to develop affordable housing; and
- Assistance to low-income homebuyers to acquire newly constructed or existing homes.

Emergency Solutions Grant Program

The [Emergency Solutions Grant \(ESG\)](#) program is the first step in achieving self-sufficiency for homeless individuals and families, while also assisting other households to avoid the causes of homelessness. ESG funds support households and individuals that earn less than 30 percent of median income. DCED awards ESG funds through a competitive application process to eligible entities in the following priority areas:

- Rapid re-housing (services to remove individuals/families from their homeless status quickly and move them into stable permanent housing);
- Homelessness prevention (services to assist individuals/families at risk of becoming homeless);
- Street outreach services;
- Emergency shelters (includes renovations, operational costs, and essential services); and
- Homeless Management Information Systems.

Community Services Block Grant

The [Community Services Block Grant \(CSBG\)](#) aims to reduce poverty in a community or those areas of a community where poverty is a particularly acute problem. Addressing the causes and conditions of poverty requires community engagement activities which remove obstacles that block self-sufficiency, such as employment and training resources; community stakeholder collaboration; literacy activities; affordable housing issues; grassroots activities that provide intervention to the causes of poverty; addressing the needs of youth through programming or coordination; and increased engagement in community planning and improvement activities.

Community and Economic Development

Program: Pennsylvania Communities, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Center for Local Government Services		Appalachian Regional Commission	
\$ 471	—to continue current program.	\$ (425)	—to continue current program.
BusinessPA		Community and Economic Assistance	
\$ 464	—to continue current program.	\$(112,975)	—program elimination.
Pennsylvania Military Community Enhancement Commission		Historically Disadvantaged Business Assistance	
\$ 41	—to continue current program.	\$ 51	—to continue current program.
Keystone Communities		Local Municipal Relief	
\$ (34,343)	—program elimination.	\$ (55,645)	—program elimination.
Main Street Matters		Hospital and Health System Emergency Relief	
\$ 211	—to continue current program.	\$ (13,500)	—program elimination.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Center for Local Government Services	\$ 5,304	\$ 5,569	\$ 6,040	\$ 6,040	\$ 6,040	\$ 6,040	\$ 6,040
BusinessPA	-	8,856	9,320	9,320	9,320	9,320	9,320
Pennsylvania Military Community Enhancement Commission	567	567	608	608	608	608	608
Transfer to Municipalities Financial Recovery Revolving Fund	5,500	5,500	5,500	5,500	5,500	5,500	5,500
Intergovernmental Cooperation Authority-3rd Class Cities	100	100	100	100	-	-	-
Municipal Assistance Program	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Keystone Communities	45,343	34,343	-	-	-	-	-

Community and Economic Development

Program: Pennsylvania Communities, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Main Street Matters ..	20,000	20,000	20,211	20,211	20,211	20,211	20,211
Appalachian Regional Commission	750	750	325	325	325	325	325
Strategic Management Planning Program	3,617	3,617	3,617	3,617	3,617	3,617	3,617
Rural Leadership Training	100	100	100	100	100	100	100
Food Access Initiative	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Local Government Emergency Housing Support	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Community and Economic Assistance	86,510	112,975	-	-	-	-	-
Historically Disadvantaged Business Assistance .	20,000	20,000	20,051	20,051	20,051	20,051	20,051
Local Municipal Relief	50,650	55,645	-	-	-	-	-
Hospital and Health System Emergency Relief	17,500	13,500	-	-	-	-	-
TOTAL GENERAL FUND	\$ 261,441	\$ 287,022	\$ 71,372	\$ 71,372	\$ 71,272	\$ 71,272	\$ 71,272

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Provide resources and technical assistance to make impactful investments that enhance the performance and quality of Pennsylvania's local governments and communities.							
Municipalities receiving financial and technical assistance through the Strategic Management Planning Program	28	26	25	44	44	44	44
Designated distressed communities in Act 47	16	16	13	9	3	6	9
Municipal Assistance Program: Number of local governments assisted.	250	27	21	36	88	72	72
Homes weatherized	2,026	1,814	1,830	2,574	1,602	2,000	2,000



CONSERVATION AND NATURAL RESOURCES

The mission of the [Department of Conservation and Natural Resources \(DCNR\)](#) is to conserve and sustain Pennsylvania's natural resources for present and future generations' use and enjoyment.

Programs and Goals

Parks and Forests Management: To manage state park and forest lands for their long-term use and enjoyment; provide the resources and expertise to help conserve and protect all the Commonwealth's natural resources; and help create and sustain economically vibrant communities through quality recreational resources and investments.

Conservation and Natural Resources

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 33,031	\$ 23,927	\$ 30,755
(F)Land and Water Conservation Fund	20,000	20,000	20,000
(F)Building Resilient Infrastructure and Communities	10,000	-	-
(F)Highlands Conservation Program	24,500	24,500	23,670
(F)Chesapeake Bay Gateway Network	600	600	600
(F)Topographic and Geologic Survey Grants	3,500	3,100	2,500
(F)U.S. Endowment-Healthy Watershed	200	-	-
(F)Federal Sentinel Landscape Program	300	1,300	300
(F)PA Recreation Trails (EA)	8,500	8,300	3,130
(F)Hydraulic and Hydrological Study (EA)	238	2,713	2,608
(A)IRA Direct Pay Tax Credit Reimbursement	-	555	-
(A)Department Services	26	528	200
(A)Internet Record Imaging System	57	150	125
(A)Water Well Drillers	34	60	35
(R)Foundation Grants	9	5	10
Subtotal	<u>\$ 100,995</u>	<u>\$ 85,738</u>	<u>\$ 83,933</u>

State Parks Operations	71,967	51,236	76,909
(F)Mental Health Training	150	-	-
(F)Federal Lands Access Program	400	400	400
(F)Pennsylvania Parks and Forest Foundation	650	-	-
(F)Oil Creek State Park Construction	-	603	-
(F)IIJA-Spring Garden Dam Removal (EA)	750	750	750
(F)Coastal Zone Management Special Projects (EA)	150	150	150
(F)Disaster Relief (EA)	8,000	8,000	1,000
(A)State Parks User Fees	33,600	37,220	36,000
(A)State Parks Services	9,582	11,601	9,117
(A)Sale of Vehicles-Parks	72	42	43
(R)State Park Resource Restoration	69	133	50
(R)Purchase of State Forest Land (EA)	77	20	-
Subtotal	<u>\$ 125,467</u>	<u>\$ 110,155</u>	<u>\$ 124,419</u>

State Forests Operations	51,435	32,639	55,708
(F)Forest Fire Protection and Control	3,200	3,200	3,200
(F)IIJA-Forest Fire Protection and Control	800	800	2,086
(F)IIJA-Community Wildfire Defense Grant Program	900	900	900
(F)Forest Management and Processing	21,600	21,600	21,600
(F)IIJA-Forest Management and Processing	34,000	34,000	34,000
(F)Aid to Volunteer Fire Companies	350	542	542
(F)IIJA-Aid to Volunteer Fire Companies	1,800	1,800	1,800
(F)National Fish and Wildlife Foundation	10,000	10,000	4,000

Conservation and Natural Resources

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(F)Wetland Protection Fund	400	400	400
(F)EPA Chesapeake Bay Grant	10,000	8,000	6,000
(F)USDA Good Neighbor Agreement.....	800	800	800
(F)Cooperative Endangered Species	60	60	60
(F)Wetlands Program Development (EA)	250	250	-
(A)Timber Sales	21,000	20,000	20,000
(A)Forest Fire Extinction.....	2,576	2,500	3,000
(A)State Forests Services	1,149	900	676
(A)Sale of Vehicles-Forests.....	75	60	60
(A)Tickets and Fines	20	25	25
(R)Forest Regeneration (EA)	4,200	4,500	4,500
(R)Forestry Research.....	-	250	500
Subtotal.....	\$ 164,615	\$ 143,226	\$ 159,857
Forest Pest Management	4,500	4,500	5,000
(F)Forest Insect and Disease Control	1,000	1,000	1,000
(F)IIJA-Forest Insect and Disease Control	1,100	1,410	1,410
(R)Good Neighbor Forest Restoration Services	23	800	800
Subtotal.....	\$ 6,623	\$ 7,710	\$ 8,210
Parks, Forests, and Recreation Projects	900	900	900
(R)ATV Management (EA)	6,498	4,500	4,500
(R)Snowmobile Management (EA).....	400	537	537
Subtotal - State Funds.....	\$ 161,833	\$ 113,202	\$ 169,272
Subtotal - Federal Funds.....	164,198	155,178	132,906
Subtotal - Augmentations	68,191	73,641	69,281
Subtotal - Restricted	11,276	10,745	10,897
Total - General Government.....	\$ 405,498	\$ 352,766	\$ 382,356
Grants and Subsidies:			
Heritage Parks.....	\$ 5,000	\$ 5,000	\$ 5,000
Annual Fixed Charges-Flood Lands	70	70	65
Annual Fixed Charges-Project 70	88	88	95
Annual Fixed Charges-Forest Lands	7,962	7,962	8,014
Annual Fixed Charges-Park Lands	415	415	388
(R)Monsanto Settlement	296	2,750	12,284
(R)Keystone Tree Account	303	200	693

Conservation and Natural Resources

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Subtotal - State Funds.....	\$ 13,535	\$ 13,535	\$ 13,562
Subtotal - Restricted.....	599	2,950	12,977
Total - Grants and Subsidies.....	\$ 14,134	\$ 16,485	\$ 26,539
STATE FUNDS.....	\$ 175,368	\$ 126,737	\$ 182,834
FEDERAL FUNDS.....	164,198	155,178	132,906
AUGMENTATIONS.....	68,191	73,641	69,281
RESTRICTED.....	11,875	13,695	23,874
GENERAL FUND TOTAL.....	\$ 419,632	\$ 369,251	\$ 408,895
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Dirt and Gravel Roads.....	\$ 7,000	\$ 7,000	\$ 7,000
<i>Grants and Subsidies:</i>			
(R)Forestry Bridges-Excise Tax (EA).....	\$ 9,281	\$ 9,257	\$ 9,224
STATE FUNDS.....	\$ 7,000	\$ 7,000	\$ 7,000
RESTRICTED.....	9,281	9,257	9,224
MOTOR LICENSE FUND TOTAL.....	\$ 16,281	\$ 16,257	\$ 16,224
<u>OTHER FUNDS:</u>			
CLEAN STREAMS FUND:			
Transfer to Keystone Tree Account (EA).....	\$ - ^a	\$ - ^a	\$ - ^a
ENVIRONMENTAL EDUCATION FUND:			
General Operations (EA).....	\$ 294	\$ 356	\$ 216
ENVIRONMENTAL STEWARDSHIP FUND:			
Parks and Forest Facility Rehabilitation (EA).....	\$ 13,288	\$ 13,828 ^b	\$ 13,627
Community Conservation Grants (EA).....	6,694	6,966 ^c	6,865
Natural Diversity Conservation Grants (EA).....	325	325	325
ENVIRONMENTAL STEWARDSHIP FUND TOTAL.....	\$ 20,307	\$ 21,119	\$ 20,817
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND:			
Parks and Forest Facility Rehabilitation (EA).....	\$ 38,022	\$ 41,395 ^d	\$ 47,409
Grants for Local Recreation (EA).....	31,686	34,495 ^e	39,508
Grants to Land Trusts (EA).....	12,674	13,798 ^f	15,803
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND TOTAL.....	\$ 82,382	\$ 89,688	\$ 102,720
OIL AND GAS LEASE FUND:			
General Government Operations.....	\$ 20,790	\$ 32,943	\$ 28,500
State Parks Operations.....	25,500	52,068	32,000
State Forests Operations.....	21,500	45,145	28,500
Transfer to Marcellus Legacy Fund (EA).....	15,000	15,000	15,000
OIL AND GAS LEASE FUND TOTAL.....	\$ 82,790	\$ 145,156	\$ 104,000

Conservation and Natural Resources

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
STATE GAMING FUND:			
Payments in Lieu of Taxes (EA).....	\$ 12,100	\$ 12,100	\$ 12,234
Transfer to State Parks User Fees (EA).....	\$ -	\$ - ^g	\$ -
STATE GAMING FUND TOTAL.....	\$ 12,100	\$ 12,100	\$ 12,234
WILD RESOURCE CONSERVATION FUND:			
General Operations (EA).....	\$ 132	\$ 132	\$ 132
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 175,368	\$ 126,737	\$ 182,834
MOTOR LICENSE FUND.....	7,000	7,000	7,000
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	164,198	155,178	132,906
AUGMENTATIONS.....	68,191	73,641	69,281
RESTRICTED.....	21,156	22,952	33,098
OTHER FUNDS.....	198,005	268,551	240,119
TOTAL ALL FUNDS.....	\$ 633,918	\$ 654,059	\$ 665,238

^a Not added to the total to avoid double counting: 2024-25 Actual is \$693,000, 2025-26 Available is \$274,000, and 2026-27 Budget is \$263,000.

^b Includes recommended supplemental executive authorization of \$2,308,000.

^c Includes recommended supplemental executive authorization of \$1,163,000.

^d Includes recommended supplemental executive authorization of \$4,482,000.

^e Includes recommended supplemental executive authorization of \$3,735,000.

^f Includes recommended supplemental executive authorization of \$1,494,000.

^g Not added to the total to avoid double counting: 2025-26 Available is \$719,550.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
PARKS AND FORESTS MANAGEMENT:							
GENERAL FUND.....	\$ 175,368	\$ 126,737	\$ 182,834	\$ 198,676	\$ 201,176	\$ 202,676	\$ 202,676
MOTOR LICENSE FUND...	7,000	7,000	7,000	7,000	7,000	7,000	7,000
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	164,198	155,178	132,906	132,906	132,906	132,906	132,906
AUGMENTATIONS.....	68,191	73,641	69,281	64,281	63,281	63,781	63,781
RESTRICTED.....	21,156	22,952	33,098	23,469	20,646	20,554	20,453
OTHER FUNDS.....	198,005	268,551	240,119	241,034	250,890	259,862	271,895
DEPARTMENT TOTAL.....	\$ 633,918	\$ 654,059	\$ 665,238	\$ 667,366	\$ 675,899	\$ 686,779	\$ 698,711

Program: Parks and Forests Management

Goal: To manage state park and forest lands for their long-term use and enjoyment; provide the resources and expertise to help conserve and protect all the Commonwealth's natural resources; and help create and sustain economically vibrant communities through quality recreational resources and investments.

Management of State Park and Forest Lands

The [Department of Conservation and Natural Resources \(DCNR\)](#) manages over two million acres of [state parks](#) and [state forest](#) land across the Commonwealth. Pennsylvania's state parks protect many natural, aesthetic, geologic, scenic, and historical treasures that make the Commonwealth unique and diverse. State forests are managed for multiple uses, including protection of streams, drinking water, clean air, and conservation of many important plant and animal communities. Over two million acres of state forests offer exceptional opportunities for low-density outdoor recreation; including hunting, fishing, hiking, mountain biking, and critical scientific research. Forestlands support Pennsylvania's forest products industry with a steady supply of forest products. Numerous studies reinforce the belief that parks, forests, and outdoor recreation provide essential physical and mental health benefits. In addition, these resources support Pennsylvania's multi-billion dollar outdoor recreation industry, which draws out-of-state visitors and tourism dollars to Pennsylvania, providing income for local businesses and communities.

The department maintains thousands of structures, road miles, bridges, dams, treatment plants, and other infrastructure within the park and forest systems. DCNR is actively working to [reduce its carbon footprint](#) and save money by incorporating [energy-saving features](#) in existing and new buildings, water-saving measures in landscapes, and using recycled building materials. The department manages forestlands to limit impacts from development, maintain a balanced and healthy deer population, and incorporate sustainable practices that strengthen the forest's ability to regenerate and combat invasive species outbreaks. In addition, state forests alone sequester millions of standard tons of carbon each year, contributing significantly to the mitigation of climate change.

Improve Communities Through Access to Conservation and Recreation Resources

The [Community Conservation Partnerships Program](#) provides technical assistance and matching grants for community parks and trails, snowmobile and ATV trails, land conservation, river conservation, forested buffers, closing trail gaps, and rails-to-trails projects. These grants have assisted every Pennsylvania county and reached more than half of the Commonwealth's communities. Parks and trails provide multiple benefits that support local and regional economies, help build more flood and climate resilient communities through nature-based infrastructure, and ensure equitable access to the outdoors so that all can experience the healing and therapeutic benefits of the outdoors and participate in healthful activities.

DCNR also directly supports jobs through its [PA Outdoor Corps](#) where participants gain on-the-job skills by working outdoors through a 6-week summer youth corps or a 9-month young adult program. Projects include building trails and shelters, combating invasive species, and learning planning and design skills. Promoting conservation as a career creates a pipeline of young people interested in restoration, recreation, and helping to diversify and strengthen the next generation of conservation stewards.

Stewardship of Natural Resources

DCNR is a trustee under [Article 1, Section 27](#) of the state constitution and uses this responsibility to ensure the highest level of natural resource conservation for current and future generations of Pennsylvanians. The department uses adaptive management in its efforts to conserve the state's forests, streams, and natural communities. DCNR provides leadership and guidance through technical assistance, ecological and geologic information, and grant funding for research, planning, project development, and land acquisition. The department's conservation science programs and [topographic and geologic resources](#), including digital maps, data, and geographic information systems, help communities and industries make land use decisions that support sustainable development. Bureau geologists map the surface and subsurface geology and analyze the state's geological resources to disseminate impartial information essential to environmental stewardship, human health and safety, infrastructure development, and economic growth. DCNR, through its service foresters, provides hands-on assistance to private forest landowners who own three-quarters of all forestland in the state. The department's goal is to reduce forest fragmentation and loss by conserving additional forest acres and planting additional trees. DCNR is expanding its work to help the Chesapeake Bay and local streams by funding streamside [buffer projects](#) across the Commonwealth.

Conservation and Natural Resources

Program: Parks and Forests Management, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Forest Pest Management	
\$ 2,356	—to continue current program.	\$ 500	—to continue current program.
4,472	—to reflect change in other revenue.		
\$ 6,828	<i>Appropriation Increase</i>		
State Parks Operations		Annual Fixed Charges-Flood Lands	
\$ 5,124	—to continue current program.	\$ (5)	—to continue current program.
20,549	—to reflect change in other revenue.		
\$ 25,673	<i>Appropriation Increase</i>		
State Forests Operations		Annual Fixed Charges-Project 70	
\$ 6,924	—to continue current program.	\$ 7	—to continue current program.
16,145	—to reflect change in other revenue.		
\$ 23,069	<i>Appropriation Increase</i>		
		Annual Fixed Charges-Forest Lands	
		\$ 52	—to continue current program.
		Annual Fixed Charges-Park Lands	
		\$ (27)	—to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 33,031	\$ 23,927	\$ 30,755	\$ 34,255	\$ 34,255	\$ 35,255	\$ 35,255
State Parks Operations...	71,967	51,236	76,909	82,635	84,135	83,635	83,635
State Forests Operations	51,435	32,639	55,708	62,324	63,324	64,324	64,324
Forest Pest Management	4,500	4,500	5,000	5,000	5,000	5,000	5,000
Parks, Forests, and Recreation Projects	900	900	900	900	900	900	900
Heritage Parks	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Annual Fixed Charges-Flood Lands	70	70	65	65	65	65	65
Annual Fixed Charges-Project 70	88	88	95	95	95	95	95
Annual Fixed Charges-Forest Lands	7,962	7,962	8,014	8,014	8,014	8,014	8,014
Annual Fixed Charges-Park Lands	415	415	388	388	388	388	388
TOTAL GENERAL FUND	\$ 175,368	\$ 126,737	\$ 182,834	\$ 198,676	\$ 201,176	\$ 202,676	\$ 202,676

Conservation and Natural Resources

Program: Parks and Forests Management, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
MOTOR LICENSE FUND:							
Dirt and Gravel Roads	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000
OIL AND GAS LEASE FUND:							
General Government Operations	\$ 20,790	\$ 32,943	\$ 28,500	\$ 25,000	\$ 25,000	\$ 24,000	\$ 24,000
State Parks Operations...	25,500	52,068	32,000	28,500	27,000	27,000	27,000
State Forests Operations	21,500	45,145	28,500	25,000	25,000	24,000	24,000
TOTAL OIL AND GAS LEASE FUND	\$ 67,790	\$ 130,156	\$ 89,000	\$ 78,500	\$ 77,000	\$ 75,000	\$ 75,000

Program Measures:

	2020-21 Actual	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Actual	2025-26 Estimated	2026-27 Estimated
Benefit communities and citizens through investments in conservation and recreation.							
Land conservation through acquisition and easement (acres) - includes additions to parks, forests, and grants to communities.....	6,946	7,907	10,839	11,590	6,479	8,601	6,042
Miles of trail improved/constructed in communities..... ^a	258.6	279.8	250.8	425.7	326.8	400.0	311.4
Total community grant funding (in millions).....	\$ 50.9	66.6	128.0	54.2	85.5	86.0	87.0
Promote responsible stewardship of the Commonwealth's natural resources.							
Youth trained and employed through the Pennsylvania Outdoor Corps (cumulative)	772	899	1,039	1,217	1,690	1,897	2,097
Enhance the stewardship and management of state parks and forests, operating effectively and efficiently.							
Annual state park visits (in millions).....	46.6	39.4	38.3	38.5	37.3	37.8	38.3
Green energy savings (cumulative)	\$ 373,207	389,717	486,736	1,502,485	1,376,040	1,890,104	2,075,944

^a Method of data collection has changed.



CORRECTIONS

The [Pennsylvania Department of Corrections \(DOC\)](#) operates as one team, embraces diversity, and commits to enhancing public safety. As a leader in the corrections field, the department aims to reduce criminal behavior by providing individualized treatment and education to incarcerated individuals, resulting in successful community reintegration through accountability and positive change.

The department maintains a state system for the custody and rehabilitation of individuals sentenced to incarceration. Included within this system are residential programs to provide supervision, counseling, and treatment, enabling them to satisfactorily adjust to society. DOC further supervises persons on parole, helping them to continue to reintegrate into society. The [Pennsylvania Parole Board](#) ensures citizen safety through careful selection of individuals to be paroled. The [Office of Victim Advocate](#) administers the victim service programs by representing rights and interests of crime victims. The [Sexual Offenders Assessment Board](#) is responsible for the review of registration of sexual offenders and conducting assessments of convicted sex offenders. The [Board of Pardons](#) reviews criminal cases to determine whether clemency should be recommended to the Governor.

Programs and Goals

Incarcerated Individuals: *To optimize safety and security in prison, reduce recidivism, strive for operational excellence, and promote engaged, collaborative, and effective staff.*

Reentry Into Communities: *To optimize safety and security in the community, reduce recidivism, strive for operational excellence, and promote engaged, collaborative, and effective staff.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET

GENERAL FUND:**General Government:**

General Government Operations	\$ 40,735	\$ 41,769	\$ 42,764
(A)County Training	49	125	86
(A)IRA Direct Pay Tax Credit Reimbursement	-	36	-
(A)Miscellaneous	277	276	276
Subtotal	<u>\$ 41,061</u>	<u>\$ 42,206</u>	<u>\$ 43,126</u>
State Field Supervision	184,210	191,325	188,218
(F)Smart Supervision	800	560	427
(F)Body Worn Cameras	-	-	2,000
(A)State Parole Supervision Fees	3,670	4,100	3,600
(A)Interstate Supervision Fees	71	86	68
Subtotal	<u>\$ 188,751</u>	<u>\$ 196,071</u>	<u>\$ 194,313</u>
Pennsylvania Parole Board	13,373	13,598	14,442
Sexual Offenders Assessment Board	8,031	8,621	8,364
Board of Pardons	2,880	3,122	2,823
Office of Victim Advocate	3,809	4,049	4,280
(F)OVA Post Conviction Victims Rights and Services (EA)	624	504	564
(F)OVA STOP Grant Training and Technical Assistance (EA)	66	66	66
(F)SORNA Notifications (EA)	68	68	78
(F)SORNA Awareness Grant (EA)	50	105	50
(R)Information Technology Enhancements-OVA (EA)	-	- ^a	-
Subtotal	<u>\$ 4,617</u>	<u>\$ 4,792</u>	<u>\$ 5,038</u>
Subtotal - State Funds	<u>\$ 253,038</u>	<u>\$ 262,484</u>	<u>\$ 260,891</u>
Subtotal - Federal Funds	1,608	1,303	3,185
Subtotal - Augmentations	<u>4,067</u>	<u>4,623</u>	<u>4,030</u>
Total - General Government	<u>\$ 258,713</u>	<u>\$ 268,410</u>	<u>\$ 268,106</u>

Institutional:

Medical Care	\$ 410,408	\$ 409,089	\$ 448,432
(F)PREA Program-Strategic Support for PREA Implementation	179	179	52
(F)Pay for Success	900	900	844
(F)State Opioid Response (EA)	16,008	5,025	6,700
(A)Medical Reimbursements	543	500	500
Subtotal	<u>\$ 428,038</u>	<u>\$ 415,693</u>	<u>\$ 456,528</u>
Correctional Education and Training	50,871	50,999	52,510
(F)Correctional Education	832	859	859
Subtotal	<u>\$ 51,703</u>	<u>\$ 51,858</u>	<u>\$ 53,369</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
State Correctional Institutions	2,439,267	2,513,629	2,616,893
(F)COVID-SFR State Correctional Institutions	86,795	10,203	-
(F)Reimbursement for Incarcerated Aliens	2,500	2,500	2,500
(F)Naloxone Reentry Tracking Program	200	200	-
(F)Criminal Justice and Mental Health Collaboration	550	550	600
(F)Second Chance Act	31	-	-
(F)Adult Reentry Education, Employment, and Treatment	600	279	700
(F)SUPTRSBG-Substance Use Prevention (EA)	1,965	1,965	1,965
(F)RSAT-State Incarcerated Individuals (EA)	599	599	599
(F)PREA Compliance (EA)	172	-	172
(A)Institutional Reimbursements	794	1,017	794
(A)Social Security	224	144	224
(R)DOC Farm Program (EA)	262	239 ^b	254
Subtotal	<u>\$ 2,533,959</u>	<u>\$ 2,531,325</u>	<u>\$ 2,624,701</u>
Subtotal - State Funds	\$ 2,900,546	\$ 2,973,717	\$ 3,117,835
Subtotal - Federal Funds	111,331	23,259	14,991
Subtotal - Augmentations	1,561	1,661	1,518
Subtotal - Restricted	<u>262</u>	<u>239</u>	<u>254</u>
Total - Institutional	<u>\$ 3,013,700</u>	<u>\$ 2,998,876</u>	<u>\$ 3,134,598</u>
Grants and Subsidies:			
(R)County Parole Supervision Fees	\$ 6,350	\$ - ^c	\$ - ^c
STATE FUNDS	\$ 3,153,584	\$ 3,236,201	\$ 3,378,726
FEDERAL FUNDS	112,939	24,562	18,176
AUGMENTATIONS	5,628	6,284	5,548
RESTRICTED	<u>6,612</u>	<u>239</u>	<u>254</u>
GENERAL FUND TOTAL	<u>\$ 3,278,763</u>	<u>\$ 3,267,286</u>	<u>\$ 3,402,704</u>
OTHER FUNDS:			
MANUFACTURING FUND:			
General Operations (EA)	<u>\$ 103,173</u>	<u>\$ 103,965</u>	<u>\$ 106,564</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 3,153,584	\$ 3,236,201	\$ 3,378,726
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	112,939	24,562	18,176
AUGMENTATIONS	5,628	6,284	5,548
RESTRICTED	6,612	239	254
OTHER FUNDS.....	103,173	103,965	106,564
TOTAL ALL FUNDS	\$ 3,381,936	\$ 3,371,251	\$ 3,509,268

^a Transfer from Enterprise and Technology not added to avoid double counting. Information Technology Enhancements-OVA (EA) for 2025-26 Available is \$80,000.

^b This budget proposes changing Rockview Farm Program (EA) to DOC Farm Program (EA).

^c Per Act 34 of 2023, counties retain all supervision fees collected.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
INCARCERATED INDIVIDUALS:							
GENERAL FUND.....	\$ 2,941,281	\$ 3,015,486	\$ 3,160,599	\$ 3,212,937	\$ 3,212,937	\$ 3,212,937	\$ 3,212,937
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	111,331	23,259	14,991	14,991	14,991	14,991	14,991
AUGMENTATIONS	1,887	2,098	1,880	1,880	1,880	1,880	1,880
RESTRICTED	262	239	254	254	254	254	254
OTHER FUNDS.....	103,173	103,965	106,564	106,564	106,564	102,776	102,776
SUBCATEGORY TOTAL....	<u>\$ 3,157,934</u>	<u>\$ 3,145,047</u>	<u>\$ 3,284,288</u>	<u>\$ 3,336,626</u>	<u>\$ 3,336,626</u>	<u>\$ 3,332,838</u>	<u>\$ 3,332,838</u>
REENTRY INTO COMMUNITIES:							
GENERAL FUND.....	\$ 212,303	\$ 220,715	\$ 218,127	\$ 218,127	\$ 218,127	\$ 218,127	\$ 218,127
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,608	1,303	3,185	2,758	2,758	2,758	2,758
AUGMENTATIONS	3,741	4,186	3,668	3,668	3,668	3,668	3,668
RESTRICTED	6,350	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 224,002</u>	<u>\$ 226,204</u>	<u>\$ 224,980</u>	<u>\$ 224,553</u>	<u>\$ 224,553</u>	<u>\$ 224,553</u>	<u>\$ 224,553</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 3,153,584	\$ 3,236,201	\$ 3,378,726	\$ 3,431,064	\$ 3,431,064	\$ 3,431,064	\$ 3,431,064
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	112,939	24,562	18,176	17,749	17,749	17,749	17,749
AUGMENTATIONS	5,628	6,284	5,548	5,548	5,548	5,548	5,548
RESTRICTED	6,612	239	254	254	254	254	254
OTHER FUNDS.....	103,173	103,965	106,564	106,564	106,564	102,776	102,776
DEPARTMENT TOTAL	<u>\$ 3,381,936</u>	<u>\$ 3,371,251</u>	<u>\$ 3,509,268</u>	<u>\$ 3,561,179</u>	<u>\$ 3,561,179</u>	<u>\$ 3,557,391</u>	<u>\$ 3,557,391</u>

Program: Incarcerated Individuals

Goal: To optimize safety and security in prison, reduce recidivism, strive for operational excellence, and promote engaged, collaborative, and effective staff.

The [Department of Corrections \(DOC\)](#) protects the public by confining individuals in [state correctional institutions](#) for the period of time specified by the courts and the [Pennsylvania Parole Board](#). The department is charged with maintaining safe and humane institutions while providing opportunities to the prison population for growth and change. Given that 90 percent of individuals incarcerated in the Commonwealth's state correctional institutions will eventually be released into the community, DOC emphasizes programs that prepare them for responsible, crime-free community living. These reentry programs include [drug and alcohol treatment](#) programs, [educational/vocational](#) programs, and [reentry and transitional services](#). The department prepares and promotes rigorous [statistics and evaluations](#) on the institutional and reentry programs and processes to ensure data-driven decisions are made when allocating resources to reduce recidivism.

Institutional Operations

In addition to protecting the public, DOC emphasizes the safety and security of its staff, volunteers, incarcerated individuals, and visitors to institutions. All individuals undergo a diagnostic and classification process to determine the appropriate security classification, medical needs, and programs needed for reentry into society. Two of the largest support service needs to operate the institutions are food service and facility maintenance. Staff and incarcerated individuals perform most of these functions, giving people an opportunity to learn a trade, while constructively occupying their time. Another large support service is health care provided by a combination of staff and contractors. The department also offers renal dialysis, geriatric services, infectious care treatment, and other necessary services. Institutions also provide mental health services, including special needs units in most institutions and licensed mental health units in six institutions.

Individual Programs and Reentry

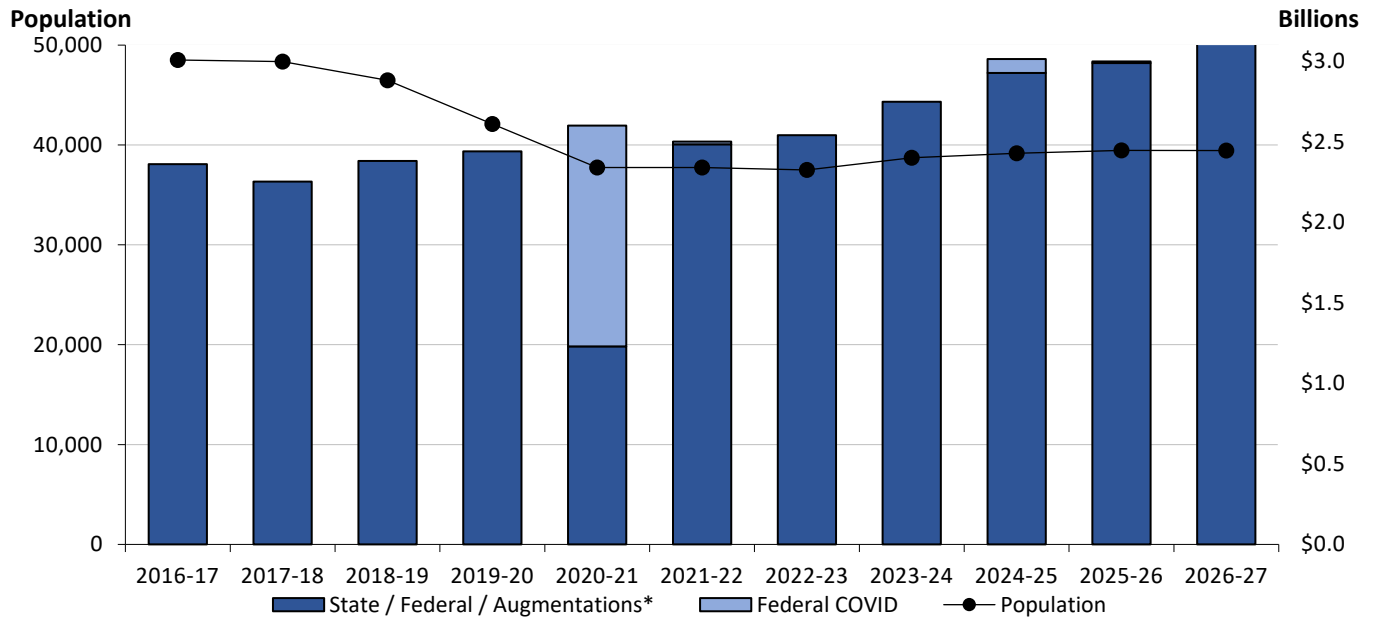
DOC provides programming which will enable individuals to leave prison better prepared to adjust to life in the community. In order to increase public safety, use of secure parole violator centers for certain reentrants is necessary. These centers provide the means to reduce the number of technical parole violators returning to a state correctional institution yet maintain a secure environment for parolees at the centers. Preparation for reentry begins when an individual enters the department's diagnostic and classification center. The center conducts a comprehensive assessment of the individual's risk or probability of reoffending. This assessment data develops a meaningful correctional plan which details the recommended treatment and education programs for each individual and sets expectations for behavior and work performance throughout incarceration. [Prosocial connections](#) are also important to the reentrant and the department. Another treatment option is the State Drug Treatment Program where eligible individuals participate in structured alcohol and drug treatment programs while in an institution, followed by treatment in the community. Employment in institutional jobs and [correctional industries](#) provide individuals with the opportunity to learn responsibility as well as work habits and skills that can be used to find employment after release.

Community Corrections

The last step in reentry treatment is [community corrections](#). Community corrections centers permit highly screened individuals, who meet established criteria, to live in housing in the community. At these centers, reentrants receive 24-hour supervision and can utilize counseling services while working or attending school. The centers also offer alcohol and drug treatment services, employment assistance, specialized counseling for hard-to-place individuals, and other services.

Program: Incarcerated Individuals, continued

State Correctional Institutions Population and Operating Costs

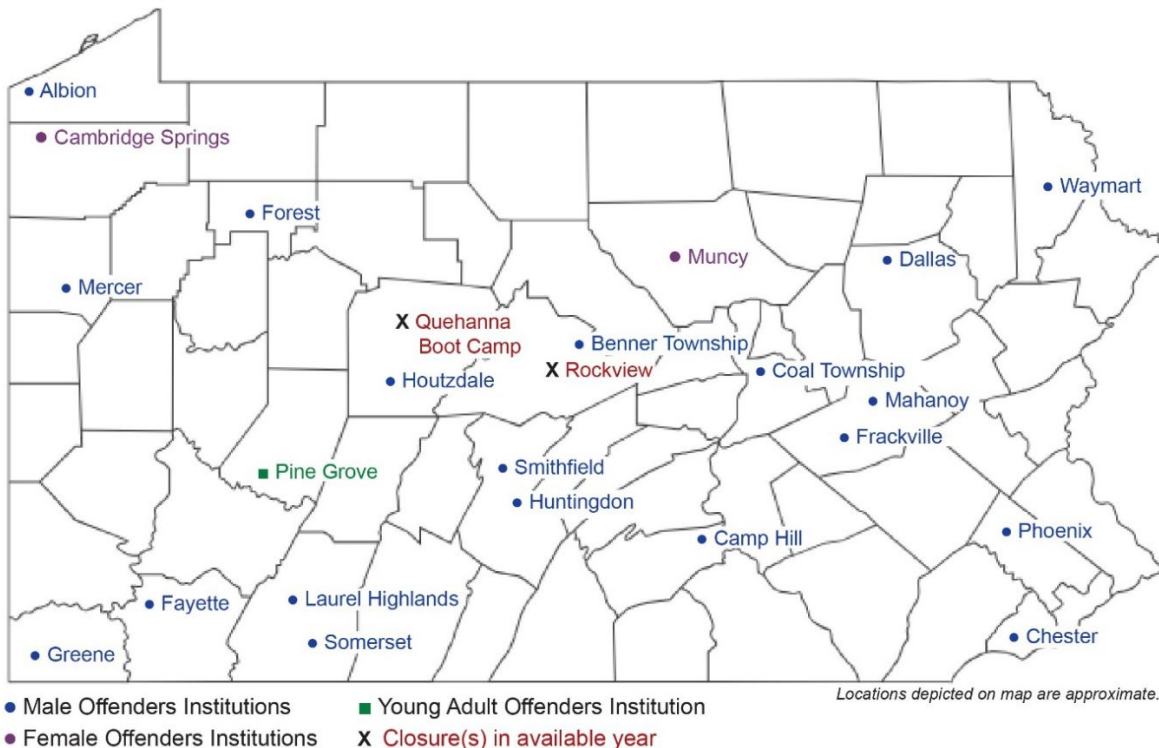


The cost of operating the state correctional institution system is estimated to increase from \$2.36 billion in 2016-17 to \$3.13 billion in 2026-27. Since 2016-17, the population has decreased from 48,510 to a projected 39,441 by 2026-27.

* Federal (non-COVID) and Augmentation costs make up less than 2% of state correctional costs.

Locations

Learn more about the operation and history of DOC's facilities.



Program: Incarcerated Individuals, continued

Population by Institution

Institutions	Population July 2024	Population July 2025	Projected Population July 2026	Projected Bed Capacity July 2026	Projected Percent of Capacity July 2026
Albion	2,022	1,851	1,929	2,113	91.3%
Benner Township	1,831	1,407	1,485	2,250	66.0%
Cambridge Springs	845	911	989	1,168	84.7%
Camp Hill	1,998	2,422	2,499	3,024	82.6%
Chester	1,049	1,124	1,202	1,288	93.3%
Coal Township	1,840	1,919	1,997	2,459	81.2%
Dallas	1,929	1,969	2,046	2,189	93.5%
Fayette	1,896	2,009	2,086	2,372	87.9%
Forest	2,192	2,217	2,294	2,582	88.8%
Frackville	1,080	1,139	1,217	1,289	94.4%
Greene	1,565	1,622	1,700	1,997	85.1%
Houtzdale	2,095	2,227	2,304	2,493	92.4%
Huntingdon	1,808	1,844	1,922	2,304	83.4%
Laurel Highlands	1,428	1,407	1,485	1,655	89.7%
Mahanoy	2,106	2,120	2,197	2,370	92.7%
Mercer	1,216	1,367	1,445	1,473	98.1%
Muncy	1,034	1,051	1,129	1,642	68.8%
Phoenix	2,815	2,778	2,855	3,686	77.5%
Pine Grove	830	883	961	1,137	84.5%
Quehanna Boot Camp	365	312	-	-	-
Rockview	2,164	1,936	-	-	-
Smithfield	1,034	830	1,430	1,553	92.1%
Somerset	1,854	1,923	2,001	2,298	87.1%
Waymart	970	1,136	1,214	1,458	83.3%
Community Centers	1,197	1,049	1,049	1,049	100.0%
Other Jurisdictions - Federal	4	5	5	5	100.0%
Total	39,167	39,458	39,441	45,854	86.0%

^a Excess community correction facility capacity may be used for parolees, but is not required. Capacity shown reflects this alternative usage of the space.

Program: Incarcerated Individuals, continued

Expenditures by Institution: (Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget		2024-25 Actual	2025-26 Available	2026-27 Budget
Albion				Greene			
State Funds	\$ 109,147	\$ 100,792	\$ 105,751	State Funds	\$ 133,396	\$ 124,740	\$ 131,010
Federal Funds....	7	-	-	Federal Funds ...	-	-	-
Augmentations...	38	32	34	Augmentations ..	23	27	24
TOTAL.....	\$ 109,192	\$ 100,824	\$ 105,785	TOTAL	\$ 133,419	\$ 124,767	\$ 131,034
Benner Township				Houtzdale			
State Funds	\$ 102,507	\$ 107,951	\$ 137,281	State Funds	\$ 113,637	\$ 115,999	\$ 141,491
Federal Funds....	-	-	-	Federal Funds ...	110	150	120
Augmentations...	19	16	320	Augmentations ..	23	18	23
TOTAL.....	\$ 102,526	\$ 107,967	\$ 137,601	TOTAL	\$ 113,770	\$ 116,167	\$ 141,634
Cambridge Springs				Huntingdon			
State Funds	\$ 69,645	\$ 66,634	\$ 68,890	State Funds	\$ 109,130	\$ 109,623	\$ 125,213
Federal Funds....	-	-	25	Federal Funds ...	309	-	-
Augmentations...	31	32	28	Augmentations ..	18	19	18
TOTAL.....	\$ 69,676	\$ 66,666	\$ 68,943	TOTAL	\$ 109,457	\$ 109,642	\$ 125,231
Camp Hill				Laurel Highlands			
State Funds	\$ 156,933	\$ 162,441	\$ 171,921	State Funds	\$ 109,421	\$ 107,549	\$ 114,747
Federal Funds....	15	10	-	Federal Funds ...	-	-	-
Augmentations...	44	85	42	Augmentations ..	15	17	13
TOTAL.....	\$ 156,992	\$ 162,536	\$ 171,963	TOTAL	\$ 109,436	\$ 107,566	\$ 114,760
Chester				Mahanoy			
State Funds	\$ 86,646	\$ 78,505	\$ 84,890	State Funds	\$ 124,471	\$ 112,649	\$ 120,491
Federal Funds....	-	-	-	Federal Funds ...	7	-	-
Augmentations...	11	11	13	Augmentations ..	48	39	44
TOTAL.....	\$ 86,657	\$ 78,516	\$ 84,903	TOTAL	\$ 124,526	\$ 112,688	\$ 120,535
Coal Township				Mercer			
State Funds	\$ 100,963	\$ 93,258	\$ 100,232	State Funds	\$ 88,091	\$ 88,435	\$ 93,915
Federal Funds....	2	10	-	Federal Funds ...	-	-	-
Augmentations...	32	39	32	Augmentations ..	13	15	13
TOTAL.....	\$ 100,997	\$ 93,307	\$ 100,264	TOTAL	\$ 88,104	\$ 88,450	\$ 93,928
Dallas				Muncy			
State Funds	\$ 122,173	\$ 119,691	\$ 128,881	State Funds	\$ 108,164	\$ 108,151	\$ 118,882
Federal Funds....	20	-	-	Federal Funds ...	23	7	28
Augmentations...	27	23	24	Augmentations ..	28	41	29
TOTAL.....	\$ 122,220	\$ 119,714	\$ 128,905	TOTAL	\$ 108,215	\$ 108,199	\$ 118,939
Fayette				Phoenix			
State Funds	\$ 128,687	\$ 128,464	\$ 137,484	State Funds	\$ 201,048	\$ 194,794	\$ 207,559
Federal Funds....	20	-	-	Federal Funds ...	15	-	25
Augmentations...	26	20	22	Augmentations ..	580	809	574
TOTAL.....	\$ 128,733	\$ 128,484	\$ 137,506	TOTAL	\$ 201,643	\$ 195,603	\$ 208,158
Forest				Pine Grove			
State Funds	\$ 126,936	\$ 123,700	\$ 133,995	State Funds	\$ 80,179	\$ 80,440	\$ 85,833
Federal Funds....	50	-	-	Federal Funds ...	417	492	449
Augmentations...	27	27	27	Augmentations ..	13	10	10
TOTAL.....	\$ 127,013	\$ 123,727	\$ 134,022	TOTAL	\$ 80,609	\$ 80,942	\$ 86,292
Frackville				Quehanna Boot Camp			
State Funds	\$ 77,935	\$ 75,846	\$ 82,446	State Funds	\$ 37,701	\$ 25,930	\$ -
Federal Funds....	-	-	-	Federal Funds ...	15	6	-
Augmentations...	18	12	14	Augmentations ..	11	14	-
TOTAL.....	\$ 77,953	\$ 75,858	\$ 82,460	TOTAL	\$ 37,727	\$ 25,950	\$ -

Program: Incarcerated Individuals, continued

Expenditures by Institution: (Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget		2024-25 Actual	2025-26 Available	2026-27 Budget
Rockview				Community Centers			
State Funds	\$ 124,377	\$ 88,859	\$ -	State Funds	\$ 106,500	\$ 92,701	\$ 117,470
Federal Funds....	-	-	-	Federal Funds ...	-	-	-
Augmentations...	316	335	-	Augmentations ..	-	50	-
TOTAL.....	<u>\$ 124,693</u>	<u>\$ 89,194</u>	<u>\$ -</u>	TOTAL	<u>\$ 106,500</u>	<u>\$ 92,751</u>	<u>\$ 117,470</u>
Smithfield				Training Academy			
State Funds	\$ 11,414	\$ 93,740	\$ 112,215	State Funds	\$ 9,173	\$ 6,460	\$ 6,160
Federal Funds....	86,795	10,203	-	Federal Funds ...	-	-	-
Augmentations...	31	30	49	Augmentations ..	-	-	-
TOTAL.....	<u>\$ 98,240</u>	<u>\$ 103,973</u>	<u>\$ 112,264</u>	TOTAL	<u>\$ 9,173</u>	<u>\$ 6,460</u>	<u>\$ 6,160</u>
Somerset				Central Operations			
State Funds	\$ 113,945	\$ 111,219	\$ 117,847	State Funds	\$ 206,480 ^a	\$ 318,606 ^a	\$ 331,327 ^a
Federal Funds....	15	5	25	Federal Funds ...	23,385	12,210	14,132
Augmentations...	11	19	14	Augmentations ..	405	144	391
TOTAL.....	<u>\$ 113,971</u>	<u>\$ 111,243</u>	<u>\$ 117,886</u>	TOTAL	<u>\$ 230,270</u>	<u>\$ 330,960</u>	<u>\$ 345,850</u>
Waymart				Other Jurisdictions - Federal			
State Funds	\$ 135,615	\$ 130,440	\$ 135,904	State Funds	\$ 6,232	\$ 6,100	\$ 6,000
Federal Funds....	126	166	187	Federal Funds ...	-	-	-
Augmentations...	15	16	14	Augmentations ..	-	-	-
TOTAL.....	<u>\$ 135,756</u>	<u>\$ 130,622</u>	<u>\$ 136,105</u>	TOTAL	<u>\$ 6,232</u>	<u>\$ 6,100</u>	<u>\$ 6,000</u>
				TOTAL - ALL INSTITUTIONS			
				State Funds	\$ 2,900,546	\$ 2,973,717	\$ 3,117,835
				Federal Funds ...	111,331	23,259	14,991
				Augmentations ..	1,823	1,900	1,772
				TOTAL	<u>\$ 3,013,700</u>	<u>\$ 2,998,876</u>	<u>\$ 3,134,598</u>

^a Expenditures include annual maintenance costs for closed institutions.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		State Correctional Institutions	
\$ 995	—to continue current program.	\$ 10,203	—to replace federal funding received in 2025-26 COVID-19 response.
Medical Care		195,043	—to continue current program.
\$ 39,343	—to continue current program.	(101,982)	—closure of two institutions and two community corrections centers.
Correctional Education and Training		\$ 103,264	<i>Appropriation Increase</i>
\$ 1,511	—to continue current program.		

Program: Incarcerated Individuals, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 40,735	\$ 41,769	\$ 42,764	\$ 42,764	\$ 42,764	\$ 42,764	\$ 42,764
Medical Care.....	410,408	409,089	448,432	448,432	448,432	448,432	448,432
Correctional Education and Training.....	50,871	50,999	52,510	52,510	52,510	52,510	52,510
State Correctional Institutions.....	2,439,267	2,513,629	2,616,893	2,669,231	2,669,231	2,669,231	2,669,231
TOTAL GENERAL FUND	\$ 2,941,281	\$ 3,015,486	\$ 3,160,599	\$ 3,212,937	\$ 3,212,937	\$ 3,212,937	\$ 3,212,937

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Reduce violence rates.							
In-institution violence rate (on staff and on other persons combined) per 1,000	35.0	43.9	51.0	60.3	71.1	70.0	63.0
Decrease population.							
Population	37,748	37,498	38,713	39,167	39,458	39,441	39,649
Reduce recidivism.							
One-year recidivism rate..... %	36.7	30.4	31.5	33.7	33.9	32.9	31.4
Three-year recidivism rate	62.8	60.2	58.4	54.8	55.9	54.9	53.4

Program: Reentry into Communities

Goal: To optimize safety and security in the community, reduce recidivism, strive for operational excellence, and promote engaged, collaborative, and effective staff.

The primary goal of reentry is to protect the safety of the public through effective [parole decisions](#) and proper supervision of individuals returning to their communities. Successful reentry can reduce the likelihood of recidivism. This includes making parole decisions and supervising adult parolees, revoking the parole of technical parole violators who continue to violate parole conditions, revoking the parole of violators convicted of new crimes, and discharging parolees who have fulfilled their sentences in compliance with the conditions of parole.

Parole Decisions

[Individuals](#) must serve their minimum sentence before becoming eligible for parole. To prepare people for reentry while incarcerated, the department develops a correctional plan to address drug and alcohol treatment needs, educational opportunities, vocational training, counseling services, and employment opportunities within the institution.

Reentry Preparation

To fulfill the mission of community safety, the department focuses on preparing individuals for parole release and providing continued support during the critical initial period of readjustment following a person's return to the community. The institutional reentry staff work to identify employment, housing, and other obstacles or challenges to successful reentry. Upon release, an individual's needs are reassessed every six months or more frequently, if necessary.

Supervision and Case Management

The [reentry of an individual](#) into the community requires effective supervision, which includes a balance of monitoring and enforcement of parole conditions coupled with effective case management. As part of DOC's responsibility to public safety, field agents use problem-solving case management and other evidence-based strategies to reduce the risk of reoffending. Supervision staff also help with challenges regarding job, residence, continuity of care, or other issues. Management of technical parole violators through alternative, community-based interventions, and specialized support programs safely and effectively allow for continued supervision in the community.

Other Probation and Parole Programs

- The [Office of Victim Advocate](#) represents the interests of crime victims before the board or the department.
- The [Sexual Offenders Assessment Board \(SOAB\)](#) is responsible for conducting court-ordered assessments of convicted sexual offenders. SOAB provides the assessments to district attorneys and assists in determining those offenders who may be found by the court to be sexually violent predators. In addition, SOAB is responsible for updating and verifying the registry information for any offenders under board supervision.
- The [Board of Pardons](#) reviews criminal cases to determine whether clemency should be recommended to the Governor.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

State Field Supervision		Board of Pardons	
\$ (3,107)	—to continue current program.	\$ (299)	—to continue current program.
Pennsylvania Parole Board		Office of Victim Advocate	
\$ 844	—to continue current program.	\$ 231	—to continue current program.
Sexual Offenders Assessment Board			
\$ (257)	—to continue current program.		

Program: Reentry into Communities, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
State Field Supervision	\$ 184,210	\$ 191,325	\$ 188,218	\$ 188,218	\$ 188,218	\$ 188,218	\$ 188,218
Pennsylvania Parole Board	13,373	13,598	14,442	14,442	14,442	14,442	14,442
Sexual Offenders Assessment Board.....	8,031	8,621	8,364	8,364	8,364	8,364	8,364
Board of Pardons.....	2,880	3,122	2,823	2,823	2,823	2,823	2,823
Office of Victim Advocate	3,809	4,049	4,280	4,280	4,280	4,280	4,280
TOTAL GENERAL FUND	<u>\$ 212,303</u>	<u>\$ 220,715</u>	<u>\$ 218,127</u>	<u>\$ 218,127</u>	<u>\$ 218,127</u>	<u>\$ 218,127</u>	<u>\$ 218,127</u>

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the number of individuals identified as appropriate for parole based on reduced risk of committing another crime.							
State parolees and probationers supervised at fiscal year end	39,800	36,749	33,782	31,485	29,795	28,712	28,236
Decrease the percentage of supervised individuals who return to prison upon release from prison.							
One-year parole recommitment rate..... %	14	14	18	19	22	21	19
Three-year parole recommitment rate .. %	39	37	36	35	38	37	35



DRUG AND ALCOHOL PROGRAMS

The mission of the [Department of Drug and Alcohol Programs \(DDAP\)](#) is to engage, coordinate, and lead the Commonwealth's effort to prevent and reduce drug, alcohol, and gambling addiction and misuse; and to promote recovery, thereby reducing the human and economic impact of the disease.

DDAP develops and implements programs that focus on prevention, intervention, rehabilitation, and treatment. These programs educate people of all ages and backgrounds on the risks of substance misuse and support healthier communities across Pennsylvania.

Programs and Goals

Drug and Alcohol Misuse Prevention and Treatment: *To provide education, intervention, and treatment programs to reduce addiction, misuse, and dependence on drugs and alcohol, as well as problem gambling.*

Drug and Alcohol Programs

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 3,501	\$ 3,585	\$ 3,615
(F)SUPTRSBG-Administration and Operation	10,733	11,964	12,964
(F)COVID-SUPTRSBG-Administration and Operation (EA)	425	290	-
(F)Substance Use Special Projects-Administration and Operation.....	3,885	3,885	3,750
(F)State Opioid Response Administration	9,104	9,104	5,677
(F)Recovery House Assistance (EA).....	1,889	1,723	1,621
(R)Recovery House Certification (EA)	70	194	70
Subtotal.....	<u>\$ 29,607</u>	<u>\$ 30,745</u>	<u>\$ 27,697</u>
Subtotal - State Funds.....	\$ 3,501	\$ 3,585	\$ 3,615
Subtotal - Federal Funds.....	26,036	26,966	24,012
Subtotal - Augmentations	-	-	-
Subtotal - Restricted.....	70	194	70
Total - General Government.....	<u>\$ 29,607</u>	<u>\$ 30,745</u>	<u>\$ 27,697</u>

Grants and Subsidies:

Assistance to Drug and Alcohol Programs.....	\$ 44,732	\$ 44,732	\$ 44,732
(F)SUPTRSBG-Drug and Alcohol Services	81,560	78,815	77,811
(F)COVID-SUPTRSBG-Drug and Alcohol Services (EA)	2,000	-	-
(F)Substance Use Special Projects Grants.....	21,250	21,250	21,250
(F)State Opioid Response	154,259	154,259	109,371
(R)Opioid Settlements	16,461	20,240	23,062 ^a
Subtotal.....	<u>\$ 320,262</u>	<u>\$ 319,296</u>	<u>\$ 276,226</u>
Subtotal - State Funds.....	\$ 44,732	\$ 44,732	\$ 44,732
Subtotal - Federal Funds.....	259,069	254,324	208,432
Subtotal - Restricted.....	16,461	20,240	23,062
Total - Grants and Subsidies.....	<u>\$ 320,262</u>	<u>\$ 319,296</u>	<u>\$ 276,226</u>
STATE FUNDS	\$ 48,233	\$ 48,317	\$ 48,347
FEDERAL FUNDS	285,105	281,290	232,444
AUGMENTATIONS	-	-	-
RESTRICTED	16,531	20,434	23,132
GENERAL FUND TOTAL	<u>\$ 349,869</u>	<u>\$ 350,041</u>	<u>\$ 303,923</u>

OTHER FUNDS:

COMPULSIVE AND PROBLEM GAMBLING TREATMENT FUND:

Drug and Alcohol Treatment Services (EA)	\$ 11,050	\$ 9,354	\$ 9,354
(R)Compulsive and Problem Gambling Treatment (EA)	5,151	8,275	9,103
COMPULSIVE AND PROBLEM GAMBLING TREATMENT FUND TOTAL.....	<u>\$ 16,201</u>	<u>\$ 17,629</u>	<u>\$ 18,457</u>

Drug and Alcohol Programs

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
MEDICAL MARIJUANA PROGRAM FUND:			
Prevention and Treatment Services (EA).....	\$ 7,240	\$ 5,816 ^b	\$ 5,471
STATE STORES FUND:			
Alcohol Use Disorder Programs (EA).....	\$ 4,842	\$ 2,703	\$ 2,500
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 48,233	\$ 48,317	\$ 48,347
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	285,105	281,290	232,444
AUGMENTATIONS	-	-	-
RESTRICTED	16,531	20,434	23,132
OTHER FUNDS	28,283	26,148	26,428
TOTAL ALL FUNDS	\$ 378,152	\$ 376,189	\$ 330,351

^a Potential additional settlement payments to the Commonwealth not reflected in total.

^b Includes recommended supplemental executive authorization of \$227,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
DRUG AND ALCOHOL MISUSE PREVENTION AND TREATMENT:							
GENERAL FUND.....	\$ 48,233	\$ 48,317	\$ 48,347	\$ 48,347	\$ 48,347	\$ 48,347	\$ 48,347
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	285,105	281,290	232,444	232,444	232,444	232,444	232,444
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	16,531	20,434	23,132	23,132	23,132	23,132	23,132
OTHER FUNDS	28,283	26,148	26,428	27,653	29,144	30,758	32,512
DEPARTMENT TOTAL	\$ 378,152	\$ 376,189	\$ 330,351	\$ 331,576	\$ 333,067	\$ 334,681	\$ 336,435

Program: Drug and Alcohol Misuse Prevention and Treatment

Goal: To provide education, intervention, and treatment programs to reduce addiction, misuse, and dependence on drugs and alcohol, as well as problem gambling.

The [Department of Drug and Alcohol Programs \(DDAP\)](#) develops and implements a comprehensive plan to reduce substance use and dependency across the Commonwealth. The plan addresses the following four areas:

Prevention and Intervention

The department's [prevention programs](#) reduce use risk factors through educational sessions, workshops, media campaigns, and public information. Intervention services assist individuals affected by substance use. These services include hotlines, drop-in centers, safety programs, and assistance programs for employees and students.

DDAP funds [Single County Authorities \(SCAs\)](#) to deliver prevention and intervention programs. SCAs develop plans tailored to local needs. The department reviews and approves these plans and uses them to create a statewide strategy.

Treatment and Recovery Support

DDAP funds SCAs to provide or purchase treatment and recovery [support services](#) for uninsured and underinsured Pennsylvanians. Services occur in hospitals, residential facilities, outpatient programs, or correctional settings.

The department contracts a provider to operate the [Get Help Now](#) hotline, which is available 24/7 to provide confidential referrals for treatment and family support. DDAP also distributes resources on the use of [Naloxone](#), a medication that temporarily reverses the effects of an opioid overdose.

The department supports [compulsive and problem gambling](#) services, including public education, training, awareness campaigns, and access to prevention and treatment services.

Quality Assurance

DDAP conducts annual [inspections](#) of licensed treatment facilities to ensure compliance with state and federal standards. These inspections are required for facilities that receive Medicare and Medicaid funding.

The department investigates incident reports and complaints separately to address potential safety or compliance concerns.

DDAP licenses drug and alcohol recovery houses, which offer safe, supportive, and substance-free living environments for individuals in recovery.

Workforce Development

DDAP provides [training](#) to strengthen skills in prevention, treatment, and recovery support. The department supports clear career paths that help individuals earn certifications, advance professionally, and remain long-term in the field.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations

\$ 30 —to continue current program.

Drug and Alcohol Programs

Program: Drug and Alcohol Misuse Prevention and Treatment, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations.....	\$ 3,501	\$ 3,585	\$ 3,615	\$ 3,615	\$ 3,615	\$ 3,615	\$ 3,615
Assistance to Drug and Alcohol Programs	44,732	44,732	44,732	44,732	44,732	44,732	44,732
TOTAL GENERAL FUND	\$ 48,233	\$ 48,317	\$ 48,347	\$ 48,347	\$ 48,347	\$ 48,347	\$ 48,347

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Provide drug and alcohol treatment services.							
Pennsylvania's Get Help Now hotline calls.....	18,834	17,808	15,225	15,500	9,422	9,018	6,905
Percentage of Pennsylvania's Get Help Now hotline calls resulting in services .. %	63.9	68.8	70.5	70.0	71.7	72.8	73.5
Individuals admitted to treatment.....	17,713	18,431	16,685	16,500	22,289	22,464	23,168
Licensure and/or federal certification surveys completed.							
Licensed inpatient drug and alcohol treatment facilities	224	221	213	213	207	203	198
Inpatient capacity	11,219	11,141	10,803	10,803	10,787	10,608	10,492
Licensed outpatient drug and alcohol treatment facilities	622	616	610	610	593	585	577
Outpatient capacity	123,323	124,694	124,343	124,343	125,708	126,324	126,869



EDUCATION

The mission of the [Pennsylvania Department of Education \(PDE\)](#) is to ensure that every learner has access to a world-class education system that academically prepares children and adults to succeed as productive citizens. Further, the department seeks to establish a culture that is committed to improving opportunities throughout the Commonwealth by ensuring that technical support, resources, and optimal learning environments are available for all students, whether children or adults.

PDE establishes standards and measures aimed at continuous improvement of school curriculum and manages staff development and research dissemination systems to ensure that all educational institutions can select from proven practices to boost student achievement. Local school districts, school boards, and other educational institutions receive technical assistance via a network of intermediate units. The department operates a major research library and leads the development of the state's public, school, academic, and special libraries to meet the information, education, and enrichment needs of citizens. PDE supports the improvement of Pennsylvania's higher education and community colleges via educational programs, funding to support students, and direct resources for facility development.

Programs and Goals

Education Support Services: *To provide customers with accurate, useful, timely, and cost-effective services that support meaningful programs critical for preparing lifelong learners to become productive citizens.*

PreK–12 Education: *To prepare all students to graduate high school college-ready and career-ready and to be engaged citizens of the Commonwealth.*

Library Services: *To support, develop, and provide library services for learning and advancement.*

Higher Education: *To promote access, affordability, and performance in higher education through strategies to expand opportunity for students and align with employer needs, and to support the Commonwealth's public institutions of higher education in achieving these goals.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
GENERAL FUND:			
General Government:			
General Government Operations	\$ 42,804	\$ 43,965	\$ 46,317
(F)Adult Basic Education-Administration	2,400	2,400	2,400
(F)Education of Exceptional Children	13,000	13,000	13,000
(F)Special Education-State Personnel Development	2,800	2,900	2,900
(F)ESEA-Title I-Administration	12,333	12,333	10,000
(F)State Approving Agency (Veterans Affairs)	2,100	2,100	2,100
(F)Food and Nutrition Service	21,000	21,000	21,000
(F)Migrant Education-Administration	700	750	750
(F)Career and Technical Education-Administration	4,300	4,300	4,300
(F)Improving Teacher Quality-Title II-Administration/State	7,400	7,400	7,400
(F)Jacob K Javits Gifted and Talented Students Education	760	1,300	1,300
(F)Homeless Assistance	6,500	6,500	6,500
(F)Preschool Grant	960	960	960
(F)School Health Education Programs	299	200	200
(F)Preschool Development Grants	16,000	26,000	26,000
(F)Medical Assistance-Nurses' Aide Training	335	335	335
(F)State and Community Highway Safety	2,480	2,480	2,750
(F)Title IV-21st Century Community Learning Centers-Admin	4,000	4,000	4,000
(F)National Assessment of Educational Progress	450	450	300
(F)Migrant Education Coordination Program	130	130	130
(F)Student Support and Academic Enrichment-Administration	8,750	8,750	8,750
(F)Refugee School Impact Development (EA)	13,206	11,200	11,200
(A)Teacher Certification Fees	2,284	2,356	2,345
(A)PlanCon	462	362	-
(A)Approved Private Schools	1,129	1,231	1,273
(A)EPSDT Administration	350	350	350
(A)Services to Nonpublic Schools-Administration	1,018	1,018	1,018
(A)Nonpublic Textbook Administration	1,548	1,548	1,548
(A)Alternative Education	1	250	10
(A)SARA Reciprocity	268	306	188
(A)Higher Education Fees	264	318	329
(A)Management Services	74	-	-
(A)Menstrual Products Program	3,000 ^a	3,000 ^a	3,000 ^a
(R)Private Licensed Schools	722	899	929

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(R)Empowerment School Districts	6,527	7,000	7,000
Subtotal.....	\$ 180,354	\$ 191,091	\$ 190,582
Recovery Schools.....	275	509	509
Information and Technology Improvement.....	4,166	4,573	4,710
(F)Statewide Longitudinal Data Systems	5,110	1,400	-
(F)Longitudinal Data to Support Education Policy	1,006	1,006	-
PA Assessment.....	48,000	48,000	51,844
(F)Title VI-Part A State Assessments.....	16,000	16,000	13,500
State Library.....	2,664	2,749	2,749
(F)LSTA-Library Development	8,500	8,500	8,500
(A)Key 93 Administrative Costs.....	- ^b	-	-
(R)Climate Controlled System Upgrades-State Library (EA)	-	- ^c	-
Subtotal - State Funds.....	\$ 97,909	\$ 99,796	\$ 106,129
Subtotal - Federal Funds.....	150,519	155,394	148,275
Subtotal - Augmentations	10,398	10,739	10,061
Subtotal - Restricted.....	7,249	7,899	7,929
Total - General Government.....	\$ 266,075	\$ 273,828	\$ 272,394
Institutional:			
Youth Development Centers-Education	\$ 13,747	\$ 14,359	\$ 14,790
Subtotal.....	\$ 13,747	\$ 14,359	\$ 14,790
Grants and Subsidies:			
Support of Public Schools:			
Basic Education Funding.....	\$ 8,157,444	\$ 8,262,444	\$ 8,312,444
Cyber Charter Transition	100,000	-	-
Dual Enrollment Payments	7,000	7,000	7,000
Transfer to Public School Facility Improvement Grant Program.....	100,000	125,000	125,000
Ready to Learn Block Grant	821,500	1,383,481	1,948,481
School Safety and Security Transfer-Physical and Mental Hlth	100,000	100,000	100,000
Pre-K Counts	317,284	326,813	334,313
Head Start Supplemental Assistance	90,878	90,878	92,964
Mobile Science, Mathematics, and Literacy Education Programs.....	7,164	12,175	-
Teacher Professional Development.....	5,044	5,044	7,544
(R)Teacher Information and Professional Education (EA)	- ^d	-	-
Adult and Family Literacy	16,310	16,728	19,674
(F)Adult Basic Education-Local	24,200	24,200	24,200
Career and Technical Education	144,138	144,138	158,451
(F)Career and Technical Education Act-Local	51,000	53,000	53,000
Career and Technical Education Equipment Grants.....	20,000	20,000	20,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Authority Rentals and Sinking Fund Requirements.....	217,007	165,074	209,423
Pupil Transportation.....	692,821	737,121 ^e	752,636
Nonpublic and Charter School Pupil Transportation.....	73,396	67,390	64,468
Special Education.....	1,486,815	1,526,815	1,576,815
(F)Individuals with Disabilities Education-Local	600,000	600,000	600,000
Early Intervention	424,774	453,284	504,505
(F)Individuals with Disabilities Education	16,000	30,000	20,000
Tuition for Orphans and Children Placed in Private Homes	45,463	39,752	38,452
Payments in Lieu of Taxes.....	180	178	179
Education of Migrant Laborers' Children	1,024	1,075	1,107
PA Chartered Schools for the Deaf and Blind	73,051	79,893	82,580
Special Education-Approved Private Schools.....	148,848	162,264	167,721
School Food Services	76,421	83,498 ^f	97,802
(F)Food and Nutrition-Local	1,725,820	1,725,820	1,725,820
(F)Local Food for Schools (EA).....	4,808	5,121	-
School Employees' Social Security	651,866	685,826 ^g	712,922
School Employees' Retirement	3,089,000	3,252,000	3,336,000
(F)ESEA-Title I-Local	1,685,000	1,685,000	1,250,000
(F)Improving Teacher Quality-Title II-Local.....	105,000	105,000	85,000
(F)Title IV-21st Century Community Learning Centers-Local	91,000	91,000	91,000
(F)Title III-Language Instruction for LEP and Immigrant Student.....	38,000	38,000	35,000
(F)Title VI-Rural and Low Income School-Local	1,830	1,830	2,200
(F)Student Support and Academic Enrichment-Local.....	120,000	120,000	110,000
(F)School-Based Mental Health Services	-	-	6,988
(F)America's School Infrastructure Grant.....	1,000	1,750	1,750
(F)TANFBG-Teenage Parenting Education (EA)	13,784	13,784	13,784
(R)School Environmental Repairs Program	41,981	33,019	-
Subtotal.....	<u>\$ 21,386,851</u>	<u>\$ 22,275,395</u>	<u>\$ 22,689,223</u>
Other Grants and Subsidies:			
Services to Nonpublic Schools	\$ 101,839	\$ 101,839	\$ 101,839
Textbooks, Materials, and Equipment for Nonpublic Schools.....	30,979	30,979	30,979
Public Library Subsidy	70,470	75,470	75,470
Library Services for the Visually Impaired and Disabled.....	2,567	3,000	3,000
Library Access	3,071	3,071	3,071
Job Training and Education Programs.....	44,120	44,289	-
Safe School Initiative.....	1,614	1,614	1,614

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Trauma-Informed Education	750	750	-
Safe Driving Course	1,099	326	326
Subtotal	\$ 256,509	\$ 261,338	\$ 216,299
Higher Education-Other Grants and Subsidies:			
Community Colleges	\$ 277,338	\$ 277,338	\$ 277,338
Transfer to Community College Capital Fund	54,161	54,161	54,161
Regional Community Colleges Services	2,221	2,221	2,221
Northern PA Regional College	7,717	7,717	7,717
Community Education Councils	2,489	2,489	2,489
Hunger-Free Campus Initiative	1,000	1,000	1,000
Parent Pathways	1,661	1,661	1,661
Sexual Assault Prevention	1,500	1,500	1,500
Transfer to State-Related University Performance Fund	-	-	30,000
Subtotal	\$ 348,087	\$ 348,087	\$ 378,087
State System of Higher Education:			
State Universities	620,755	625,755	625,755
Subtotal	\$ 620,755	\$ 625,755	\$ 625,755
Thaddeus Stevens College of Technology:			
Thaddeus Stevens College of Technology	22,476	23,600	23,600
Subtotal	\$ 22,476	\$ 23,600	\$ 23,600
The Pennsylvania State University:			
General Support	242,096	242,096	242,096
Pennsylvania College of Technology	33,971	35,670	35,670
Subtotal	\$ 276,067	\$ 277,766	\$ 277,766
University of Pittsburgh:			
General Support	151,507	151,507	151,507
Rural Education Outreach	3,791	3,981	3,981
Subtotal	\$ 155,298	\$ 155,488	\$ 155,488
Temple University:			
General Support	158,206	158,206	158,206
Subtotal	\$ 158,206	\$ 158,206	\$ 158,206
Lincoln University:			
General Support	20,848	21,890	22,985
Subtotal	\$ 20,848	\$ 21,890	\$ 22,985
Subtotal - State Funds	\$ 18,725,674	\$ 19,620,001	\$ 20,528,667
Subtotal - Federal Funds	4,477,442	4,494,505	4,018,742
Subtotal - Restricted	41,981	33,019	-
Total - Grants and Subsidies	\$ 23,245,097	\$ 24,147,525	\$ 24,547,409

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
STATE FUNDS	\$ 18,837,330	\$ 19,734,156	\$ 20,649,586
FEDERAL FUNDS	4,627,961	4,649,899	4,167,017
AUGMENTATIONS	10,398	10,739	10,061
RESTRICTED	49,230	40,918	7,929
GENERAL FUND TOTAL	\$ 23,524,919	\$ 24,435,712	\$ 24,834,593
OTHER FUNDS:			
COMMUNITY COLLEGE CAPITAL FUND:			
Community College Capital	\$ - ^h	\$ 2,988 ^h	\$ 1,669 ^h
GOV. CASEY ORGAN AND TISSUE DONATION AWARENESS TRUST FUND:			
Organ Donation Awareness (EA)	\$ 238	\$ 358	\$ 210
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND:			
Local Libraries Rehabilitation and Development (EA)	\$ 5,070	\$ 5,519 ⁱ	\$ 6,321
SSHE-Deferred Maintenance (EA)	22,814	24,836 ^j	28,446
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND TOTAL	\$ 27,884	\$ 30,355	\$ 34,767
PROPERTY TAX RELIEF FUND:			
Property Tax Relief Payments (EA)	\$ 931,500	\$ 1,057,400	\$ 1,057,400
STATE-RELATED UNIVERSITY PERFORMANCE FUND:			
Performance-Based Payments	\$ -	\$ -	\$ - ^k
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 18,837,330	\$ 19,734,156	\$ 20,649,586
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	4,627,961	4,649,899	4,167,017
AUGMENTATIONS	10,398	10,739	10,061
RESTRICTED	49,230	40,918	7,929
OTHER FUNDS	959,622	1,091,101	1,094,046
TOTAL ALL FUNDS	\$ 24,484,541	\$ 25,526,813	\$ 25,928,639

^a Funds from the Department of Health for the Menstrual Products Program distributed through the department in accordance with Act 55 of 2024.

^b Not added to avoid double counting: 2024-25 Actual is \$127,000.

^c Transfer from Enterprise and Technology not added to avoid double counting. Climate Controlled System Upgrades-State Library for 2025-26 Available is \$200,000.

^d Transfer from Enterprise and Technology not added to avoid double counting. Teacher Information and Professional Education for 2024-25 Actual is \$6,000,000.

^e Includes recommended supplemental appropriation of \$1,213,000.

^f Includes recommended supplemental appropriation of \$7,077,000.

^g Includes recommended supplemental appropriation of \$7,459,000.

^h General Fund Transfer to Community College Capital Fund not added to avoid double counting. Community College Capital for 2024-25 Actual is \$51,667,662, 2025-26 Available is \$57,149,000, and 2026-27 Budget is \$55,830,000.

ⁱ Includes recommended supplemental executive authorization of \$597,000.

^j Includes recommended supplemental executive authorization of \$2,688,000.

^k General Fund Transfer to State-Related University Performance Fund not added to avoid double counting. Performance-Based Payments for 2026-27 Budget is \$30,000,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
EDUCATION SUPPORT SERVICES:							
GENERAL FUND.....	\$ 46,970	\$ 48,538	\$ 51,027	\$ 51,027	\$ 51,027	\$ 51,027	\$ 51,027
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	126,019	130,894	126,275	100,275	100,275	100,275	100,275
AUGMENTATIONS	10,398	10,739	10,061	10,061	10,061	10,061	10,061
RESTRICTED	7,249	7,899	7,929	7,929	7,929	7,929	7,929
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 190,636</u>	<u>\$ 198,070</u>	<u>\$ 195,292</u>	<u>\$ 169,292</u>	<u>\$ 169,292</u>	<u>\$ 169,292</u>	<u>\$ 169,292</u>
PREK-12 EDUCATION:							
GENERAL FUND.....	\$ 17,109,851	\$ 17,990,536	\$ 18,872,382	\$ 18,912,409	\$ 19,074,406	\$ 19,216,649	\$ 19,361,568
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	4,493,442	4,510,505	4,032,242	4,025,254	4,025,254	4,025,254	4,025,254
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	41,981	33,019	-	-	-	-	-
OTHER FUNDS.....	931,738	1,060,746	1,059,279	1,058,273	1,058,197	1,057,879	1,057,869
SUBCATEGORY TOTAL....	<u>\$ 22,577,012</u>	<u>\$ 23,594,806</u>	<u>\$ 23,963,903</u>	<u>\$ 23,995,936</u>	<u>\$ 24,157,857</u>	<u>\$ 24,299,782</u>	<u>\$ 24,444,691</u>
LIBRARY SERVICES:							
GENERAL FUND.....	\$ 78,772	\$ 84,290	\$ 84,290	\$ 84,290	\$ 84,290	\$ 84,290	\$ 84,290
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	8,500	8,500	8,500	8,500	8,500	8,500	8,500
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	5,070	5,519	6,321	7,012	7,698	8,361	9,085
SUBCATEGORY TOTAL....	<u>\$ 92,342</u>	<u>\$ 98,309</u>	<u>\$ 99,111</u>	<u>\$ 99,802</u>	<u>\$ 100,488</u>	<u>\$ 101,151</u>	<u>\$ 101,875</u>
HIGHER EDUCATION:							
GENERAL FUND.....	\$ 1,601,737	\$ 1,610,792	\$ 1,641,887	\$ 1,641,887	\$ 1,641,887	\$ 1,641,887	\$ 1,641,887
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	22,814	24,836	28,446	31,556	34,643	37,625	40,881
SUBCATEGORY TOTAL....	<u>\$ 1,624,551</u>	<u>\$ 1,635,628</u>	<u>\$ 1,670,333</u>	<u>\$ 1,673,443</u>	<u>\$ 1,676,530</u>	<u>\$ 1,679,512</u>	<u>\$ 1,682,768</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 18,837,330	\$ 19,734,156	\$ 20,649,586	\$ 20,689,613	\$ 20,851,610	\$ 20,993,853	\$ 21,138,772
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	4,627,961	4,649,899	4,167,017	4,134,029	4,134,029	4,134,029	4,134,029
AUGMENTATIONS	10,398	10,739	10,061	10,061	10,061	10,061	10,061
RESTRICTED	49,230	40,918	7,929	7,929	7,929	7,929	7,929
OTHER FUNDS.....	959,622	1,091,101	1,094,046	1,096,841	1,100,538	1,103,865	1,107,835
DEPARTMENT TOTAL	<u>\$ 24,484,541</u>	<u>\$ 25,526,813</u>	<u>\$ 25,928,639</u>	<u>\$ 25,938,473</u>	<u>\$ 26,104,167</u>	<u>\$ 26,249,737</u>	<u>\$ 26,398,626</u>

Program: Education Support Services

Goal: To provide customers with accurate, useful, timely, and cost-effective services that support meaningful programs critical for preparing lifelong learners to become productive citizens.

The Education Support Services program provides operational support to programs within the [Department of Education](#) for the achievement of [departmental and Commonwealth objectives](#). The program seeks to provide robust, cost-effective services and to improve the operational efficiency of the department through enhanced information technology support and improved fiscal applications.

In addition to providing operational support to the executive, budget, communications, and legal offices of the department, this program also provides staff support to the [State Board of Education](#), the [State Board of Higher Education](#), and other administrative boards and commissions. These include boards for private, academic, business, and trade schools and the [Professional Standards and Practices Commission](#).

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Information and Technology Improvement	
\$ 375	—nonrecurring bond proceeds.	\$ 137	—to continue current program.
1,977	—to continue current program.		
\$ 2,352	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
General Government Operations	\$ 42,804	\$ 43,965	\$ 46,317	\$ 46,317	\$ 46,317	\$ 46,317	\$ 46,317
Information and Technology Improvement.....	4,166	4,573	4,710	4,710	4,710	4,710	4,710
TOTAL GENERAL FUND	\$ 46,970	\$ 48,538	\$ 51,027	\$ 51,027	\$ 51,027	\$ 51,027	\$ 51,027

Program: PreK–12 Education

Goal: To prepare all students to graduate high school college-ready and career-ready and to be engaged citizens of the Commonwealth.

Basic Education Funding

Pennsylvania's [public education system](#) serves PreK–12 students at thousands of schools throughout the Commonwealth. Each school district is a local governing unit, elected or appointed pursuant to state statute and local ordinance, and separate from the Commonwealth. Both the Commonwealth and local school districts contribute to the financing of public elementary and secondary education, with state funding provided to the school districts, including federal education funding, to supplement the funds raised locally.

The [Basic Education Funding appropriation](#) is the largest subsidy the Commonwealth provides to local school districts. To increase academic achievement, school districts invest in evidence-based strategies, including high-quality early childhood education, extended time learning, career and technical education, professional development for educators, and personalized learning. PDE supports continuous improvement and high-quality, well-rounded education opportunities for all students through targeted initiatives and provides technical assistance to schools and districts through its statewide system of support. The Commonwealth's intermediate units also provide professional development and technical assistance to school districts.

Early Childhood Learning

High-quality early learning for Pennsylvania's youngest students facilitates their short-term and long-term academic and social success. [Early childhood](#) programs supported through the department appropriations include:

- [Early Intervention \(EI\)](#) programs provide special education to eligible 4- to 5-year-old children. They are administered by intermediate units, schools, and Elwyn, collectively known as entities designated under Mutually Agreed Upon Written Arrangements (MAWAs). EI services may be directly offered by MAWAs or under contract with other providers.
- [Pre-K Counts](#) provides high-quality early childhood education to income-eligible Pennsylvania children in diverse settings, including school-based programs, [Keystone STARS](#) 3 and 4 child care centers, private academic preschools, and Head Start agencies.
- Pennsylvania's [Head Start Supplemental Assistance Program](#) is based on the federal model of Head Start, providing services to 3- and 4-year-old children and their families with family incomes up to 130 percent of the federal poverty guidelines. The Head Start model provides comprehensive education, health, nutrition, and parent involvement services.

College and Career-Ready

The Commonwealth strives to help schools create academic programs that are rigorous, results-focused, data informed, and personalized through systems, technology, and other supports. The [State Board of Education](#) offers academic standards in 12 subject areas. The following core standards are benchmark measures that define what students should know and be able to do at specified grade levels beginning in grade three. They include [English Language Arts](#), [Mathematics](#), [Reading and Writing in History and Social Studies](#), and [Reading and Writing in Science and Technology](#). The [Pennsylvania System of School Assessment \(PSSAs\)](#) test students on these core standards. The assessments in English Language Arts and Mathematics are given to students in grades three through eight, and students in grades four and eight are administered the Science assessment.

[Keystone Exams](#) are end-of-course exams in Literature, Algebra I, and Biology aligned to core standards which are given to students to assess academic achievement in high school.

To better support student achievement of college and career standards, students and teachers have access to the [Standards Aligned System](#), a web-based portal which contains standards-aligned curriculum, instructional resources, and assessment information and tools.

Career and Technical Education

[Career and Technical Education \(CTE\)](#) serves secondary students enrolled in approved career and technical education programs of study at high schools, charter schools, and career and technical centers. CTE programs provide rigorous academic coursework to students while delivering skilled, technical education designed in collaboration with workers and employers in high-demand occupations and industries. CTE students can pursue career pathways in which students can earn high-value industry certifications and college credits through various state and local articulation agreements such as dual enrollment with postsecondary providers.

Program: PreK–12 Education, continued**Special Education**

[Special Education](#) programs are administered by all school districts and charter schools and may be directly operated by the districts or under contract with other school districts, intermediate units, or other providers. If appropriate public education is not available, individualized education plan teams may determine that an appropriate public education can only be provided by department-approved private schools or other private agencies.

Ready to Learn Block Grant

The [Ready to Learn Block Grant](#) appropriation provides funding to local education agencies for evidence-based programs improving student success and outcomes. The appropriation provides for foundation, adequacy, and tax equity allocations.

All local education agencies receive a foundation amount. Adequacy supplement funds are specifically used to establish, maintain, or expand after-school tutoring assistance, full-day pre-kindergarten or kindergarten programs, social and health services, continuing professional development, evidence-based reading instruction, science and applied-knowledge skills, school libraries, and other programs that support students' academic performance targets. Tax equity supplement funds are used by schools to supplement homestead exemptions, property tax and rent rebates, mitigate tax increases, and relieve debt.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

PA Assessment		Teacher Professional Development	
\$	3,844	—to continue current program.	\$ 2,500 —Initiative—for professional development opportunities for educators and school leaders.
Youth Development Centers-Education		Adult and Family Literacy	
\$	431	—to continue current program.	\$ 446 —to continue current program.
Basic Education Funding		2,500	—Initiative—to increase the quality and capacity of education for adult learners.
\$	50,000	—Initiative—to continue sustained investment in school district basic education programs.	\$ 2,946 <i>Appropriation Increase</i>
Ready to Learn Block Grant		Career and Technical Education	
\$	565,000	—Initiative—to provide an additional adequacy adjustment for K-12 education.	\$ 14,313 —to continue current program.
Pre-K Counts		Authority Rentals and Sinking Fund Requirements	
\$	7,500	—Initiative—to invest in high-quality early childhood education for 3- and 4-year-olds by increasing the cost per child.	\$ 44,349 —to provide reimbursement for existing school construction projects and charter leases.
Head Start Supplemental Assistance		Pupil Transportation	
\$	2,086	—Initiative—to invest in high-quality early childhood education for 3- and 4-year-olds to allow for increased costs.	\$ 15,515 —to continue current program.
Mobile Science, Mathematics, and Literacy Education Programs		Nonpublic and Charter School Pupil Transportation	
\$	(12,175)	—program elimination.	\$ (2,922) —to continue current program.
		Special Education	
		\$ 50,000	—Initiative—to provide increased resources for special education instruction.

Program: PreK–12 Education, continued**Program Recommendations, continued:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

Early Intervention		Special Education-Approved Private Schools	
\$	51,221	—to continue services for children from ages 3 through 5.	\$ 5,457 —to continue current program.
Tuition for Orphans and Children Placed in Private Homes		School Food Services	
\$	(1,300)	—to continue current program.	\$ 14,304 —to continue current program.
Payments in Lieu of Taxes		School Employees' Social Security	
\$	1	—to continue current program.	\$ 27,096 —to continue current program.
Education of Migrant Laborers' Children		School Employees' Retirement	
\$	32	—to continue current program.	\$ 84,000 —to continue current program.
PA Chartered Schools for the Deaf and Blind		Job Training and Education Programs	
\$	2,687	—to continue current program.	\$ (44,289) —program elimination.
		Trauma-Informed Education	
		\$ (750) —program elimination.	

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Recovery Schools	\$ 275	\$ 509	\$ 509	\$ 509	\$ 509	\$ 509	\$ 509
PA Assessment ...	48,000	48,000	51,844	51,844	51,844	51,844	51,844
Youth Development Centers-Education	13,747	14,359	14,790	14,790	14,790	14,790	14,790
Basic Education Funding	8,157,444	8,262,444	8,312,444	8,312,444	8,312,444	8,312,444	8,312,444
Cyber Charter Transition	100,000	-	-	-	-	-	-
Dual Enrollment Payments	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Transfer to Public School Facility Improvement Grant Program	100,000	125,000	125,000	-	-	-	-
Ready to Learn Block Grant	821,500	1,383,481	1,948,481	1,948,481	1,948,481	1,948,481	1,948,481

Program: PreK–12 Education, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
School Safety and Security Transfer-Physical and Mental Hlth.....	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Pre-K Counts	317,284	326,813	334,313	334,313	334,313	334,313	334,313
Head Start Supplemental Assistance	90,878	90,878	92,964	92,964	92,964	92,964	92,964
Mobile Science, Mathematics, and Literacy Education Programs	7,164	12,175	-	-	-	-	-
Teacher Professional Development.....	5,044	5,044	7,544	7,544	7,544	7,544	7,544
Adult and Family Literacy	16,310	16,728	19,674	19,674	19,674	19,674	19,674
Career and Technical Education	144,138	144,138	158,451	158,451	158,451	158,451	158,451
Career and Technical Education Equipment Grants	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Authority Rentals and Sinking Fund Requirements	217,007	165,074	209,423	195,102	181,739	161,592	146,061
Pupil Transportation.....	692,821	737,121	752,636	767,689	783,042	798,703	814,677
Nonpublic and Charter School Pupil Transportation.....	73,396	67,390	64,468	64,468	64,468	64,468	64,468
Special Education	1,486,815	1,526,815	1,576,815	1,576,815	1,576,815	1,576,815	1,576,815
Early Intervention.	424,774	453,284	504,505	520,943	539,606	558,267	576,930
Tuition for Orphans and Children Placed in Private Homes	45,463	39,752	38,452	38,452	38,452	38,452	38,452
Payments in Lieu of Taxes	180	178	179	179	179	179	179
Education of Migrant Laborers' Children	1,024	1,075	1,107	1,107	1,107	1,107	1,107
PA Chartered Schools for the Deaf and Blind	73,051	79,893	82,580	85,960	85,960	85,960	85,960
Special Education-Approved Private Schools	148,848	162,264	167,721	174,587	174,587	174,587	174,587

Program: PreK–12 Education, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
School Food Services	76,421	83,498	97,802	101,025	103,340	105,718	108,160
School Employees' Social Security	651,866	685,826	712,922	734,310	756,339	779,029	802,400
School Employees' Retirement	3,089,000	3,252,000	3,336,000	3,449,000	3,566,000	3,669,000	3,769,000
Services to Nonpublic Schools	101,839	101,839	101,839	101,839	101,839	101,839	101,839
Textbooks, Materials, and Equipment for Nonpublic Schools	30,979	30,979	30,979	30,979	30,979	30,979	30,979
Job Training and Education Programs	44,120	44,289	-	-	-	-	-
Safe School Initiative	1,614	1,614	1,614	1,614	1,614	1,614	1,614
Trauma-Informed Education	750	750	-	-	-	-	-
Safe Driving Course	1,099	326	326	326	326	326	326
TOTAL GENERAL FUND	\$ 17,109,851	\$ 17,990,536	\$ 18,872,382	\$ 18,912,409	\$ 19,074,406	\$ 19,216,649	\$ 19,361,568

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Improve access to high-quality early learning programs for all Pennsylvania children and families.							
Students in state-funded Head Start Supplemental	6,458	5,699 ^a	6,574	6,574	6,574	6,537	6,537
Students in PA Pre-K Counts programs	25,178	27,906	30,423	30,459	30,299	30,113	30,113
Children participating in Early Intervention	57,347	59,106	64,195	69,287	71,638	74,138	76,638
Increase the number of K-12 students who have demonstrated proficiency in key academic subjects and are on track for postsecondary success.							
Percentage of students proficient or advanced in mathematics	% 52.0	35.7	38.3	40.2	41.7	43.7	45.3
Percentage of students proficient or advanced in English language arts	% 67.6	54.1	54.5	53.9	56.0	58.0	57.1
Percentage of students proficient or advanced in science	% 69.2	54.4	58.9	59.2	62.6	64.6	65.8
Increase collaboration between early childhood, K-12, and postsecondary education as well as business and industry partners to align instruction with Pennsylvania's current and emerging workforce needs and emphasize the value of career and technical skills.							
Students enrolled in PDE-approved career and technical education (CTE) programs of study	65,536	68,659	70,032	71,433	72,801	75,941	76,094

^a Actual year measure data has been updated due to masking and vaccination requirements.

Program: Library Services

Goal: To support, develop, and provide library services for learning and advancement.

Public Library Subsidy

The Commonwealth helps defray the cost of basic operations of Pennsylvania's local public libraries. Nearly two-thirds of the Public Library Subsidy goes directly to libraries and library systems. The other third is split between state resource centers, district library centers, and to support county coordination efforts. This funding also provides every Pennsylvanian with access to the resources of four major research libraries: the [State Library of Pennsylvania](#), the [Carnegie Library of Pittsburgh](#), the [Free Library of Philadelphia](#), and the [libraries of The Pennsylvania State University](#).

Library Access

Pennsylvania is committed to ensuring that all Pennsylvanians can easily access the library resources that exist not only in their own communities but also across the Commonwealth. The interlibrary delivery service makes it affordable for state-supported libraries to participate in a statewide delivery service that moves library materials across the state in a timely and cost-effective way and encourages sharing of materials, saving more than 60 percent in delivery costs. The [Pennsylvania Online World of Electronic Resources \(POWER\) library network](#) provides online magazine and reference materials for Pennsylvania residents to use in the library or remotely.

The statewide electronic library catalog, also known as the [Access Pennsylvania Database](#) program, provides Pennsylvanians online access to library holdings of Pennsylvania schools, public libraries, college and university collections, special libraries, and intermediate unit materials. This is the largest online catalog of its type in North America. As part of the Library Access program, Pennsylvanians have online access to professional reference librarians 24/7 through Pennsylvania's virtual reference service called [Chat with a Librarian](#).

Library Services for Visually Impaired and Disabled

Through the [Library of Accessible Media for Pennsylvanians \(LAMP\)](#), the Carnegie Library of Pittsburgh and the Free Library of Philadelphia provide unique services to persons with visual and physical limitations. In partnership with the National Library Service for the Blind and Physically Handicapped, recorded and Braille materials are available by direct mail or download for residents of all ages who cannot use a traditional book, magazine, or newspaper.

State Library

This appropriation supports the services and operations of the Office of Commonwealth Libraries and is the primary source of funding for the State Library of Pennsylvania. Located in Harrisburg, the State Library provides reference service to all branches of state government, as well as to libraries and Commonwealth residents. An extensive general and legal reference collection, comprehensive collections of Pennsylvania newspapers, Pennsylvania state and U.S. government publications, and several other databases are available. The State Library is home to the [Rare Collections Library](#), which is organized around the Assembly Collection that was purchased beginning in 1745 by Benjamin Franklin when he was Clerk of the Assembly.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

All appropriations are recommended at the current year funding levels.

Program: Library Services, continued**Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
State Library	\$ 2,664	\$ 2,749	\$ 2,749	\$ 2,749	\$ 2,749	\$ 2,749	\$ 2,749
Public Library Subsidy	70,470	75,470	75,470	75,470	75,470	75,470	75,470
Library Services for the Visually Impaired and Disabled	2,567	3,000	3,000	3,000	3,000	3,000	3,000
Library Access	3,071	3,071	3,071	3,071	3,071	3,071	3,071
TOTAL GENERAL FUND	\$ 78,772	\$ 84,290	\$ 84,290	\$ 84,290	\$ 84,290	\$ 84,290	\$ 84,290

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Meet the critical learning and information needs of Pennsylvania residents by increasing use of POWER Library's online reference resources, especially those for elementary and secondary school students.							
Use of POWER Library online reference resources offered (in thousands)	7,704	7,596	7,517	8,497	8,258	8,000	8,000
Provide supports to meet the critical learning needs of Pennsylvanians by increasing participation in public library programs, especially early literacy programs for young children (birth to pre-k).							
Attendance at public library-based programs (physical or virtual, in thousands)	5,110	3,097	2,912	3,742	3,862	4,193	4,553
Provide supports to help increase residents' access to internet services, especially for the unemployed, minorities, English learners, and low-income communities, etc., by increasing the number of public library internet sessions.							
Internet sessions by the public in public libraries (in thousands)	6,356	5,243	7,535	10,391	12,311	16,419	21,897
Provide supports to help increase access to library materials for individuals with disabilities by increasing the number of recorded or braille items borrowed or downloaded through the library services for Visually Impaired and Disabled program.							
Recorded or braille items borrowed or downloaded through Library Services for Visually Impaired and Disabled program (in thousands)	1,281	1,229	1,127	1,342	970	1,100	1,200
Increase awareness of the State Library of Pennsylvania's extensive research resources and services among Commonwealth employees and the public by increasing library use.							
Items accessed from the State Library of Pennsylvania	182,052	97,766	72,439	194,439	226,448	232,000	237,000

Program: Higher Education

Goal: To promote access, affordability, and performance in higher education through strategies to expand opportunity for students and align with employer needs, and to support the Commonwealth's public institutions of higher education in achieving these goals.

[Postsecondary education](#) is an important pathway to ensuring Pennsylvania's success in a knowledge-based, global economy. Pennsylvania's postsecondary education system consists of publicly supported postsecondary institutions, private colleges and universities, specialized associate degree-granting institutions, and out-of-state institutions that are approved to offer coursework for credit in the Commonwealth. Funding for these institutions is through appropriations and state-funded student grant programs administered by the [Pennsylvania Higher Education Assistance Agency \(PHEAA\)](#).

Institutional Support for Pennsylvania's Public Institutions of Higher Education

The [State System of Higher Education](#) distributes funding to its universities through the Office of the Chancellor to each university in accordance with a formula that considers student enrollment, programs, performance measures, and the operational cost of the individual campuses. Although each university has an individual mission, all provide a broad liberal arts curriculum, and most offer master's and doctoral degree programs.

Funding for [Community Colleges](#) comes from sponsoring counties or school districts, student tuition, and the Commonwealth. The colleges offer associate degree and certificate programs in career and technical areas as well as provide students in arts, sciences, and professions with the ability to transfer to four-year institutions. Noncredit workforce development courses provide students with training geared towards immediate entry into the workforce.

Funding for state-related universities provides basic support for postsecondary educational programs. The [Pennsylvania State University](#), the [University of Pittsburgh](#), and [Temple University](#) are major research universities that provide programs up to the doctoral level in varied academic disciplines and professional schools. [Lincoln University](#) provides programs in numerous disciplines at the baccalaureate and master's degree levels.

[Thaddeus Stevens College of Technology](#) provides technical-based associate degrees and certificate programs for qualified students. These programs are provided both on a tuition basis and at no cost for financially disadvantaged students. Thaddeus Stevens is dedicated to growing Pennsylvania's technical workforce and preparing students for high-demand jobs within the Commonwealth.

Decreasing Time and Cost to College Completion

PDE works with local, state, and national partners to improve postsecondary pathways for students and promote on-time degree completion. The department administers a [statewide college credit transfer system](#) that enables students to transfer courses and associate degrees among the participating colleges and universities in Pennsylvania.

Aligning Postsecondary Educational Opportunities with Workforce Needs

To help ensure that Pennsylvanians have access to postsecondary credentials that can accelerate opportunity for individuals and families, postsecondary programs are aligned to the Commonwealth's current and projected economic needs. Pennsylvania focuses on increasing pathways to postsecondary education and training connecting to statewide and regional workforce needs, especially science, technology, engineering, mathematics, and computer science.

Support for Minority Students

PDE and the [United States Department of Education's Office for Civil Rights](#) maintain a cooperative agreement designed to assess and address the continued challenges in providing higher education opportunities for minority students. In addition to operating and capital support for Cheyney and Lincoln Universities, direct support of students is provided through the [Bond-Hill Scholarship](#) program and the [Cheyney University Honors Academy](#) at Cheyney University.

Support Services

The department provides leadership and support services to all sectors of higher education. This budget implements the State Board of Higher Education enacted by Act 69 of 2024. Along with the development and implementation of a strategic plan, the board will lead and coordinate efforts by institutions of higher education in the Commonwealth to meet workforce and economic development needs statewide and improve access and affordability of postsecondary education. The department acts as a liaison with the national accrediting agencies, the State Board of Education, the State Board of Private Licensed Schools, and other governing boards. Additionally, the department awards teaching certificates to those seeking certification in Pennsylvania.

Program: Higher Education, continued**Program Recommendations:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

Transfer to State-Related University Performance		Lincoln University	
Fund		\$	
\$ 30,000	—Initiative—for performance funding to state-related universities under Act 47 of 2025.	1,095	—Initiative—to invest in higher education and improve college access and completion.
State System of Higher Education			
\$ (5,000)	—nonrecurring program costs.		
5,000	—Initiative—to invest in higher education and improve college access and completion.		
\$ -	<i>Appropriation Change</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Community Colleges.	\$ 277,338	\$ 277,338	\$ 277,338	\$ 277,338	\$ 277,338	\$ 277,338	\$ 277,338
Transfer to Community College Capital Fund	54,161	54,161	54,161	54,161	54,161	54,161	54,161
Regional Community Colleges Services	2,221	2,221	2,221	2,221	2,221	2,221	2,221
Northern PA Regional College	7,717	7,717	7,717	7,717	7,717	7,717	7,717
Community Education Councils ...	2,489	2,489	2,489	2,489	2,489	2,489	2,489
Hunger-Free Campus Initiative	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Parent Pathways.....	1,661	1,661	1,661	1,661	1,661	1,661	1,661
Sexual Assault Prevention.....	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Transfer to State-Related University Performance Fund	-	-	30,000	30,000	30,000	30,000	30,000
State System of Higher Education	620,755	625,755	625,755	625,755	625,755	625,755	625,755

Program: Higher Education, continued**Appropriations within this Program, continued:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Thaddeus Stevens College of Technology	22,476	23,600	23,600	23,600	23,600	23,600	23,600
The Pennsylvania State University	276,067	277,766	277,766	277,766	277,766	277,766	277,766
University of Pittsburgh	155,298	155,488	155,488	155,488	155,488	155,488	155,488
Temple University	158,206	158,206	158,206	158,206	158,206	158,206	158,206
Lincoln University	20,848	21,890	22,985	22,985	22,985	22,985	22,985
TOTAL GENERAL FUND	\$ 1,601,737	\$ 1,610,792	\$ 1,641,887	\$ 1,641,887	\$ 1,641,887	\$ 1,641,887	\$ 1,641,887

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase postsecondary access, affordability, and completion through improved alignment between K-12 and higher education in the Commonwealth.							
Percentage of students enrolled in postsecondary education within 16 months of graduating from a Pennsylvania public high school	%	61.0	55.0	55.0	55.0	55.0	55.0
Percentage of Pennsylvania high school graduates who earn a degree within six years of graduation	%	44.0	44.6	45.1	45.7	43.0	43.0
Increase access to postsecondary educational opportunities aligned with Pennsylvania's workforce needs so that learners of all ages earn valuable postsecondary credentials in a timely manner.							
Percentage of full-time, first-time students at state system and state-related universities earning a degree within 150 percent of normal time	%	64.0	59.7	61.2	61.2	60.7	61.1
Percentage of full-time, first-time students at community colleges earning a degree within 150 percent of normal time	%	22.0	20.6	20.5	20.7	20.6	20.6
Percentage of Pennsylvania residents with a postsecondary degree or credential	%	53.0	54.7	54.7	55.9	52.7	53.6



HIGHER EDUCATION ASSISTANCE AGENCY

The mission of the [Pennsylvania Higher Education Assistance Agency \(PHEAA\)](#) is to provide affordable access to higher education for Pennsylvania students and families.

The agency provides financial aid to postsecondary students in the form of grants, scholarships, loans, and employment opportunities through the coordination of state and federal aid programs. In addition, the agency provides institutional assistance grants to private institutions enrolling students who participate in the Pennsylvania State Grant Program.

Programs and Goals

Financial Assistance to Students: To provide financial assistance to Commonwealth residents in order to promote access to postsecondary education.

Financial Aid to Institutions: To assist independent, postsecondary institutions to maintain enrollments and stabilize their educational costs; thereby, promoting access to institutions in all sectors for Pennsylvania students and assisting at-risk students by providing institutional funds for support services.

Higher Education Assistance Agency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>GENERAL FUND:</u>			
<i>Grants and Subsidies:</i>			
Grants to Students	\$ 401,348	\$ 413,333	\$ 419,236
(A)Grants to Students Supplement	-	15,000	15,000
Pennsylvania Internship Program Grants	468	468	468
Ready to Succeed Scholarships	59,939	59,939	59,939
Matching Payments for Student Aid	13,646	13,646	13,646
Institutional Assistance Grants	26,521	26,521	26,521
Higher Education for the Disadvantaged	7,500	8,000	8,000
Higher Education of Blind or Deaf Students	51	51	51
Bond-Hill Scholarships	1,832	1,832	1,832
Cheyney University Honors Academy	5,480	5,980	5,980
(A)Cheyney University Honors Academy Supplement	500	500	500
Targeted Industry Cluster Scholarship Program	11,652	11,652	11,652
Student Teacher Stipend	20,000	30,000	35,000
Grow PA Scholarships	25,000	32,500	32,500
Subtotal - State Funds	\$ 573,437	\$ 603,922	\$ 614,825
Subtotal - Augmentations	500	15,500	15,500
Total - Grants and Subsidies	\$ 573,937	\$ 619,422	\$ 630,325
STATE FUNDS	\$ 573,437	\$ 603,922	\$ 614,825
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	500	15,500	15,500
GENERAL FUND TOTAL	\$ 573,937	\$ 619,422	\$ 630,325
<u>OTHER FUNDS:</u>			
HIGHER EDUCATION ASSISTANCE FUND:			
(R)Educational Training Vouchers Program	\$ 2,024	\$ 1,954	\$ 1,500
(R)Public Defender and District Attorney Loan Forgiveness	-	251	58
(R)Active Volunteer Tuition and Loan Assistance Program	7	1,000	1,000
HIGHER EDUCATION ASSISTANCE FUND TOTAL	\$ 2,031	\$ 3,205	\$ 2,558
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 573,437	\$ 603,922	\$ 614,825
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	500	15,500	15,500
RESTRICTED	-	-	-
OTHER FUNDS	2,031	3,205	2,558
TOTAL ALL FUNDS	\$ 575,968	\$ 622,627	\$ 632,883

Higher Education Assistance Agency

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
FINANCIAL ASSISTANCE TO STUDENTS:							
GENERAL FUND.....	\$ 539,416	\$ 569,401	\$ 580,304	\$ 580,304	\$ 580,304	\$ 580,304	\$ 580,304
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	500	15,500	15,500	15,500	15,500	15,500	15,500
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	2,031	3,205	2,558	2,558	2,558	2,558	2,558
SUBCATEGORY TOTAL....	<u>\$ 541,947</u>	<u>\$ 588,106</u>	<u>\$ 598,362</u>	<u>\$ 598,362</u>	<u>\$ 598,362</u>	<u>\$ 598,362</u>	<u>\$ 598,362</u>
FINANCIAL AID TO INSTITUTIONS:							
GENERAL FUND.....	\$ 34,021	\$ 34,521	\$ 34,521	\$ 34,521	\$ 34,521	\$ 34,521	\$ 34,521
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 34,021</u>	<u>\$ 34,521</u>	<u>\$ 34,521</u>	<u>\$ 34,521</u>	<u>\$ 34,521</u>	<u>\$ 34,521</u>	<u>\$ 34,521</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 573,437	\$ 603,922	\$ 614,825	\$ 614,825	\$ 614,825	\$ 614,825	\$ 614,825
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	500	15,500	15,500	15,500	15,500	15,500	15,500
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	2,031	3,205	2,558	2,558	2,558	2,558	2,558
DEPARTMENT TOTAL	<u>\$ 575,968</u>	<u>\$ 622,627</u>	<u>\$ 632,883</u>	<u>\$ 632,883</u>	<u>\$ 632,883</u>	<u>\$ 632,883</u>	<u>\$ 632,883</u>

Program: Financial Assistance to Students

Goal: To provide financial assistance to Commonwealth residents in order to promote access to postsecondary education.

[The Pennsylvania Higher Education Assistance Agency \(PHEAA\)](#) offers financial assistance programs to students in the form of grants, scholarships, and work-study awards. All General Fund appropriations are transferred to PHEAA's Higher Education Assistance Fund prior to distribution to students and institutions.

[Grants to Students \(Pennsylvania State Grants\)](#) are funded by an annual appropriation from the General Fund, a portion of PHEAA's business earnings, when available, and interest earnings from the Higher Education Assistance Fund. The PHEAA Board annually determines the distribution of funds to applicants based on criteria including family income, family size, and the cost of attendance at the institution the student will be attending. The objective of this program is to reduce financial barriers and provide greater access to higher education for all Commonwealth residents and, within the limits of the resources available, help to provide freedom of choice between public and private institutions.

The [Ready to Succeed Scholarship](#) program makes postsecondary educational opportunities more affordable to students from middle-income Pennsylvania families. Students can pursue two-year and four-year postsecondary degrees at any participating Pennsylvania college, university, or technical school. Matching funds programs, including [Federal Work-Study](#), [State Work-Study](#), and [Partnerships for Access to Higher Education](#) provide funds to match federal funds and work-study awards that students earn through both on- and off-campus job opportunities. Matching funds also leverage private foundation scholarships.

[The Pennsylvania Targeted Industry](#) program provides grants to students enrolled in certificate programs in the energy, health, advanced materials and diversified manufacturing, and agriculture and food production fields. [The Higher Education of Blind or Deaf Students](#) program provides assistance to blind or deaf students who are Pennsylvania residents and are enrolled in an approved institution of higher education.

[The Horace Mann Bond-Leslie Pinckney Hill Scholarship](#) program provides grants to graduates of Lincoln University and Cheyney University of Pennsylvania who enter select graduate and professional programs at Temple University, Lincoln University, the Pennsylvania State University, the University of Pittsburgh, or one of the Pennsylvania State System of Higher Education institutions. [The Cheyney University Honors Academy](#) provides scholarships to attract students to enroll at Cheyney University of Pennsylvania. The Pennsylvania Internship Program provides scholarships to Pennsylvania residents attending Pennsylvania colleges and universities and pursuing an internship through [The Washington Center for Internships and Academic Seminars](#).

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Grants to Students		Student Teacher Stipend	
\$ 5,903	—to maintain the maximum student aid grant.	\$ 5,000	—Initiative—to provide stipends to additional student teachers to increase the educator workforce.

Higher Education Assistance Agency

Program: Financial Assistance to Students, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Grants to Students.....	\$ 401,348	\$ 413,333	\$ 419,236	\$ 419,236	\$ 419,236	\$ 419,236	\$ 419,236
Pennsylvania Internship Program Grants	468	468	468	468	468	468	468
Ready to Succeed Scholarships	59,939	59,939	59,939	59,939	59,939	59,939	59,939
Matching Payments for Student Aid	13,646	13,646	13,646	13,646	13,646	13,646	13,646
Higher Education of Blind or Deaf Students.....	51	51	51	51	51	51	51
Bond-Hill Scholarships	1,832	1,832	1,832	1,832	1,832	1,832	1,832
Cheyney University Honors Academy	5,480	5,980	5,980	5,980	5,980	5,980	5,980
Targeted Industry Cluster Scholarship Program	11,652	11,652	11,652	11,652	11,652	11,652	11,652
Student Teacher Stipend.....	20,000	30,000	35,000	35,000	35,000	35,000	35,000
Grow PA Scholarships	25,000	32,500	32,500	32,500	32,500	32,500	32,500
TOTAL GENERAL FUND	\$ 539,416	\$ 569,401	\$ 580,304	\$ 580,304	\$ 580,304	\$ 580,304	\$ 580,304

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase enrollment and graduation rates at Pennsylvania's colleges and universities.							
Applications for PA State Grants	489,300	469,252	455,005	470,965	378,351	467,894	467,894
PA State Grant recipients	118,723	104,952	107,212	110,306	105,323	114,801	114,801
Ready to Succeed Scholarship recipients	3,436	3,514	12,279	10,784	20,092	22,743	22,743
Develop a strong workforce in targeted industries in Pennsylvania through access to financial assistance for postsecondary education.							
PA Targeted Industry program recipients	1,765	1,864	2,296	2,283	2,903	2,824	2,824

Program: Financial Aid to Institutions

Goal: To assist independent, postsecondary institutions to maintain enrollments and stabilize their educational costs; thereby, promoting access to institutions in all sectors for Pennsylvania students and assisting at-risk students by providing institutional funds for support services.

[The Institutional Assistance Grants](#) program provides grants to independent postsecondary institutions that are nonprofit, nondenominational, and nonrecipients of direct state appropriations. The program helps to preserve and develop the diverse system of postsecondary education by allowing Pennsylvania's independent colleges and universities to stabilize their educational costs and maintain enrollments.

[The Higher Education for the Disadvantaged](#) program, more commonly known as the Act 101 program, provides funding to institutions for support services, academic advising, counseling, and tutoring to economically and educationally qualified students.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

All appropriations are recommended at the current year funding levels.

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Institutional Assistance Grants.....	\$ 26,521	\$ 26,521	\$ 26,521	\$ 26,521	\$ 26,521	\$ 26,521	\$ 26,521
Higher Education for the Disadvantaged.....	7,500	8,000	8,000	8,000	8,000	8,000	8,000
TOTAL GENERAL FUND.....	\$ 34,021	\$ 34,521	\$ 34,521	\$ 34,521	\$ 34,521	\$ 34,521	\$ 34,521

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Support programs at institutions through the development and preservation of a planned system of postsecondary education across the Commonwealth (through the Institutional Assistance Grants Program).							
Institutions aided through Institutional Assistance Grants program	89	89	89	89	83	83	83
Support programs at institutions that help economically and educationally underserved students succeed in postsecondary education.							
Institutional programs aided through Act 101 program	34	35	35	36	37	38	38



EMERGENCY MANAGEMENT AGENCY

The mission of the [Pennsylvania Emergency Management Agency \(PEMA\)](#) is to help communities and citizens mitigate against, prepare for, respond to, and recover from emergencies including natural disasters, acts of terrorism, or other human-made disasters. PEMA supports county emergency management agencies by coordinating and engaging the whole community, including federal and state partners, volunteer organizations involved in disasters, private sector business community, and citizens.

The agency develops and maintains a comprehensive plan to enhance the Commonwealth's capabilities to prepare for, respond to, and recover from all hazards that affect the citizens of Pennsylvania. Primarily the plan calls for the protection of life and property both prior to and in the event of natural and other disasters. PEMA, through the [Office of the State Fire Commissioner \(OSFC\)](#), provides grants and loans to fire, ambulance, and rescue companies, and coordinates state fire services. The agency also administers post-disaster aid to affected localities and citizens.

Programs and Goals

Emergency Management: *To focus on continual process improvement to consistently meet or exceed the expectations of the people, communities, and partners we serve in every aspect of emergency management.*

Fire Prevention and Safety: *To minimize the loss of life and property due to fire by developing and maintaining statewide municipal fire and emergency service capability and to promote citizen awareness to support community fire prevention and control efforts.*

Emergency Management Agency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 14,786	\$ 15,501	\$ 17,567
(F)Civil Preparedness.....	100,000	100,000	100,000
(F)IIJA-State and Local Cybersecurity	25,000	21,000	16,000
(F)Hazardous Materials Planning and Training.....	2,500	2,500	2,500
(F)Regional Events Security and Support.....	-	60,500 ^a	5,000
(F)Domestic Preparedness-First Responders (EA)	100,000	100,000	100,000
(A)Miscellaneous.....	227	82	30
(R)Audiovisual Upgrades-PEMA (EA).....	-	- ^b	-
(R)Radiological Emergency Response Planning	1,228	1,100	1,375
(R)Radiation Emergency Response Fund	643	600	750
(R)Radiation Transportation Emergency Response Fund	98	180	100
Subtotal.....	<u>\$ 244,482</u>	<u>\$ 301,463</u>	<u>\$ 243,322</u>
State Fire Commissioner	4,614	4,764	4,800
(F)Fire Prevention	20	20	20
(F)Firefighters Assistance Program (EA)	500	500	500
(A)Fire and Emergency Medical Services Programs	1,401	1,401	1,401
(A)Arson Fines	2	2	-
(R)Online Training Educator and Reimbursement	402	250	250
(R)Emergency Services Training Center Capital Grants	487	500	500
(R)Career Fire Department Capital Grants	484	500	500
(R)Public Safety Campaign.....	391	250	250
(R)Bomb Squad Reimbursement	127	500	500
Subtotal.....	<u>\$ 8,428</u>	<u>\$ 8,687</u>	<u>\$ 8,721</u>
Subtotal - State Funds.....	<u>\$ 19,400</u>	<u>\$ 20,265</u>	<u>\$ 22,367</u>
Subtotal - Federal Funds.....	228,020	284,520	224,020
Subtotal - Augmentations.....	1,630	1,485	1,431
Subtotal - Restricted.....	<u>3,860</u>	<u>3,880</u>	<u>4,225</u>
Total - General Government.....	<u>\$ 252,910</u>	<u>\$ 310,150</u>	<u>\$ 252,043</u>

Grants and Subsidies:

Disaster Relief	8,300	-	10,000
(F)Disaster Relief (EA)	50,000	70,000	60,000
(F)COVID-PA Disaster Relief (EA).....	800,000	200,000	-
(F)SCDBG-Disaster Recovery (EA)	13,587	9,813	8,000
(F)Shelter and Services Program.....	4,492	-	-
Hazard Mitigation	1,000	-	3,000
(F)Hazard Mitigation (EA).....	80,000	80,000	40,000
Emergency Management Assistance Compact	4,000	-	-

Emergency Management Agency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
State Disaster Assistance	5,000	5,000	5,000
Firefighters Memorial Flags	10	10	10
Red Cross Extended Care Program	350	350	350
Search and Rescue	250	250	250
Urban Search and Rescue	6,000	6,000	-
 (R)Fire and Emergency Medical Services Grant Program.....	 9,004 °	 7,560 °	 6,100 °
(R)Construction Savings Account.....	40	45	-
Subtotal - State Funds.....	\$ 24,910	\$ 11,610	\$ 18,610
Subtotal - Federal Funds.....	948,079	359,813	108,000
Subtotal - Restricted.....	9,044	7,605	6,100
Total - Grants and Subsidies.....	\$ 982,033	\$ 379,028	\$ 132,710
STATE FUNDS.....	\$ 44,310	\$ 31,875	\$ 40,977
FEDERAL FUNDS.....	1,176,099	644,333	332,020
AUGMENTATIONS.....	1,630	1,485	1,431
RESTRICTED.....	12,904	11,485	10,325
GENERAL FUND TOTAL	\$ 1,234,943	\$ 689,178	\$ 384,753
 OTHER FUNDS:			
FIRE AND EMERGENCY MEDICAL SERVICES LOAN FUND:			
Fire and Emergency Services Loans.....	\$ 25,226	\$ 15,000	\$ 15,000
HAZARDOUS MATERIAL RESPONSE FUND:			
General Operations.....	\$ 34	\$ 115	\$ 75
Hazardous Materials Response Team.....	33	110	75
Grants to Counties.....	833	875	900
Public and Facility Owner Education.....	-	-	50
HAZARDOUS MATERIAL RESPONSE FUND TOTAL	\$ 900	\$ 1,100	\$ 1,100
PROPERTY TAX RELIEF FUND:			
Transfer to Fire and Emergency Medical Services Grant Pgrm (EA).....	\$ 5,000	\$ 5,000	\$ 5,000
Supplemental Grants to Fire Companies (EA).....	-	-	30,000
PROPERTY TAX RELIEF FUND TOTAL	\$ 5,000	\$ 5,000	\$ 35,000
STATE GAMING FUND:			
Transfer to Fire and Emergency Medical Services Grant Pgrm (EA).....	\$ 25,000	\$ 25,000	\$ 25,000
UNCONVENTIONAL GAS WELL FUND:			
Emergency Response Planning (EA).....	\$ 750	\$ 750	\$ 750
First Responders Equipment and Training (EA).....	750	750	750
UNCONVENTIONAL GAS WELL FUND TOTAL	\$ 1,500	\$ 1,500	\$ 1,500

Emergency Management Agency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
911 FUND:			
General Operations (EA).....	\$ 7,040	\$ 7,861	\$ 7,710
Emergency Services Grants (EA)	387,255	385,166	377,769
911 FUND TOTAL	\$ 394,295	\$ 393,027	\$ 385,479
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 44,310	\$ 31,875	\$ 40,977
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	1,176,099	644,333	332,020
AUGMENTATIONS	1,630	1,485	1,431
RESTRICTED	12,904	11,485	10,325
OTHER FUNDS	451,921	440,627	463,079
TOTAL ALL FUNDS	\$ 1,686,864	\$ 1,129,805	\$ 847,832

^a Includes recommended supplemental appropriation of \$10,500,000.

^b Transfer from Enterprise and Technology not added to avoid double counting. Audiovisual Upgrades-PEMA (EA) for 2025-26 Available is \$6,000,000.

^c Not added to the total to avoid double counting: Transfers to (R)Fire and Emergency Medical Services Grant Program from the Property Tax Relief Fund for 2024-25 Actual is \$5,000,000, 2025-26 Available is \$5,000,000, and 2026-27 Budget is \$5,000,000, and from the State Gaming Fund for 2024-25 Actual is \$25,000,000, 2025-26 Available is \$25,000,000, and 2026-27 Budget is \$25,000,000. Balance shown represents the Fireworks Tax transfers within each year.

Emergency Management Agency

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
EMERGENCY MANAGEMENT:							
GENERAL FUND.....	\$ 39,336	\$ 26,751	\$ 35,817	\$ 25,817	\$ 25,817	\$ 25,817	\$ 25,817
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,175,579	643,813	331,500	326,500	326,500	326,500	326,500
AUGMENTATIONS	227	82	30	30	30	30	30
RESTRICTED	1,969	1,880	2,225	2,225	2,225	2,225	2,225
OTHER FUNDS.....	395,945	394,877	417,329	420,412	423,520	426,654	429,812
SUBCATEGORY TOTAL....	<u>\$ 1,613,056</u>	<u>\$ 1,067,403</u>	<u>\$ 786,901</u>	<u>\$ 774,984</u>	<u>\$ 778,092</u>	<u>\$ 781,226</u>	<u>\$ 784,384</u>
FIRE PREVENTION AND SAFETY:							
GENERAL FUND.....	\$ 4,974	\$ 5,124	\$ 5,160	\$ 5,160	\$ 5,160	\$ 5,160	\$ 5,160
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	520	520	520	520	520	520	520
AUGMENTATIONS	1,403	1,403	1,401	1,401	1,401	1,401	1,401
RESTRICTED	10,935	9,605	8,100	9,000	8,800	8,700	8,600
OTHER FUNDS.....	55,976	45,750	45,750	45,750	45,750	45,750	45,750
SUBCATEGORY TOTAL....	<u>\$ 73,808</u>	<u>\$ 62,402</u>	<u>\$ 60,931</u>	<u>\$ 61,831</u>	<u>\$ 61,631</u>	<u>\$ 61,531</u>	<u>\$ 61,431</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 44,310	\$ 31,875	\$ 40,977	\$ 30,977	\$ 30,977	\$ 30,977	\$ 30,977
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,176,099	644,333	332,020	327,020	327,020	327,020	327,020
AUGMENTATIONS	1,630	1,485	1,431	1,431	1,431	1,431	1,431
RESTRICTED	12,904	11,485	10,325	11,225	11,025	10,925	10,825
OTHER FUNDS.....	451,921	440,627	463,079	466,162	469,270	472,404	475,562
DEPARTMENT TOTAL	<u>\$ 1,686,864</u>	<u>\$ 1,129,805</u>	<u>\$ 847,832</u>	<u>\$ 836,815</u>	<u>\$ 839,723</u>	<u>\$ 842,757</u>	<u>\$ 845,815</u>

Program: Emergency Management

Goal: To focus on continual process improvement to consistently meet or exceed the expectations of the people, communities, and partners we serve in every aspect of emergency management.

In 1978, the [Pennsylvania Emergency Services Code](#) created the [Pennsylvania Emergency Management Agency \(PEMA\)](#) from the State Council of Civil Defense. It also expanded the mandate of the agency to include an all-hazards comprehensive emergency management program. Since then, the agency's responsibilities have continued to evolve and today it serves a critical role in coordinating the core emergency management functions of emergency preparedness, response, recovery, and hazard mitigation.

PEMA's mission is accomplished through a systematic approach to threats and hazards that pose the greatest risk to the safety and security of the residents of the Commonwealth, including natural and human-made disasters, acts of terrorism, and other emergencies. The agency has adopted the "[Whole Community](#)" approach to emergency management, which recognizes that it takes all aspects of a community to effectively [prepare for](#), [protect against](#), [respond to](#), [recover from](#), and [mitigate](#) any disaster. At PEMA's core is a comprehensive training and qualification program that develops and maintains skilled emergency management and support personnel at the state, county, and local municipal levels who are responsible for carrying out all aspects of the statewide emergency management program.

PEMA's daily responsibilities include managing programs that promote individual and community preparedness, developing and updating emergency plans and procedures, coordinating training and exercises, maintaining and advancing Next Generation [911 technology](#) across the state, [statewide chemical](#) reporting, hazardous materials preparedness and response, [nuclear power safety](#), hazard mitigation, and private sector integration. Many of the preparedness and mitigation activities involve the administration of several [state and federal grant programs](#). The agency also coordinates the National Flood Insurance Program for the Commonwealth. Daily responsibilities also include the operation of PEMA's Commonwealth Watch and Warning Center which serves as the main incident reporting, information sharing, and public alert and warning point in the state that maintains a statewide 24/7 Common Operating Picture.

During disasters and other emergencies, the agency is responsible for directing and coordinating all available Commonwealth resources needed to support county and local governments in protecting residents and supporting short- and long-term recovery operations. This is accomplished through the [Commonwealth Response Coordination Center](#) which, when activated, serves as the main coordination hub for all emergency operations across all state agencies, levels of government, non-governmental and voluntary agencies, and the private sector. PEMA provides advice and guidance to the Governor related to all emergent situations that may warrant the issuance of a Governor's Proclamation of Disaster Emergency and a request to the President of the United States for a major disaster declaration. Following a presidential disaster declaration, the agency advises the administration of the Individual Assistance and Public Assistance Grant programs as part of short- and long-term recovery operations. PEMA also serves as the main point of contact for the [Federal Emergency Management Agency \(FEMA\)](#) for federal-state business during both steady-state operations as well as during disasters.

In support of response to disasters and other emergencies, the agency wholly, or in conjunction with other state agencies, coordinates a number of statewide [specialized response teams](#) such as:

- PA Type 3 All-Hazards Incident Management Team;
- Pennsylvania Helicopter Aquatic Rescue Team;
- Voluntary Rescue Service Recognition;
- Swift Water and Flood Evacuation Teams; and
- In-state Urban Search and Rescue Response Teams.

Emergency Management Agency

Program: Emergency Management, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Hazard Mitigation	
\$ 2,066	—to continue current program.	\$ 3,000	—state match for federally funded projects.
Disaster Relief		Urban Search and Rescue	
\$ 10,000	—state match for federally funded projects.	\$ (6,000)	—program elimination.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
General Government Operations	\$ 14,786	\$ 15,501	\$ 17,567	\$ 17,567	\$ 17,567	\$ 17,567	\$ 17,567
Disaster Relief	8,300	-	10,000	-	-	-	-
Hazard Mitigation	1,000	-	3,000	3,000	3,000	3,000	3,000
Emergency Management Assistance Compact	4,000	-	-	-	-	-	-
State Disaster Assistance	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Search and Rescue	250	250	250	250	250	250	250
Urban Search and Rescue ...	6,000	6,000	-	-	-	-	-
TOTAL GENERAL FUND	\$ 39,336	\$ 26,751	\$ 35,817	\$ 25,817	\$ 25,817	\$ 25,817	\$ 25,817

Program Measures:

	2020-21 Actual	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Actual	2025-26 Estimated	2026-27 Estimated
Provide support to local leaders in the five mission areas of prevention, protection, mitigation, response, and recovery.							
Percentage of compliant county emergency management coordinators . %	80	85	78	94	73	73	73
Improve the preparedness and response capabilities of individuals and communities to all hazards.							
Percentage of PEMA staff that are National Incident Management System certified	71	52	69	64	70	80	80
Businesses participating in private sector integration program	345	400	450	470	500	530	560
Percentage of counties that adopt Hazard Mitigation (HM) plans	90	90	95	90	90	90	90

Program: Fire Prevention and Safety

Goal: To minimize the loss of life and property due to fire by developing and maintaining statewide municipal fire and emergency service capability and to promote citizen awareness to support community fire prevention and control efforts.

The [Office of the State Fire Commissioner \(OSFC\)](#) oversees the development and operation of the [State Fire Academy](#), the [Fire and Emergency Medical Services Loan](#) program, the [Fire Company and Emergency Medical Services Grant](#) program, the [Pennsylvania Fire Incident Reporting System](#), [Marcellus Shale and Alternative Energy Emergency Response Training](#), a variety of public education and information programs, and the administration of the Firefighters' Memorial Flags program. The State Fire Commissioner is responsible for coordinating federal, state, and private fire safety funds; assisting state agencies in the development of plans related to fire safety; reviewing existing or proposed rules and regulations affecting the safety of Pennsylvanians; and providing a cost-effective fire-loss management system for the Commonwealth.

The State Fire Academy in Lewistown is the catalyst for the delivery of training and certification to the Commonwealth's fire and emergency response community. The [Local Level Training](#) program, a unique system involving the academy, community colleges, and county and local training facilities and organizations, provides a comprehensive curriculum of basic and mid-level fire, rescue, hazardous material, officer development, and fire department management courses to firefighters throughout county and local fire departments. The academy's training facilities and staff support the resident training programs offering mid-level, advanced, and specialty training in fire, rescue, hazardous material, and officer development courses. Each program strives to provide professional development opportunities for the Commonwealth's fire service, state accredited instructors, and employees from other state agencies. Programs of interest and concern are made available to the emergency services providers through the academy's ["Academy on the Road"](#) program.

The Fire and Emergency Medical Services Loan program aids fire and emergency medical services (EMS) companies in the form of low-interest loans for the purpose of establishing or modernizing facilities to house apparatus and equipment; purchasing new or rehabilitating old apparatus; and purchasing protective, communications, and accessory equipment.

The Fire Company and Emergency Medical Services Grant program (FCEMSGP) annually receives transfers from the State Gaming Fund and the Property Tax Relief Fund to provide grants to fire companies and EMS companies to assist in maintaining or improving their capability to provide fire, ambulance, and rescue services. The fireworks tax generates additional funding that is awarded and distributed to EMS companies via the FCEMSGP.

The office is responsible for providing a flag to honor firefighters who have died in the line of duty. OSFC aids fire departments and surviving relatives immediately following such deaths.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:

State Fire Commissioner

\$ 36 —to continue current program.

PROPERTY TAX RELIEF FUND:

Supplemental Grants to Fire Companies (EA)

\$ 30,000 —Initiative—to increase support for fire companies.

Emergency Management Agency

Program: Fire Prevention and Safety, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
State Fire Commissioner	\$ 4,614	\$ 4,764	\$ 4,800	\$ 4,800	\$ 4,800	\$ 4,800	\$ 4,800
Firefighters Memorial Flags ..	10	10	10	10	10	10	10
Red Cross Extended Care Program	350	350	350	350	350	350	350
TOTAL GENERAL FUND	\$ 4,974	\$ 5,124	\$ 5,160	\$ 5,160	\$ 5,160	\$ 5,160	\$ 5,160

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Improve fire department effectiveness and service delivery and promote and enhance the safety of first responders through participation in firefighter certification programs and training opportunities.							
Fire and emergency medical services loans awarded (in thousands)	\$ 7,640	8,995	6,127	13,651	25,226	15,000	15,000
Fire company grants awarded	1,979	1,691	1,882	1,950	2,013	2,000	2,000
Firefighter certifications issued	796	2,588	2,823	3,182	2,475	2,400	2,400
Fire casualties	129	150	183	172	160	150	150
Total firefighters trained	252	1,521	1,425	1,642	5,890 ^a	6,000	6,000

^a Method of data collection has changed.



ENVIRONMENTAL PROTECTION

The mission of the [Department of Environmental Protection \(DEP\)](#) is to protect Pennsylvania's air, land, and water from pollution and to provide for the health and safety of its citizens through a cleaner environment. The department works as a partner with individuals, organizations, governments, and businesses to prevent pollution and restore our natural resources.

Programs and Goals

Environmental Support Services: *To provide administrative and technical support for the Commonwealth's environmental protection programs.*

Environmental Protection and Management: *To ensure DEP's mission is met by enforcing clean air and water standards, managing land protection activities and ensuring waste is handled properly, ensuring safe and healthy communities, and promoting sustainable energy.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
GENERAL FUND:			
General Government:			
General Government Operations	\$ 30,111	\$ 31,928	\$ 32,778
(F)IIJA-Assistance for Small and Disadvantaged Communities.....	103,189	103,189	103,189
(F)IIJA-Orphan Well Plugging	105,000	175,000	195,000
(F)IIJA-CWTP-Orphan Well Plugging (EA)	-	700	2,000
(F)IIJA-DOE-Energy Programs	22,300	22,300	22,300
(F)IIJA-Electric Grid Resilience	269,250	269,250	269,250
(F)IIJA-Energy Efficiency and Conservation	4,000	4,000	4,000
(F)IIJA-Methane Emissions Reduction Grants	20,000	20,000	20,000
(A)Reimbursement-EDP Services.....	- ^a	- ^a	- ^a
(R)Safe Drinking Water Account	11,012	11,779	12,299
(R)Radiation Protection Fund.....	15,278	17,415	16,063
(R)Clean Water Fund	21,660	33,901	31,707
(R)Solid Waste Abatement Fund.....	(124)	3,531	2,655
(R)Well Plugging Account	28,207	34,168	34,509
(R)Abandoned Well Plugging	295	340	140
(R)Orphan Well Plugging	719	276	276
(R)Alternative Fuels.....	5,092	8,000	7,186
(R)Industrial Land Recycling	277	474	273
(R)Waste Transportation Safety Account.....	10,527	4,981	8,634
(R)Electronics Material Recycling Account	416	566	562
(R)Natural Resource Damage Settlements.....	-	1,688	1,688
(R)Dams and Encroachment.....	847	978	393
(R)Coal Refuse Disposal Control	-	905	905
(R)Bituminous Mine Subsidence and Land Conservation.....	317	261	110
Subtotal.....	<u>\$ 648,373</u>	<u>\$ 745,630</u>	<u>\$ 765,917</u>
Environmental Program Management	42,510	45,486	48,012
(F)IRA-Solar for All	156,120	166,120	166,120
(F)IRA-CWTP-Solar for All (EA)	-	-	1,000
(F)Coastal Zone Management	4,700	4,700	4,700
(F)IIJA-Coastal Zone Management.....	8,454	8,454	8,454
(F)IRA-Coastal Zone Management	376	376	376
(F)Construction Management Assistance Grants-Administration	1,400	1,400	1,400
(F)Storm Water Permitting Initiative	2,300	2,300	2,300
(F)Safe Drinking Water Act-Management	7,000	11,000	11,000
(F)Water Pollution Control Grants-Management.....	5,500	5,500	5,500
(F)Air Pollution Control Grants-Management.....	4,200	4,200	4,200
(F)Surface Mine Conservation-Management	6,500	6,500	6,500

Summary by Fund and Appropriation

	(Dollar Amounts in Thousands)		
	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
(F)Wetland Protection Fund	840	840	840
(F)Diagnostic X-ray Equipment Testing	1,300	1,300	1,300
(F)Water Quality Management Planning Grants	1,150	1,330	1,715
(F)IIJA-Water Quality Management Planning Grants.....	1,000	2,000	2,000
(F)Small Operators Assistance	300	300	300
(F)Indoor Radon Abatement.....	700	950	950
(F)Non-Point Source Implementation.....	14,800	14,800	15,300
(F)Hydroelectric Power Conservation Fund	51	-	-
(F)Survey Studies.....	6,000	6,000	6,000
(F)National Dam Safety.....	1,500	1,500	1,500
(F)IIJA-National Dam Safety Program	100	550	550
(F)State Energy Program	15,000	15,000	15,000
(F)Surface Mine Conservation	680	680	680
(F)Multipurpose Grants to States and Tribes	600	600	600
(F)Environmental Justice.....	1,000	1,000	-
(F)Coal Combustion Residuals Grant	209	500	500
(F)IIJA-Energy Efficiency Revolving Loan Fund	3,700	3,700	3,700
(F)IIJA-Resilient and Efficient Codes Implementation.....	3,000	6,000	6,000
(F)IIJA-Energy Auditor Training Grant	2,000	2,000	2,000
(F)IIJA-Solid Waste Infrastructure for Recycling	1,101	1,101	1,101
(F)IIJA-Environmental Justice Programs.....	10,000	10,000	-
(F)IIJA-DOE-Clean Energy Demonstration Projects	150,000	150,000	150,000
(F)IIJA-Advanced Energy Manufacturing	50,000	50,000	50,000
(F)IIJA-Hydroelectricity Development Programs	25,000	25,000	25,000
(F)IRA-Energy Performance-Homes Program	135,000	135,000	135,000
(F)IRA-CWTP-Energy Performance-Homes Program (EA)	-	800	800
(F)IRA-Energy Performance-Electric Appliance.....	140,000	140,000	140,000
(F)IRA-CWTP-Energy Performance-Electric Appliance (EA).....	-	588	588
(F)IRA-Clean Air Act Grant.....	30,300	30,300	30,300
(F)IRA-DOE-Planning Grants and Other Capacity Bldg. Funding	65,000	71,000	71,000
(F)IRA-EPA-Planning Grants and Other Capacity Bldg. Funding	520,000	520,000	520,000
(F)IRA-CWTP-EPA-Planning Grants and Other Capacity Bldg. (EA).....	-	3,000	3,000
(F)IRA-EPA-Green Bank and Energy Financing Initiatives.....	100,000	100,000	100,000
(F)IRA-DOE-Clean Energy Demonstration Projects	150,000	150,000	150,000
(F)IRA-Transmission Siting and Economic Development Program	50,000	50,000	50,000
(F)IRA-Assistance for Latest and Zero Building Energy Code	8,800	16,000	16,000
(F)COVID-Particulate Matter 2.5 (EA).....	90	95	40
(F)Abandoned Mine Reclamation (EA)	100,000	100,000	100,000
(F)IIJA-Abandoned Mine Reclamation (EA).....	469,904	714,986	714,986

Summary by Fund and Appropriation

	(Dollar Amounts in Thousands)		
	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(F)Abandoned Mine Land Economic Revitalization (EA)	28,671	28,671	56,000
(F)Homeland Security Initiative (EA)	1,000	1,000	1,000
(F)Building Resilient Infrastructure and Communities (EA).....	280	280	280
(A)Payments-Department Services.....	- b	- b	- b
(A)Safe Drinking Water Administration.....	- c	- c	- c
(A)Water Pollution Control Administration.....	- d	- d	- d
(R)Sewage Facilities Program Administration (EA)	862	835	835
(R)Used Tire Pile Remediation (EA)	501	250	250
Subtotal.....	<u>\$ 2,329,499</u>	<u>\$ 2,613,992</u>	<u>\$ 2,634,677</u>
Chesapeake Bay Agricultural Source Abatement	3,672	5,863	6,393
(F)Chesapeake Bay Pollution Abatement	20,000	23,000	23,000
(F)IIJA-Chesapeake Bay	6,933	15,933	15,933
Subtotal.....	<u>\$ 30,605</u>	<u>\$ 44,796</u>	<u>\$ 45,326</u>
Environmental Protection Operations	125,881	134,693	137,787
(F)EPA Planning Grant-Administration	8,400	8,400	8,400
(F)Water Pollution Control Grants	8,900	8,900	8,900
(F)Air Pollution Control Grants	6,800	6,800	6,800
(F)Surface Mine Control and Reclamation	13,344	15,000	15,000
(F)Training and Education of Underground Coal Miners	1,700	1,700	1,700
(F)Safe Drinking Water.....	5,700	5,700	5,700
(F)Oil Pollution Spills Removal.....	1,000	1,000	1,000
(F)USDA Good Neighbor Authority	200	200	200
(F)IIJA-USDA Good Neighbor Authority.....	5,700	18,500	18,500
(F)IIJA-NFWF America the Beautiful Challenge	7,500	-	-
(F)IIJA-Brownfields.....	4,000	6,000	6,000
(F)IIJA-10 Percent Drinking Water Set Asides Offset (EA)	7,360	7,360	8,400
(F)IIJA-2 Percent Drinking Water Set Asides Offset (EA)	6,452	6,452	6,452
(F)IIJA-15 Percent Drinking Water Set Asides Offset (EA)	1,857	1,857	1,857
(F)IIJA-DW Set-Aside Emerging Contam.Small or Disadvantage (EA)	400	2,800	2,800
(F)Technical Assistance to Small Systems (EA).....	1,750	1,750	1,750
(F)Assistance to State Programs (EA)	8,000	8,000	8,000
(F)Local Assistance and Source Water Protection (EA)	11,268	11,268	13,500
(F)Hazardous Materials Emergency Preparedness (EA).....	55	150	22
(A)Reimbursement-Laboratory Services	11,265	15,535	16,696
(A)Lab Accreditation.....	1,486	1,580	1,580
(A)Reimbursement-Department Services	- e	- e	- e
(A)PADOT ISTEPA Program	1,400	1,051	1,051

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(A)Clean Air Administration.....	- f	- f	- f
(A)Solid Waste Abatement.....	- g	- g	- g
(A)Safe Drinking Water Administration.....	- h	- h	- h
(A)Water Pollution Control Administration.....	- i	- i	- i
(A)Vehicle Sales-EPO.....	-	8	100
Subtotal.....	\$ 240,418	\$ 264,704	\$ 272,195
Black Fly Control and Research.....	8,435	9,201	9,428
(A)County Contributions.....	1,399	1,250	1,250
Subtotal.....	\$ 9,834	\$ 10,451	\$ 10,678
Vector Borne Disease Management.....	6,548	7,438	7,619
(F)Zika Vector Control Response (EA).....	100	45	40
(A)Tick and Lyme Testing.....	574	74	-
Subtotal.....	\$ 7,222	\$ 7,557	\$ 7,659
Transfer to Well Plugging Account.....	6,000	3,000	19,026
Transfer to Hazardous Sites Cleanup Fund.....	-	-	20,000
Environmental Hearing Board.....	3,041	3,059	3,059
Subtotal - State Funds.....	\$ 226,198	\$ 240,668	\$ 284,102
Subtotal - Federal Funds.....	2,936,784	3,312,675	3,355,273
Subtotal - Augmentations.....	16,124	19,498	20,677
Subtotal - Restricted.....	95,886	120,348	118,485
Total - General Government.....	\$ 3,274,992	\$ 3,693,189	\$ 3,778,537
Grants and Subsidies:			
Disaster Relief-NRCS Match.....	\$ 1,700	\$ -	\$ -
Delaware River Master.....	38	38	38
Susquehanna River Basin Commission.....	740	740	740
Interstate Commission on the Potomac River.....	23	23	23
Delaware River Basin Commission.....	217	217	217
Ohio River Valley Water Sanitation Commission.....	68	68	68
Chesapeake Bay Commission.....	370	370	370
Transfer to Conservation District Fund.....	7,516	7,516	8,494
Interstate Mining Commission.....	15	15	15
 (R)Environmental Mitigation Trust Agreement Account.....	 9,949	 28,000	 30,000
(R)Monsanto Settlement.....	-	5,600	5,600
Subtotal - State Funds.....	\$ 10,687	\$ 8,987	\$ 9,965
Subtotal - Restricted.....	9,949	33,600	35,600
Total - Grants and Subsidies.....	\$ 20,636	\$ 42,587	\$ 45,565

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
STATE FUNDS	\$ 236,885	\$ 249,655	\$ 294,067
FEDERAL FUNDS	2,936,784	3,312,675	3,355,273
AUGMENTATIONS	16,124	19,498	20,677
RESTRICTED	105,835	153,948	154,085
GENERAL FUND TOTAL	\$ 3,295,628	\$ 3,735,776	\$ 3,824,102
OTHER FUNDS:			
ACID MINE DRAINAGE ABATEMENT AND TREATMENT FUND:			
Acid Mine Drainage Abatement and Treatment (EA)	\$ 1,221	\$ 1,096	\$ 1,052
(F)Acid Mine Drainage Abatement and Treatment (EA)	4,008	5,369	5,525
ACID MINE DRAINAGE ABATEMENT AND TREATMENT FUND TOTAL	\$ 5,229	\$ 6,465	\$ 6,577
CLEAN AIR FUND:			
Major Emission Facilities (EA)	\$ 26,073	\$ 28,752	\$ 29,352
Mobile and Area Facilities (EA)	15,539	14,964	14,349
Western Pennsylvania Oil and Gas Project (EA)	1,085	1,052	562
CLEAN AIR FUND TOTAL	\$ 42,697	\$ 44,768	\$ 44,263
CLEAN STREAMS FUND:			
Storm Water Management Grants (EA)	\$ 2,443	\$ 2,193	\$ 2,104
Transfer to Acid Mine Drainage Abatement and Treatment Fund (EA)	- ^k	- ^k	- ^k
CLEAN STREAMS FUND TOTAL	\$ 2,443	\$ 2,193	\$ 2,104
COAL AND CLAY MINE SUBSIDENCE INSURANCE FUND:			
General Operations (EA)	\$ 3,775	\$ 4,248	\$ 4,440
Payment of Claims (EA)	3,040	4,040	4,040
COAL AND CLAY MINE SUBSIDENCE INSURANCE FUND TOTAL	\$ 6,815	\$ 8,288	\$ 8,480
COAL LANDS IMPROVEMENT FUND:			
Coal Lands Restoration (EA)	\$ 25	\$ 700	\$ 50
CONSERVATION DISTRICT FUND:			
Conservation District Grants (EA)	\$ 10,093	\$ 10,084	\$ 10,043
ENERGY DEVELOPMENT FUND:			
Energy Development-Administration (EA)	\$ 538	\$ 245	\$ 228
Energy Development Loans/Grants (EA)	500	1,000	10
ENERGY DEVELOPMENT FUND TOTAL	\$ 1,038	\$ 1,245	\$ 238
ENVIRONMENTAL EDUCATION FUND:			
General Operations (EA)	\$ 1,472	\$ 1,665	\$ 1,501
ENVIRONMENTAL STEWARDSHIP FUND:			
Watershed Protection and Restoration (EA)	\$ 31,514	\$ 32,773 ^l	\$ 32,305

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
HAZARDOUS SITES CLEANUP FUND:			
General Operations (EA).....	\$ 23,893	\$ 25,595	\$ 6,337 ^m
Hazardous Sites Cleanup (EA)	9,000	9,000	9,000
Host Municipality Grants (EA)	25	25	25
Small Business Pollution Prevention (EA)	1,000	1,000	1,000
Transfer to Industrial Sites Cleanup Fund (EA)	3,000	3,000	3,000
Transfer to Household Hazardous Waste Account (EA)	1,000	1,000	1,000
(R)Hazardous Sites Cleanup (EA)	15,000	15,000	15,000
HAZARDOUS SITES CLEANUP FUND TOTAL	\$ 52,918	\$ 54,620	\$ 35,362
MINE SAFETY FUND:			
General Operations (EA).....	\$ 51	\$ 11	\$ 51
NON-COAL SURFACE MINING CONSERVATION AND RECLAMATION FUND:			
General Operations (EA).....	\$ 3,998	\$ 3,940	\$ 2,343
NUTRIENT MANAGEMENT FUND:			
Education, Research, and Technical Assistance (EA)	\$ 2,713	\$ 3,496	\$ 3,516
RECYCLING FUND:			
Recycling Coordinator Reimbursement (EA)	\$ 2,000	\$ 2,100	\$ 2,300
Reimbursement for Municipal Inspection (EA)	150	200	200
Reimburse-Host Municipality Permit Applications Review (EA)	10	10	10
Administration of Recycling Program (EA)	1,392	1,270	1,191
County Planning Grants (EA)	500	500	500
Municipal Recycling Grants (EA)	19,000	18,000	14,000
Municipal Recycling Performance Program (EA)	18,000	16,600	16,600
Public Education/Technical Assistance (EA)	5,213	7,564	2,844
(R)Household Hazardous Waste.....	1,510	1,500	1,500
RECYCLING FUND TOTAL	\$ 47,775	\$ 47,744	\$ 39,145
REMINING FINANCIAL ASSURANCE FUND:			
Remining Financial Assurance (EA).....	\$ 620	\$ 524	\$ 664
STORAGE TANK FUND:			
General Operations (EA).....	\$ 5,897	\$ 6,198	\$ 6,533
(F)Underground Storage Tanks (EA)	1,750	1,750	1,750
(F)Leaking Underground Storage Tanks (EA)	2,990	2,990	2,990
(A)Investment/Closing Cost Reimbursement	9,398	7,000	7,000
STORAGE TANK FUND TOTAL.....	\$ 20,035	\$ 17,938	\$ 18,273

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
STREAM FUND:			
(F)IIJA-STREAM Act Set-Aside (EA)	\$ 6,500	\$ 18,715	\$ 19,516
SURFACE MINING CONSERVATION & RECLAMATION FUND:			
General Operations (EA)	\$ 3,867	\$ 3,417	\$ 2,525
UNCONVENTIONAL GAS WELL FUND:			
Transfer to Well Plugging Account (EA)	\$ 6,000	\$ 6,000	\$ 6,000
UNDERGROUND STORAGE TANK INDEMNIFICATION FUND:			
Environmental Cleanup Program (EA)	\$ 5,080	\$ 5,456	\$ 5,463
Pollution Prevention Program (EA)	100	100	100
UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TOTAL	\$ 5,180	\$ 5,556	\$ 5,563
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 236,885	\$ 249,655	\$ 294,067
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	2,936,784	3,312,675	3,355,273
AUGMENTATIONS	16,124	19,498	20,677
RESTRICTED	105,835	153,948	154,085
OTHER FUNDS	250,983	270,142	238,519
TOTAL ALL FUNDS	\$ 3,546,611	\$ 4,005,918	\$ 4,062,621

^a Not added to the total to avoid double counting: 2024-25 Actual is \$16,062,661, 2025-26 Available is \$16,040,250, and 2026-27 Budget is \$16,005,000.

^b Not added to the total to avoid double counting: 2024-25 Actual is \$1,941,936, 2025-26 Available is \$12,000, and 2026-27 Budget is \$12,000.

^c Not added to the total to avoid double counting: 2024-25 Actual is \$1,304,616, 2025-26 Available is \$912,000, and 2026-27 Budget is \$1,000,000.

^d Not added to the total to avoid double counting: 2024-25 Actual is \$949,582, 2025-26 Available is \$625,000, and 2026-27 Budget is \$1,025,000.

^e Not added to the total to avoid double counting: 2024-25 Actual is \$5,259,273, 2025-26 Available is \$21,985, and 2026-27 Budget is \$0.

^f Not added to the total to avoid double counting: 2024-25 Actual is \$3,860,000, 2025-26 Available is \$0, and 2026-27 Budget is \$0.

^g Not added to the total to avoid double counting: 2024-25 Actual is \$696,000, 2025-26 Available is \$0, and 2026-27 Budget is \$0.

^h Not added to the total to avoid double counting: 2024-25 Actual is \$635,844, 2025-26 Available is \$635,000, and 2026-27 Budget is \$635,000.

ⁱ Not added to the total to avoid double counting: 2024-25 Actual is \$107,706, 2025-26 Available is \$140,000, and 2026-27 Budget is \$140,000.

^j Includes recommended supplemental executive authorization of \$8,000.

^k Not added to the total to avoid double counting: 2024-25 Actual is \$1,221,000, 2025-26 Available is \$1,096,000, and 2026-27 Budget is \$1,052,000.

^l Includes recommended supplemental executive authorization of \$5,386,000.

^m General Fund Transfer to Hazardous Sites Cleanup Fund not added to avoid double counting. General Operations for 2026-27 is \$26,337,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
ENVIRONMENTAL SUPPORT SERVICES:							
GENERAL FUND.....	\$ 33,152	\$ 34,987	\$ 35,837	\$ 35,837	\$ 35,837	\$ 35,837	\$ 35,837
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	523,739	594,439	615,739	615,739	614,739	613,739	613,739
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	93,359	117,119	115,992	115,992	115,992	115,992	115,992
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 650,250</u>	<u>\$ 746,545</u>	<u>\$ 767,568</u>	<u>\$ 767,568</u>	<u>\$ 766,568</u>	<u>\$ 765,568</u>	<u>\$ 765,568</u>
ENVIRONMENTAL PROTECTION AND MANAGEMENT:							
GENERAL FUND.....	\$ 203,733	\$ 214,668	\$ 258,230	\$ 238,230	\$ 238,230	\$ 238,230	\$ 238,230
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	2,413,045	2,718,236	2,739,534	2,741,034	2,739,034	2,734,146	2,734,146
AUGMENTATIONS	16,124	19,498	20,677	20,677	20,677	20,677	20,677
RESTRICTED	12,476	36,829	38,093	26,093	26,093	26,093	26,093
OTHER FUNDS.....	250,983	270,142	238,519	229,250	231,470	230,358	233,636
SUBCATEGORY TOTAL....	<u>\$ 2,896,361</u>	<u>\$ 3,259,373</u>	<u>\$ 3,295,053</u>	<u>\$ 3,255,284</u>	<u>\$ 3,255,504</u>	<u>\$ 3,249,504</u>	<u>\$ 3,252,782</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 236,885	\$ 249,655	\$ 294,067	\$ 274,067	\$ 274,067	\$ 274,067	\$ 274,067
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	2,936,784	3,312,675	3,355,273	3,356,773	3,353,773	3,347,885	3,347,885
AUGMENTATIONS	16,124	19,498	20,677	20,677	20,677	20,677	20,677
RESTRICTED	105,835	153,948	154,085	142,085	142,085	142,085	142,085
OTHER FUNDS.....	250,983	270,142	238,519	229,250	231,470	230,358	233,636
DEPARTMENT TOTAL	<u>\$ 3,546,611</u>	<u>\$ 4,005,918</u>	<u>\$ 4,062,621</u>	<u>\$ 4,022,852</u>	<u>\$ 4,022,072</u>	<u>\$ 4,015,072</u>	<u>\$ 4,018,350</u>

Program: Environmental Support Services

Goal: To provide administrative and technical support for the Commonwealth's environmental protection programs.

The Environmental Support Services program provides for the administrative and technical systems that direct and support the [Department of Environmental Protection's \(DEP\)](#) programs. It includes the executive and administrative offices, the [Office of Chief Counsel](#), information and data processing systems, the [Citizens Advisory Council](#), and the [Environmental Quality Board](#).

The department focuses on reducing and ending paper-driven processes by developing program-specific, custom applications for permitting and inspections. DEP also utilizes off-the-shelf solutions to centralize data and make it accessible to both internal and external stakeholders.

DEP partners with other Commonwealth agencies in the adoption of reusable technologies, including partnerships with the Pennsylvania Department of Community and Economic Development on digitizing the grants systems, and with the Pennsylvania Department of Transportation on developing e-inspections applications.

The [Environmental Hearing Board's](#) purpose is to safeguard the environmental rights for the people of Pennsylvania through appeals of actions taken or instituted by DEP and/or the private sector. It is included here for presentation purposes.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations

\$ 850 —to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 30,111	\$ 31,928	\$ 32,778	\$ 32,778	\$ 32,778	\$ 32,778	\$ 32,778
Environmental Hearing Board	3,041	3,059	3,059	3,059	3,059	3,059	3,059
TOTAL GENERAL FUND	\$ 33,152	\$ 34,987	\$ 35,837	\$ 35,837	\$ 35,837	\$ 35,837	\$ 35,837

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Meet or exceed Permit Decision Guarantee timeframes. Close 100 percent of new permit applications within their designed time frames by fiscal year end.							
Percentage of permits processed on time (active in Permit Decision Guarantee)	%	94	93	94	99	99	100
Total Authorizations Received		40,698	40,309	42,774	41,213	39,410	41,132
Total Authorizations Disposed		38,701	41,051	39,865	43,591	40,136	41,197
Responding to critical citizen complaints promptly.							
Percent of Priority 1 environmental complaint responses on time	%	98	92	96	90	90	96

Program: Environmental Protection and Management

Goal: To ensure DEP's mission is met by enforcing clean air and water standards, managing land protection activities and ensuring waste is handled properly, ensuring safe and healthy communities, and promoting sustainable energy.

The Environmental Protection and Management program focuses on achieving DEP's mission to protect Pennsylvania's air, land, and water from pollution and to provide for the health and safety of its citizens.

Permitting and inspection functions are fundamental to most of the department's programs and regulatory oversight. The permit approval process occurs prior to an industrial activity (or during modification), and inspections occur as specified in regulations throughout the life of the permitted activity. Both permits and inspections cover almost every industry and are often a requirement to maintain primacy of certain federal programs.

Confronting Climate Change and Reducing Climate Pollution

DEP has undertaken efforts to begin to address the increasing threat of climate change. The agency is implementing the [methane reduction strategy](#) which addresses methane and volatile organic compound emissions from the oil and gas sector. The department has implemented new source permitting requirements and is working on rules for existing sources of emissions.

[DEP's energy office](#) undertakes activities to plan, track, implement, and promote energy efficiency, such as advocating for the use of energy-efficient building codes and energy management systems, renewable energy, and alternative fuels. The office is also involved with energy assurance and security, fuel resource, and energy financial market issues. Energy office staff assist, educate, and encourage Pennsylvanians to advance conservation and efficient use of diverse energy resources to provide a healthier environment and greater energy security.

Enforcing Clean Water Standards

DEP regulates thousands of public water systems serving all Pennsylvanians and provides consultative services for private residential water supplies in the state. The department carries out its duties and responsibilities through various [programs and activities](#) related to permitting, monitoring, compliance, enforcement, and technical assistance. DEP implements all aspects of the [federal Safe Drinking Water Act of 1974](#), including [drinking water standards](#), source water protection, operator training and certification, and capability enhancement programs for public water systems to address technical, managerial, and financial issues.

DEP is responsible for monitoring and assessing Pennsylvania's streams and rivers as well as publicly owned lakes. The department protects natural aquatic systems for public use by monitoring and assessing surface water quality, developing water quality standards, managing non-point sources of pollution, protecting coastal zone resources, and regulating mining and oil and gas development. Protection of these waters is carried out through permitting, inspection, and enforcement activities. The department also inspects non-permitted entities and responds to spills and complaints where waters may be affected.

Pennsylvania's [Chesapeake Bay](#) Phase 3 Watershed Implementation Plan (WIP) was developed in consultation with the Departments of Agriculture and Conservation and Natural Resources. The main focus of the Phase 3 WIP is the development and implementation of Countywide Action Plans to address local planning goals for nutrient reduction, while achieving other local priority initiatives for environmental improvement. The department also has the lead in working with the other state and federal partners that comprise the Chesapeake Bay Program Partnership.

DEP provides support to [County Conservation Districts](#), which support the conservation and restoration of the Commonwealth's water resources, and focuses efforts on technical assistance and compliance efforts to ensure that municipal sewage and storm water systems and agricultural operations are reducing nitrogen, phosphorus, and sediment discharges into local waterways. This includes assistance on the development of Countywide Action Plans and a visual dashboard for tracking progress.

Program: Environmental Protection and Management, continued

Enforcing Clean Air Standards

DEP [protects](#) the environment and the health of Pennsylvanians from air pollution by achieving the goals of the [federal Clean Air Act of 1970](#) and the [Pennsylvania Air Pollution Control Act of 1960](#) by developing air quality regulations and the [State Implementation Plan](#) to address ground-level ozone, particulate matter, sulfur and nitrogen oxides, volatile organic compounds, lead, and hazardous air pollutants. The department designs and maintains networks to monitor ambient air quality in Pennsylvania, performs meteorological tracking, and conducts air quality modeling studies to scientifically determine whether air quality goals are achieved. Due to the location of Pennsylvania in the populated northeast corridor, DEP implements regional haze and interstate ozone transport programs.

Managing Land Protection Activities

DEP encourages waste reduction, promotes recycling and reuse of waste products, and protects the public by providing for safe transportation, processing, and disposal of municipal waste, residual waste, and hazardous waste. The department also protects land resources by regulating above-ground and underground tanks that store petroleum and other hazardous substances.

The department oversees the [Land Recycling](#) program to encourage cleanup of contaminated, vacant, or otherwise underutilized properties and return them to productive use. DEP also administers the [Hazardous Sites Cleanup](#) program to remediate threats to human health and the environment from toxic chemicals from abandoned sites or where there is no viable responsible party. The department is a key member of the [Perfluoroalkyl and polyfluoroalkyl substances \(PFAS\) Action Team](#) to address releases of PFAS to drinking water systems and to land.

Restoring and enhancing the quality of watersheds aligns several programs and agency objectives. DEP continues to work with partners to restore land impacted by legacy environmental issues and improve local water quality through the [Land Recycling](#) program, the [Hazardous Sites Cleanup](#) program, and the [Abandoned Mine Land](#) program.

Ensuring Safe and Healthy Communities

DEP's [Office of Environmental Justice](#) works to ensure that all Pennsylvanians, especially in those communities that have historically been disenfranchised, are fully involved in the decisions that affect their environment and that all communities are not disproportionately burdened with environmental hazards.

The department performs a range of licensing and inspection activities to protect residents from exposure to potentially dangerous levels of [radiation](#), such as registering radiation-producing equipment, licensing users of radioactive materials, and inspecting facilities to ensure compliance.

DEP, in cooperation with state and county agencies, monitors mosquito populations, enacts control measures for the mosquitoes that may carry the West Nile Virus, and examines unknown vectors and reservoirs involved in the transmission of the virus.

The department's [emergency response personnel](#) are available in the event of an immediate threat to public health, safety, or the environment. Staff are trained to respond to any incident or accident at Pennsylvania's nuclear power plant reactors. While the department's major focus is the response to spills on land and water, it also has significant involvement with air pollution incidents (fires or industrial or transportation-related releases) and leaking underground storage tanks.

DEP's [flood protection and stream improvement](#) programs protect lives and property through the construction of physical structures such as dams, levees, flood walls, channels, culverts, and bank stabilization works. The department [regulates mining](#) with a goal to minimize impacts to the environment while providing a climate that encourages economic growth, as well as a safe and healthy work environment for miners.

DEP oversees the permitting, inspection, and compliance of conventional and unconventional [oil and gas](#) wells and the construction of pipelines in Pennsylvania. It also responds to complaints from the public regarding water supplies that might be affected by oil and gas operations. In addition, the department oversees the plugging of wells that no longer serve their intended purpose.

Program: Environmental Protection and Management, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Environmental Program Management		Transfer to Well Plugging Account	
\$ 2,526	—to continue current program.	\$ 15,000	—to replace nonrecurring transfer from other funds.
		1,026	—to continue well plugging activities.
Chesapeake Bay Agricultural Source Abatement		\$ 16,026	<i>Appropriation Increase</i>
\$ 530	—to continue current program.		
Environmental Protection Operations		\$ 20,000	Transfer to Hazardous Sites Cleanup Fund
\$ 3,094	—to continue current program.		—to replace nonrecurring revenue.
Black Fly Control and Research		\$ 978	Transfer to Conservation District Fund
\$ 227	—to continue current program.		—to continue current program.
Vector Borne Disease Management			
\$ 181	—to continue current program.		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Environmental Program Management.....	\$ 42,510	\$ 45,486	\$ 48,012	\$ 48,012	\$ 48,012	\$ 48,012	\$ 48,012
Chesapeake Bay Agricultural Source Abatement.....	3,672	5,863	6,393	6,393	6,393	6,393	6,393
Environmental Protection Operations	125,881	134,693	137,787	137,787	137,787	137,787	137,787
Black Fly Control and Research.....	8,435	9,201	9,428	9,428	9,428	9,428	9,428
Vector Borne Disease Management.....	6,548	7,438	7,619	7,619	7,619	7,619	7,619
Transfer to Well Plugging Account.....	6,000	3,000	19,026	19,026	19,026	19,026	19,026
Transfer to Hazardous Sites Cleanup Fund	-	-	20,000	-	-	-	-
Disaster Relief-NRCS Match.....	1,700	-	-	-	-	-	-
Delaware River Master.....	38	38	38	38	38	38	38

Program: Environmental Protection and Management, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Susquehanna River Basin Commission	740	740	740	740	740	740	740
Interstate Commission on the Potomac River	23	23	23	23	23	23	23
Delaware River Basin Commission	217	217	217	217	217	217	217
Ohio River Valley Water Sanitation Commission	68	68	68	68	68	68	68
Chesapeake Bay Commission	370	370	370	370	370	370	370
Transfer to Conservation District Fund	7,516	7,516	8,494	8,494	8,494	8,494	8,494
Interstate Mining Commission	15	15	15	15	15	15	15
TOTAL GENERAL FUND	\$ 203,733	\$ 214,668	\$ 258,230	\$ 238,230	\$ 238,230	\$ 238,230	\$ 238,230

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Improve the state of the environment.							
Percentage of population in counties monitoring below the 2015 Ambient Ozone Standard	% 83	83	95	95	89	95	95
Tons of municipal solid waste recycled (in millions)	5.3	6.2	5.4	5.3	5.0	5.0	5.2
Ensure that the public's drinking water is safe. Conduct 90 percent of community water system sanitary surveys (full inspections) that are due during each fiscal year.							
Percentage of community water system inspections conducted on time	% 74	85	83	90	89	95	95
Total violations recorded	31,943	32,976	35,697	38,365	38,278	37,447	38,030
Total violations resolved	23,576	26,741	29,455	30,506	25,031	28,181	27,756
Total inspections conducted	93,641	97,079	106,531	105,502	113,805	108,613	109,307
Eliminate health and safety hazards on abandoned mine lands.							
Cumulative acres of abandoned mine land (AML) reclaimed since the inception of the AML program in 1977 ..	33,589	33,785	34,241	34,538	36,738	37,781	38,500



ETHICS COMMISSION

The mission of the [State Ethics Commission](#) is to promote public confidence in state and local government through its enforcement of the [Pennsylvania Public Official and Employee Ethics Act](#) and related legislation.

The responsibilities of the commission include the investigation and adjudication of individuals engaging in conduct in violation of the Ethics Act, as well as rendering advisory opinions to present or former public officials and public employees (or their appointing authorities), regarding such individuals' duties and responsibilities under the Ethics Act. As part of its mission, the commission provides training and educational seminars to public officials and public employees at all levels of government. The commission also annually publishes and enforces compliance with the filing of Statement of Financial Interests forms by public officials and public employees as required by the Ethics Act. The commission has promulgated regulations to aid in executing its duties and responsibilities under the Ethics Act.

In addition to the Pennsylvania Public Official and Employee Ethics Act, the commission also maintains duties and responsibilities under the [Lobbying Disclosure Law](#), which includes issuing advisory rulings and enforcing the filing provisions. Further, the commission has been delegated responsibilities for the [Pennsylvania Race Horse Development and Gaming Act](#), the [Video Gaming Act](#), the [Medical Marijuana Act](#), and [Act 114 of 2016](#) (State Horse Racing Commission).

Programs and Goals

Ethics Enforcement: *To strengthen the faith and confidence of the people in their elected and appointed public officials and public employees through enforcement of the Ethics Act and related legislation.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25 2025-26 2026-27
ACTUAL AVAILABLE BUDGET

GENERAL FUND:

General Government:

State Ethics Commission..... \$ 3,730 \$ 3,776 \$ 4,118

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25 2025-26 2026-27 2027-28 2028-29 2029-30 2030-31
Actual Available Budget Estimated Estimated Estimated Estimated

ETHICS ENFORCEMENT:

GENERAL FUND.....	\$ 3,730	\$ 3,776	\$ 4,118	\$ 4,010	\$ 4,010	\$ 4,010	\$ 4,010
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 3,730</u>	<u>\$ 3,776</u>	<u>\$ 4,118</u>	<u>\$ 4,010</u>	<u>\$ 4,010</u>	<u>\$ 4,010</u>	<u>\$ 4,010</u>

Program: Ethics Enforcement

Goal: To strengthen the faith and confidence of the people in their elected and appointed public officials and public employees through enforcement of the Ethics Act and related legislation.

The [Pennsylvania State Ethics Commission](#) is an independent state agency charged with the responsibility of implementing and enforcing the [Public Official and Employee Ethics Act](#). The Ethics Act applies to public officials and public employees, as well as candidates and nominees for public office. The commission's responsibilities include the investigation and adjudication of violations of the Ethics Act as well as providing guidance to public officials and public employees regarding their duties and responsibilities under the Ethics Act through issuance of advisory opinions and educational seminars. Lastly, the commission is responsible for enforcing the filing and reporting of Statement of Financial Interests by all public officials and public employees.

In addition to those duties under the Ethics Act, the commission is also charged with responsibilities pursuant to the [Lobbying Disclosure Law](#), including enforcement of the reporting and registration provisions as well as the investigation of actions by lobbyists, principals, and lobbying firms in violation of the law. Similar to its duties under the Ethics Act, the commission is also required to issue advisory opinions under the Lobbying Disclosure Law.

Pursuant to the [Pennsylvania Race Horse Development and Gaming Act](#) and the [Video Gaming Act](#), the commission is vested with responsibilities which include the biennial publication of lists setting forth those officials and positions subject to provisions of the Gaming Act and issuing determinations as to whether particular persons would be subject to various prohibitions under the Gaming Act.

The commission's duties under Act 16 of 2016, known as the [Medical Marijuana Act](#), are similar to its duties under the Gaming Act. The commission is charged with biennially publishing a list of officials and positions subject to provisions of the Medical Marijuana Act as well as the issuance of determinations as to whether particular persons would be subject to various restrictions under the Medical Marijuana Act.

Lastly, [Act 114 of 2016](#) assigned the commission the additional responsibility of publishing a list of all employment positions within the State Horse Racing Commission whose duties would subject those individuals to "revolving door/post-termination" restrictions as well as, upon request, making a determination as to whether individuals would be subject to such restrictions.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

State Ethics Commission	
\$ 234	—to continue current program.
108	—to fully implement online Statement of Financial Interests filing system enhancements.
\$ 342	Appropriation Increase

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
State Ethics Commission	\$ 3,730	\$ 3,776	\$ 4,118	\$ 4,010	\$ 4,010	\$ 4,010	\$ 4,010



FISH AND BOAT COMMISSION

The mission of the [Pennsylvania Fish and Boat Commission \(PFBC\)](#) is to protect, conserve, and enhance the Commonwealth's aquatic resources and provide fishing and boating opportunities.

Programs and Goals

Recreational Fishing and Boating: To provide recreational fishing and boating opportunities for both Pennsylvanians and out-of-state visitors.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:**BOAT FUND:**

General Operations (EA).....	\$ 25,228	\$ 26,228	\$ 26,228
(F)Miscellaneous Boat Grants (EA).....	5,400	5,400	4,650
(R)Improvement of Hazardous Dams.....	10,225	8,730	8,730

BOAT FUND TOTAL	\$ 40,853	\$ 40,358	\$ 39,608

FISH FUND:

General Operations (EA).....	\$ 44,000	\$ 44,000	\$ 44,000
(F)IIJA-Delaware River Basin Conservation Act (EA)	750	750	750
(F)Miscellaneous Fish Grants (EA)	11,363	12,125	11,800
(R)Gill Net Compensation Program.....	1,845	1,319	1,319
(R)Natural Resource Damage Recovery	350	418	418
(R)Conservation Partnership Account.....	5,867	3,791	3,791
(R)Monsanto Settlement	7,862	541	676

FISH FUND TOTAL	\$ 72,037	\$ 62,944	\$ 62,754

MOTOR LICENSE FUND:

(R)Youth Fishing (EA)	\$ -	\$ 5	\$ -

STATE GAMING FUND:

Payments in Lieu of Taxes (EA).....	\$ 45	\$ 45	\$ 45

UNCONVENTIONAL GAS WELL FUND:

Gas Well Fee Administration (EA).....	\$ 1,000	\$ 1,000	\$ 1,000

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	5	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	113,935	104,347	103,407
TOTAL ALL FUNDS	\$ 113,935	\$ 104,352	\$ 103,407

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
RECREATIONAL FISHING AND BOATING:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	5	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	113,935	104,347	103,407	103,589	103,589	103,589	103,589
DEPARTMENT TOTAL	<u>\$ 113,935</u>	<u>\$ 104,352</u>	<u>\$ 103,407</u>	<u>\$ 103,589</u>	<u>\$ 103,589</u>	<u>\$ 103,589</u>	<u>\$ 103,589</u>

Program: Recreational Fishing and Boating

Goal: To provide recreational fishing and boating opportunities for both Pennsylvanians and out-of-state visitors.

Founded in 1866, the [Pennsylvania Fish and Boat Commission \(PFBC\)](#) is charged with protecting, conserving, and enhancing the Commonwealth's aquatic resources, including waterways, fish, reptile, and amphibian communities; and habitats of game and non-game species. From [stocking waterways](#) and measuring the health of native animal populations to patrolling lakes and [restoring habitats](#), the commission's employees strive to protect, manage, and restore Pennsylvania's aquatic resources. High-quality streams, clean water, and healthy habitats ensure that the commission can carry out the other part of its mission: providing recreational [fishing](#) and [boating](#) opportunities for both Pennsylvanians and out-of-state visitors.

The PFBC is governed by a [Board of Commissioners](#), whose ten members are appointed by the Governor. [The Boating Advisory Board](#), a group of knowledgeable boaters appointed by the Governor, advises the commission on boating matters.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

All appropriations are recommended at the current year funding levels.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
BOAT FUND:							
General Operations (EA)	\$ 25,228	\$ 26,228	\$ 26,228	\$ 26,228	\$ 26,228	\$ 26,228	\$ 26,228
FISH FUND:							
General Operations (EA)	\$ 44,000	\$ 44,000	\$ 44,000	\$ 44,932	\$ 44,932	\$ 44,932	\$ 44,932

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Promote opportunities for recreational fishing and boating.							
Fishing licenses sold.....	934,259	865,973	793,663	761,167	767,079	767,000	767,000
Actively registered boats.....	301,236	308,140	298,899	288,216	280,118	280,000	280,000
Total pounds of fish stocked and/or distributed	2,241,002	2,234,515	2,131,918	2,141,108	2,228,667	2,230,000	2,230,000



GAME COMMISSION

The mission of the [Pennsylvania Game Commission \(PGC\)](#) is to manage and protect wildlife and their habitats while promoting hunting and trapping for current and future generations.

Programs and Goals

Wildlife Management: *To establish habitats and environments that will sustain wildlife populations for recreational uses and for the perpetuation of species.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:**GAME FUND:**

General Operations (EA).....	\$ 232,863	\$ 226,084	\$ 222,863
(F)Pittman-Robertson Act (EA)	30,000	31,000	30,000
(F)Miscellaneous Wildlife Grants (EA)	1,137	1,240	1,137
(R)Natural Propagation of Wildlife (EA)	9,000	9,000	9,000
(R)Special Conservation Elk License	-	500	300
Land Acquisition and Development (EA)	6,000	6,000	6,000
(R)Monsanto Settlement	150	600	500

GAME FUND TOTAL	\$ 279,150	\$ 274,424	\$ 269,800

MOTOR LICENSE FUND:

(R)Youth Hunting (EA)	\$ -	\$ 5	\$ -

STATE GAMING FUND:

Payments in Lieu of Taxes (EA).....	\$ 9,676	\$ 9,676	\$ 9,676

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	5	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	288,826	284,100	279,476
TOTAL ALL FUNDS	\$ 288,826	\$ 284,105	\$ 279,476

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

WILDLIFE MANAGEMENT:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	5	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-
OTHER FUNDS	288,826	284,100	279,476	282,764	282,764	282,764
DEPARTMENT TOTAL	\$ 288,826	\$ 284,105	\$ 279,476	\$ 282,764	\$ 282,764	\$ 282,764

Program: Wildlife Management

Goal: To establish habitats and environments that will sustain wildlife populations for recreational uses and for the perpetuation of species.

The main responsibility of the [Pennsylvania Game Commission \(PGC\)](#) is the perpetuation of the species of wild birds and mammals found in Pennsylvania. The commission achieves its mission through wildlife research, management of wildlife habitat, operation of programs for endangered and threatened species, and enforcement of the [Game and Wildlife Code](#). [State Game Wardens](#) enforce the provisions of the code and [Title 58 of the Pennsylvania Code](#) to protect the natural balance of the Commonwealth's wildlife population.

The primary means of ensuring the propagation and preservation of wildlife is properly managing land and wildlife habitats. The commission administers [Pennsylvania State Game Lands](#) (Wildlife Management Areas) and is judiciously acquiring additional lands, including indentures, lands providing access into existing State Game Lands, and sensitive habitats for species of concern. PGC also administers cooperative programs to encourage best management practices and habitat improvement by private landowners. Wildlife habitat assessment techniques are used to develop management plans. These assessments apply to all State Game Lands, [Hunter Access Cooperator properties](#), and other areas actively managed by the commission.

PGC manages and protects [hundreds of species](#) of wild birds and mammals including game animals, such as deer, turkey, grouse, bear, and elk. Species that are not hunted ('non-game' or 'diversity' species), including [endangered and threatened species](#), are also managed by the commission.

Managing diversity species involves monitoring their population trends, recommending changes to regulatory status, identifying and mitigating threats, improving habitats, and conducting research needed to support their long-term conservation. Collaboration with state, federal, and private partners is critically important to PGC's mission, given the breadth of species and habitats occurring in the Commonwealth.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Operations

\$ (3,221) —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GAME FUND:							
General Operations (EA)	\$ 232,863	\$ 226,084	\$ 222,863	\$ 226,151	\$ 226,151	\$ 226,151	\$ 226,151
(R)Natural Propagation of Wildlife (EA)	9,000	9,000	9,000	9,000	9,000	9,000	9,000
Land Acquisition and Development (EA)	6,000	6,000	6,000	6,000	6,000	6,000	6,000
TOTAL GAME FUND.....	\$ 247,863	\$ 241,084	\$ 237,863	\$ 241,151	\$ 241,151	\$ 241,151	\$ 241,151

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Ensure the propagation and preservation of wildlife through land and game management.							
Hunting licenses sold	887,211	861,966	848,720	853,484	844,268	844,268	844,268
Citations for violation of game laws	6,810	6,820	7,224	5,907	5,898	6,016	6,136



GAMING CONTROL BOARD

The mission of the [Pennsylvania Gaming Control Board \(PGCB\)](#) is to protect the interest of the public by ensuring the integrity of legalized gaming through the strict enforcement of the law and regulations, the licensing of qualified individuals and entities, and fulfilling the objectives of legalized gaming in the Commonwealth to deliver a significant source of revenue, assist the horse racing industry, provide broad economic opportunities, and enhance tourism.

Programs and Goals

Gaming Regulation: *To protect the interest of the public by ensuring the integrity and supporting the objectives of legalized gaming in the Commonwealth to deliver a significant source of revenue, assist the horse racing industry, provide broad economic opportunities, and enhance tourism.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:

STATE GAMING FUND:

(R)Administration.....	\$ 50,122	\$ 53,323	\$ 55,307
(R)General Operations	7,100	7,100	8,250
Local Law Enforcement Grants (EA)	1,067	2,000	2,000

STATE GAMING FUND TOTAL	\$ 58,289	\$ 62,423	\$ 65,557

VIDEO GAMING FUND:

(R)Video Gaming Administration.....	\$ 475	\$ 475	\$ 475
(R)Skill Games Administration	-	-	18,000
(R)Testing and Certification (EA)	-	50	50

VIDEO GAMING FUND TOTAL	\$ 475	\$ 525	\$ 18,525

FANTASY CONTEST FUND:

(R)Fantasy Contest Administration	\$ 280	\$ 280	\$ 280
(R)Application and Licensure (EA)	60	60	60

FANTASY CONTEST FUND TOTAL	\$ 340	\$ 340	\$ 340

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	59,104	63,288	84,422
TOTAL ALL FUNDS	\$ 59,104	\$ 63,288	\$ 84,422

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

GAMING REGULATION:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-
OTHER FUNDS	59,104	63,288	84,422	91,222	91,222	91,222

DEPARTMENT TOTAL	\$ 59,104	\$ 63,288	\$ 84,422	\$ 91,222	\$ 91,222	\$ 91,222

Program: Gaming Regulation

Goal: To protect the interest of the public by ensuring the integrity and supporting the objectives of legalized gaming in the Commonwealth to deliver a significant source of revenue, assist the horse racing industry, provide broad economic opportunities, and enhance tourism.

To ensure the integrity of gaming throughout the state, employees of the [Pennsylvania Gaming Control Board \(PGCB\)](#) are present all day, every day, in the Commonwealth's casino venues to document and investigate all patron complaints, identify potential regulatory violations, and ensure the proper collection, counting, and recording of gaming revenue in accordance with state law and board regulations.

The Bureau of Investigations and Enforcement ensures the integrity of the Commonwealth's gaming industry and protects Pennsylvanians' interests through enforcement and investigations. The PGCB also operates a gaming lab to test all gaming-related products to certify regulatory compliance for minimum design standards and the 85 percent minimum slot payback mandated by law. To assist problem gamblers in finding help and to heighten awareness of problem gambling, the board maintains an [Office of Compulsive and Problem Gambling](#).

The PGCB promotes and ensures [diversity](#) in all aspects of casino operations and works with the casino industry to maximize employment opportunities for all Pennsylvania residents.

The board regularly monitors and reports the impact casino gaming has on the horse racing industry and establishes and maintains effective relationships with key industry stakeholders.

In addition, the PGCB is tasked with regulatory authority of satellite casinos, sports wagering, fantasy contests, video gaming terminals at truck stops, and interactive gaming pursuant to [Act 42 of 2017](#).

Several state agencies provide support to the board. The Department of Revenue manages a centralized computer system, which monitors the operation of all licensed gaming machines. The Pennsylvania State Police and the Pennsylvania Attorney General provide criminal law enforcement oversight of the gaming industry.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

STATE GAMING FUND:

Administration

\$ 1,984 —to continue current program.

General Operations

\$ 1,150 —to continue current program.

VIDEO GAMING FUND:

Skill Games Administration

\$ 18,000 —to administer legalized skill games in the Commonwealth.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE GAMING FUND:							
(R)Administration	\$ 50,122	\$ 53,323	\$ 55,307	\$ 55,307	\$ 55,307	\$ 55,307	\$ 55,307
(R)General Operations	7,100	7,100	8,250	8,250	8,250	8,250	8,250
Local Law Enforcement Grants (EA).....	1,067	2,000	2,000	2,000	2,000	2,000	2,000
TOTAL STATE GAMING FUND	\$ 58,289	\$ 62,423	\$ 65,557	\$ 65,557	\$ 65,557	\$ 65,557	\$ 65,557

Program: Gaming Regulation, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
VIDEO GAMING FUND:							
(R)Video Gaming Administration	\$ 475	\$ 475	\$ 475	\$ 475	\$ 475	\$ 475	\$ 475
(R)Skill Games Administration	-	-	18,000	24,800	24,800	24,800	24,800
(R)Testing and Certification (EA)	-	50	50	50	50	50	50
TOTAL VIDEO GAMING FUND	<u>\$ 475</u>	<u>\$ 525</u>	<u>\$ 18,525</u>	<u>\$ 25,325</u>	<u>\$ 25,325</u>	<u>\$ 25,325</u>	<u>\$ 25,325</u>
FANTASY CONTEST FUND:							
(R)Fantasy Contest Administration	\$ 280	\$ 280	\$ 280	\$ 280	\$ 280	\$ 280	\$ 280
(R)Application and Licensure (EA)	60	60	60	60	60	60	60
TOTAL FANTASY CONTEST FUND	<u>\$ 340</u>	<u>\$ 340</u>	<u>\$ 340</u>	<u>\$ 340</u>	<u>\$ 340</u>	<u>\$ 340</u>	<u>\$ 340</u>



GENERAL SERVICES

The mission of the [Department of General Services \(DGS\)](#) is to help government operate more efficiently, effectively, and safely to deliver exceptional value for all Pennsylvanians.

Programs and Goals

Facility, Property, and Commodity Management: To deliver customer-focused, timely, and reliable services in purchasing and managing surplus supplies; small and diverse business support; facility and real estate management; vertical design and construction; fleet management; insurance administration; communications, media, and marketing; and Capitol Police protection.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:**General Government:**

General Government Operations	\$ 71,212	\$ 76,323	\$ 79,822
(A)Capital Programs.....	26,510	29,080	28,617
(A)Shared Services-Procurement	12,320	13,954	12,175
(A)COSTARS Program	2,700	2,700	2,700
(A)Metrology Fees.....	565	600	568
(A)Contract Administration Fees	362	400	400
(A)E-Verify.....	40	25	25
(A)Federal Surplus Property.....	1,117	1,639	1,515
(A)State Surplus Property	918	1,300	875
(A)Recycling Program	44	20	25
(A)Licenses and Fees	263	680	1,200
(A)Real Estate Services	956	953	1,044
(A)Annex	108	90	100
(A)State Building Use	169	170	175
(A)State Construction Notices	19	25	28
(A)Media Center Reimbursements.....	591	300	400
(A)Newsroom Services.....	3	5	5
(A)Employee Liability Self Insurance Program.....	162	175	175
(A)Administrative Services	117	95	118
(R)Temporary Fleet Vehicles	1,424	1,500	1,500
(R)Emergency Medical Supplies Replenishment.....	437	900	900
Subtotal.....	\$ 120,037	\$ 130,934	\$ 132,367
Governor's Residence Remediation and Security.....	22,340	-	-
Capitol Police Operations	17,567	18,475	20,021
(A)Capitol Police Services.....	1,200	1,200	1,200
Subtotal.....	\$ 18,767	\$ 19,675	\$ 21,221
Rental, Relocation, and Municipal Charges	29,981	28,544	21,694
(A)Agency Rental Charges-Harristown Rents.....	4,749	4,900	5,069
(A)Real Estate Lease Reimbursements.....	28,448	26,650	25,734
Subtotal.....	\$ 63,178	\$ 60,094	\$ 52,497
Space Optimization and Utilization Improvements	-	-	16,138
(R)Space Optimization and Utilization Improvement Project (EA).....	-	- ^a	-
Subtotal.....	\$ -	\$ -	\$ 16,138
Utility Costs.....	27,461	24,900	29,323
(A)Annex	81	90	80
(A)Energy Management	384	675	300
Subtotal.....	\$ 27,926	\$ 25,665	\$ 29,703

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Excess Insurance Coverage	3,637	4,200	4,500
Transfer to State Insurance Fund	1,500	1,500	1,500
Capitol Fire Protection	5,000	7,000	7,000
Subtotal - State Funds	\$ 178,698	\$ 160,942	\$ 179,998
Subtotal - Augmentations	81,826	85,726	82,528
Subtotal - Restricted	1,861	2,400	2,400
Total - General Government	<u>\$ 262,385</u>	<u>\$ 249,068</u>	<u>\$ 264,926</u>
STATE FUNDS	178,698	160,942	179,998
AUGMENTATIONS	81,826	85,726	82,528
RESTRICTED	1,861	2,400	2,400
GENERAL FUND TOTAL	<u>\$ 262,385</u>	<u>\$ 249,068</u>	<u>\$ 264,926</u>
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Tort Claims Payments	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>
Total - General Government	<u>\$ 9,000</u>	<u>\$ 9,000</u>	<u>\$ 9,000</u>
MOTOR LICENSE FUND TOTAL	<u>\$ 9,000</u>	<u>\$ 9,000</u>	<u>\$ 9,000</u>
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 178,698	\$ 160,942	\$ 179,998
MOTOR LICENSE FUND	9,000	9,000	9,000
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	81,826	85,726	82,528
RESTRICTED	1,861	2,400	2,400
OTHER FUNDS	-	-	-
TOTAL ALL FUNDS	<u>\$ 271,385</u>	<u>\$ 258,068</u>	<u>\$ 273,926</u>

^a Transfer from Enterprise and Technology not added to avoid double counting. Space Optimization and Utilization Improvement Project for 2025-26 Available is \$15,266,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
FACILITY, PROPERTY, AND COMMODITY MANAGEMENT:							
GENERAL FUND.....	\$ 178,698	\$ 160,942	\$ 179,998	\$ 179,501	\$ 179,469	\$ 175,645	\$ 174,187
MOTOR LICENSE FUND...	9,000	9,000	9,000	9,000	9,000	9,000	9,000
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	81,826	85,726	82,528	82,528	82,528	82,528	82,528
RESTRICTED	1,861	2,400	2,400	2,400	2,400	2,400	2,400
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 271,385</u>	<u>\$ 258,068</u>	<u>\$ 273,926</u>	<u>\$ 273,429</u>	<u>\$ 273,397</u>	<u>\$ 269,573</u>	<u>\$ 268,115</u>

Program: Facility, Property, and Commodity Management

Goal: To deliver customer-focused, timely, and reliable services in purchasing and managing surplus supplies; small and diverse business support; facility and real estate management; vertical design and construction; fleet management; insurance administration; communications, media, and marketing; and Capitol Police protection.

The [Department of General Services \(DGS\)](#) provides shared services to support the business operations of all agencies in the Commonwealth of Pennsylvania. With DGS assistance and oversight, its customers procure goods and services, obtain and renovate facilities, operate vehicles efficiently, and create workspaces that are clean, safe, and comfortable. The department also handles insurance claims, collects and distributes surplus property, and provides police and security services for Commonwealth owned or operated facilities. These services benefit not only state agencies, but local governments, nonprofit organizations, and the public.

Property and Asset Management

DGS provides [building management and maintenance services](#) for 20 state-owned office buildings in and around Harrisburg, including the Capitol Complex and Governor's executive residence, as well as for leased buildings. Outside of the Harrisburg area, the department operates the Scranton and Reading state office buildings.

The [Pennsylvania Capitol Police](#) is an accredited law enforcement agency with full arrest powers that investigates all reported crimes within the jurisdiction of state-owned properties and buildings in Harrisburg and Scranton. They maintain a 24/7 presence in Harrisburg, where assistance is also provided to the City of Harrisburg Police Department and other surrounding local law enforcement agencies.

The department facilitates [Act 29 of 1996](#), commonly known as the Guaranteed Energy Savings Act. Through a progressive contracting process, DGS reduces utility costs for owned facilities across the Commonwealth and restructures operation and maintenance costs of high voltage, HVAC, and plumbing equipment located in Harrisburg facilities.

Capital Programs

The Office of Capital Programs is comprised of several bureaus that manage every aspect of planning, design, bidding, and construction of the Commonwealth's non-highway capital projects. Such projects range from dams and sewage treatment plants to buildings such as prisons, offices, and laboratories. These bureaus maximize efficiency, monitor performance, and reduce change order rates, which ultimately increases the number of construction projects completed on time and on budget.

Procurement

DGS [procures](#) contracts for services, information technology, equipment, and supplies for the Commonwealth and establishes procurement policy for all state agencies.

The department also administers the Commonwealth's cooperative purchasing program known as [COSTARS](#), through which more than 9,200 registered and eligible local public procurement units (members) are able to use state contracts under the [Commonwealth Procurement Code](#).

DGS provides [transportation services](#) to all state agencies, managing a fleet of more than 11,000 passenger vehicles. The department manages all maintenance and repairs and works to reduce the overall fleet maintenance cost.

DGS administers both [state](#) and [federal](#) surplus property programs. The department sells property no longer used by Commonwealth agencies, boards, and commissions to the general public through on-site and online auctions. Federal surplus property is donated to state agencies, local municipalities, nonprofit organizations, and law enforcement entities for a nominal service charge.

Diversity, Inclusion, and Small Business Opportunities

DGS implements programs and policies that promote contracting opportunities for [small, diverse, or veteran-owned businesses](#). They assist these businesses in navigating the state contracting process, completing certification requirements, and ensuring contract compliance. The department is also an active partner to other agency programs that provide support services and training to small, diverse businesses.

Program: Facility, Property, and Commodity Management, continued

Administration

DGS provides a wide range of mail, custom print, and design services to agency customers across the enterprise including variable data print-to-mail and mail presort services. The department also hosts an online storefront, [PAPublisher](#), through which agency customers can order personalized products. DGS also provides direct distribution, eliminating an agency’s need to print and store large quantities of product.

The department is responsible for the [purchase, sale, and lease](#) of real property and the management of property owned and leased by the Commonwealth. This includes 600 facility leases for the Pennsylvania Liquor Control Board and more than 400 leases on behalf of other Commonwealth agencies, including commercial, office, warehouse, police stations, and hangar space. DGS manages over 19 million square feet of leased and owned space.

The department protects and maintains the financial integrity of the Commonwealth’s assets and uses risk treatment strategies to manage the Commonwealth’s liability relative to state-operated vehicles, medical professionals, personal property, Commonwealth real estate, and other areas of significant risk. In addition, DGS administers the Commonwealth’s [Line of Duty Death Benefits](#) programs and consults with agencies regarding coverage, safety and loss control, and evaluation of planned activities or courses of action for potential loss exposure. When claims occur, the department efficiently investigates, negotiates, settles/denies, and/or subrogates claims.

[Commonwealth Media Services \(CMS\)](#) provides studio and remote broadcast television services, fixed and remote satellite uplinking, web animation and graphics, and marketing campaign strategy and development services, as well as a full range of creative services. CMS services are designed to assist agencies in developing a portfolio of media strategies to communicate program information to customers, and more broadly, to the taxpayers of Pennsylvania. They also provide support for media archiving and the state’s cable system infrastructure. As the Commonwealth continues to grow its presence on social media, CMS works closely with agencies to deliver up-to-date content and creative messaging solutions.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:			Space Optimization and Utilization Improvements	
General Government Operations			—Initiative—to complete renovations and upgrades which will enable the Commonwealth to reduce its real estate footprint.	
\$	3,499	—to continue current program.	\$	16,138
Capitol Police Operations			Utility Costs	
\$	996	—to continue current program.	—to continue current program.	
	550	—for Capitol Complex security.	\$	4,423
\$	1,546	Appropriation Increase	Excess Insurance Coverage	
Rental, Relocation, and Municipal Charges			—to continue current program.	
\$	(3,090)	—to continue current program.	\$	300
	(3,760)	—lease savings from space optimization projects.		
\$	(6,850)	Appropriation Decrease		

Program: Facility, Property, and Commodity Management, continued**Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 71,212	\$ 76,323	\$ 79,822	\$ 78,822	\$ 78,822	\$ 78,822	\$ 78,822
Governor's Residence Remediation and Security	22,340	-	-	-	-	-	-
Capitol Police Operations	17,567	18,475	20,021	20,021	20,021	20,021	20,021
Rental, Relocation, and Municipal Charges	29,981	28,544	21,694	22,345	23,015	21,337	21,337
Space Optimization and Utilization Improvements	-	-	16,138	15,990	15,288	13,142	11,684
Utility Costs	27,461	24,900	29,323	29,323	29,323	29,323	29,323
Excess Insurance Coverage	3,637	4,200	4,500	4,500	4,500	4,500	4,500
Transfer to State Insurance Fund	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Capitol Fire Protection	5,000	7,000	7,000	7,000	7,000	7,000	7,000
TOTAL GENERAL FUND	\$ 178,698	\$ 160,942	\$ 179,998	\$ 179,501	\$ 179,469	\$ 175,645	\$ 174,187
MOTOR LICENSE FUND:							
Tort Claims Payments	\$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Generate procurement savings for the Commonwealth.							
DGS procurement related savings (in thousands)	\$ 63,371	105,493	34,768	60,165	37,967	39,000	41,000
Increase participation of and opportunity for small diverse businesses and small businesses.							
Percentage of Commonwealth contract spending awarded to small and small diverse businesses	% 20	19	20	21	19	21	22
Reduce energy consumption and associated energy costs in state-owned facilities.							
DGS energy use (in BTU per square foot)	74,080	70,080	65,562	57,829	61,431	62,000	62,000



HEALTH

The mission of the [Department of Health \(DOH\)](#) is to promote healthy behaviors, prevent injury and disease, and to assure the safe delivery of quality health care for all people in Pennsylvania.

To accomplish this mission, the department collaborates with public and private partners to develop an effective public health system. It licenses and regulates health facilities and provides outreach, education, prevention, and treatment services. Through grants, DOH supports community groups in delivering essential services, including programs for women and children, nutrition, immunizations, disease detection and treatment, and cancer prevention.

Programs and Goals

Health Support Services: To provide effective administration and support to the health system and deliver core health programs.

Health Research: To expand scientific knowledge of disease, illnesses, and the environment to improve the use of health resources.

Preventive Health: To reduce illness and death by detecting disease early and by promoting healthy practices and providing remedial care.

Health Treatment Services: To support independent living by providing a range of services and support programs.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
General Government Operations	\$ 32,048	\$ 32,057	\$ 35,408
(F)WIC-Administration and Operation	43,268	43,268	43,268
(F)Health Assessment.....	844	674	752
(F)PHHSBG-Administration and Operation.....	5,150	5,150	5,150
(F)MCHSBG-Administration and Operation	16,659	16,659	16,659
(F)EMS for Children	321	321	331
(F)TB-Administration and Operation	3,520	1,819	1,592
(F)Lead-Administration and Operation.....	1,170	1,100	1,100
(F)AIDS Health Education-Administration and Operation.....	5,225	7,068	8,098
(F)Primary Care Cooperative Agreements.....	566	510	510
(F)HIV/AIDS Surveillance.....	660	661	687
(F)HIV Care-Administration and Operation	373	798	645
(F)Cancer Prevention and Control	8,091	7,879	7,879
(F)Environmental Public Health Tracking.....	2,297	2,691	2,504
(F)Strengthening Public Health Infrastructure	459	-	-
(F)Special Preparedness Initiatives.....	400	400	400
(F)State Loan Repayment Program	1,500	1,300	1,320
(F)Public Health Emergency Preparedness and Response (EA)	59,655	59,655	59,655
(F)COVID-Strengthening Public Health (EA)	45,546	10,500	11,487
(F)COVID-Health Equity (EA).....	40	50	-
(F)SUPTRSBG-DDAP Support Services (EA)	130	134	137
(F)Learning Management System (EA)	23	26	28
(F)Food Safety Rapid Response Team (EA)	39	-	-
(A)Miscellaneous.....	13	426	151
(R)EMS Training Fund	- ^a	- ^a	- ^a
Subtotal.....	<u>\$ 227,997</u>	<u>\$ 193,146</u>	<u>\$ 197,761</u>
Quality Assurance	30,738	31,663	33,522
(F)Medicare-Health Service Agency Certification	14,100	14,100	14,100
(F)Medicaid Certification	11,300	11,300	11,300
(A)Indoor Tanning Regulation Fund.....	220	200	200
(A)Temporary HSA Registration Fees.....	215	230	230
(A)Publication Fees.....	1	1	1

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(R)Nursing Home Oversight	-	295	295
(R)Survey Info System and Nursing Facilities System Upgrades	454	391	320
(R)Long-Term Care Infection Prevention and Control (EA)	876	-	-
Subtotal	\$ 57,904	\$ 58,180	\$ 59,968
Health Promotion and Disease Prevention	5,000	4,996	7,496
Health Innovation	798	798	813
Achieving Better Care-MAP Program	3,117	3,117	3,148
(F)Prescription Drug Monitoring	20,255	13,866	13,866
(F)State Opioid Response Programs (EA)	938	-	-
Subtotal	\$ 24,310	\$ 16,983	\$ 17,014
(F)Cooperative Health Statistics	3,243	3,322	3,439
(F)Health Statistics	98	102	104
(F)Behavioral Risk Factor Surveillance System	755	1,004	1,300
Subtotal	\$ 4,096	\$ 4,428	\$ 4,843
(R)County Coroner/Medical Examiner Distribution (EA)	924	949	949
(R)Vital Statistics Improvement Administration (EA)	17,640	16,961	17,400
(A)VitalChek Revenue	2,485	2,500	2,100
(A)Reimbursement for Microfilming	68	80	80
Subtotal	\$ 21,117	\$ 20,490	\$ 20,529
State Laboratory	5,685	5,935	7,232
(F)Epidemiology and Laboratory Surveillance and Response	12,011	6,722	6,710
(F)COVID-Epidemiology and Laboratory Surveillance and Response (EA)	5,700	8,000	4,932
(F)Clinical Laboratory Improvement	799	767	816
(A)Licensure for Clinical Laboratories	1,304	3,177	2,197
(A)Drug Abuse Proficiency	215	336	425
(A)Alcohol Proficiency Testing	60	78	92
(A)Erythrocyte Protoporphyrin Testing	7	13	16
(A)Blood Lead Specimen Testing	24	25	1
(A)Blood Lead Testing	52	67	42
(A)PA Limited Survey Proficiency Testing	-	1	-
Subtotal	\$ 25,857	\$ 25,121	\$ 22,463
State Health Care Centers	31,157	32,957	35,188
(F)Disease Control Immunization Program	18,090	16,014	12,150
(F)COVID-Disease Control Immunization (EA)	2,800	2,988	-
(F)PHHSBG-Block Program Services	8,055	8,055	8,055
(F)Preventive Health Special Projects	3,223	3,789	2,789

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
(F)Collaborative Chronic Disease Programs.....	5,922	4,422	4,422
(F)Sexual Violence Prevention and Education.....	3,743	1,857	1,857
(F)Live Healthy.....	5,086	4,953	4,953
(F)Refugee Health Program (EA).....	404	202	276
(A)Reimbursement for Health Center Services.....	406	-	-
(R)E-cigarette Settlement.....	2,302	3,902	3,908
Subtotal.....	\$ 81,188	\$ 79,139	\$ 73,598
Sexually Transmitted Disease Screening and Treatment.....	1,822	1,822	2,154
(F)Survey and Follow-Up-Sexually Transmitted Diseases.....	4,253	3,783	4,243
(F)COVID-Strengthening STD Prevention and Control (EA).....	3,100	2,553	-
Subtotal.....	\$ 9,175	\$ 8,158	\$ 6,397
Subtotal - State Funds.....	\$ 110,365	\$ 113,345	\$ 124,961
Subtotal - Federal Funds.....	319,811	268,462	257,514
Subtotal - Augmentations.....	5,070	7,134	5,535
Subtotal - Restricted.....	22,196	22,498	22,872
Total - General Government.....	\$ 457,442	\$ 411,439	\$ 410,882
Grants and Subsidies:			
Diabetes Programs	\$ 112	\$ 112	\$ 112
Primary Health Care Practitioner	8,350	8,350	8,350
Community-Based Health Care Subsidy	2,000	2,000	2,000
Newborn Screening	7,329	7,329	7,329
Cancer Screening Services	2,563	2,563	2,563
AIDS Programs and Special Pharmaceutical Services	10,436	10,436	10,436
(F)AIDS Ryan White and HIV Care	76,223	46,337	48,355
(F)Housing for Persons with AIDS	4,796	5,018	5,018
(F)AIDS Health Education Program	1,642	1,642	1,375
(R)Ryan White HIV/AIDS Program Rebates	142,459	146,898	95,000
Subtotal.....	\$ 235,556	\$ 210,331	\$ 160,184
Regional Cancer Institutes	2,000	2,000	2,000
School District Health Services.....	37,620	37,620 ^b	37,620 ^b
Local Health Departments	36,609	35,854	36,265
Local Health-Environmental	2,697	2,697	2,697
Maternal and Child Health Services.....	1,447	1,447	1,447
(F)Women, Infants, and Children	277,910	277,910	277,910
(F)MCHSBG-Program Services	20,833	20,833	20,833
(F)Teenage Pregnancy Prevention	4,677	4,677	4,677

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
(F)Abstinence Education	4,605	3,731	3,731
(F)Family Health Special Projects	3,379	3,929	4,207
(F)MCH Lead Poisoning Prevention and Abatement	2,370	2,400	2,400
(F)Screening Newborns	1,783	1,797	1,798
(F)Newborn Hearing Screening and Intervention	477	337	337
(F)Traumatic Brain Injury	592	485	485
(F)Sickle Cell Gene Therapy (EA)	-	1,457	1,324
Subtotal	\$ 318,073	\$ 319,003	\$ 319,149
Tuberculosis Screening and Treatment	921	1,047	1,084
(F)Tuberculosis Control Program	1,000	1,152	49
Subtotal	\$ 1,921	\$ 2,199	\$ 1,133
Renal Dialysis	6,678	6,678	6,678
Services for Children with Special Needs	1,728	1,728	1,728
Adult Cystic Fibrosis and Other Chronic Respiratory Illness	795	795	795
Cooley's Anemia	106	106	106
Hemophilia	1,017	1,017	1,017
Lupus	106	106	106
Sickle Cell	1,335	1,335	1,335
Regional Poison Control Centers	742	742	742
Trauma Prevention	488	488	488
Epilepsy Support Services	583	583	583
Bio-Technology Research	11,200	11,350	-
Tourette's Syndrome	159	159	159
Amyotrophic Lateral Sclerosis Support Services	1,501	1,501	1,501
Neurodegenerative Disease Research	-	5,000	5,000
Lyme Disease	3,180	3,180	3,180
(R)Pediatric Cancer Research Fund	-	1,000	1,000
Subtotal - State Funds	\$ 141,702	\$ 146,223	\$ 135,321
Subtotal - Federal Funds	400,287	371,705	372,499
Subtotal - Restricted	142,459	147,898	96,000
Total - Grants and Subsidies	\$ 684,448	\$ 665,826	\$ 603,820
STATE FUNDS	\$ 252,067	\$ 259,568	\$ 260,282
FEDERAL FUNDS	720,098	640,167	630,013
AUGMENTATIONS	5,070	7,134	5,535
RESTRICTED	164,655	170,396	118,872
GENERAL FUND TOTAL	\$ 1,141,890	\$ 1,077,265	\$ 1,014,702

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
OTHER FUNDS:			
EMERGENCY MEDICAL SERVICES OPERATING FUND:			
Emergency Medical Services	\$ 12,242	\$ 18,871	\$ 18,123
Catastrophic Medical and Rehabilitation	4,200	5,000	4,800
Transfer to EMS Training Fund (EA)	150	150	150
EMERGENCY MEDICAL SERVICES OPERATING FUND TOTAL	\$ 16,592	\$ 24,021	\$ 23,073
GOV. CASEY ORGAN & TISSUE DONATION AWARENESS TRUST FUND:			
General Operations (EA)	\$ 139	\$ 133	\$ 137
Hospital and Other Medical Costs (EA)	95	95	83
Grants to Certified Procurement Organizations (EA)	475	500	413
Project Make-A-Choice (EA)	143	143	120
GOV. CASEY ORGAN & TISSUE DONATION AWARENESS TRUST FUND TOTAL ...	\$ 852	\$ 871	\$ 753
MEDICAL MARIJUANA PROGRAM FUND:			
General Operations (EA)	\$ 43,405	\$ 23,265 ^c	\$ 21,884
Patient Financial Hardship Program (EA)	26,741	8,725 ^d	8,206
Medical Marijuana Research (EA)	66,941	17,449 ^e	16,413
MEDICAL MARIJUANA PROGRAM FUND TOTAL	\$ 137,087	\$ 49,439	\$ 46,503
TOBACCO SETTLEMENT FUND:			
Health Research-Health Priorities (EA)	\$ 41,469	\$ 39,176	\$ 38,734
Health Research-National Cancer Institute (EA)	3,291	3,109	3,074
Tobacco Use Prevention and Cessation (EA)	14,810	13,991	13,834
TOBACCO SETTLEMENT FUND TOTAL	\$ 59,570	\$ 56,276	\$ 55,642
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 252,067	\$ 259,568	\$ 260,282
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	720,098	640,167	630,013
AUGMENTATIONS	5,070	7,134	5,535
RESTRICTED	164,655	170,396	118,872
OTHER FUNDS	214,101	130,607	125,971
TOTAL ALL FUNDS	\$ 1,355,991	\$ 1,207,872	\$ 1,140,673

^a Transfer from Emergency Medical Services Operating Fund not added to avoid double counting: 2024-25 Actual is \$0, 2025-26 Available is \$150,000, and 2026-27 Budget is \$150,000.

^b Funds for the Menstrual Products Program distributed through the Pennsylvania Department of Education in accordance with Act 55 of 2024.

^c Includes recommended supplemental executive authorization of \$908,000.

^d Includes recommended supplemental executive authorization of \$341,000.

^e Includes recommended supplemental executive authorization of \$682,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
HEALTH SUPPORT SERVICES:							
GENERAL FUND.....	\$ 71,588	\$ 72,772	\$ 79,310	\$ 79,310	\$ 79,310	\$ 79,310	\$ 79,310
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	261,039	215,418	213,926	197,507	197,507	197,507	197,507
AUGMENTATIONS	2,111	4,554	3,355	3,355	3,355	3,355	3,355
RESTRICTED	1,330	686	615	364	320	320	320
OTHER FUNDS.....	43,555	23,415	22,034	21,272	21,262	21,257	21,257
SUBCATEGORY TOTAL....	<u>\$ 379,623</u>	<u>\$ 316,845</u>	<u>\$ 319,240</u>	<u>\$ 301,808</u>	<u>\$ 301,754</u>	<u>\$ 301,749</u>	<u>\$ 301,749</u>
HEALTH RESEARCH:							
GENERAL FUND.....	\$ 13,312	\$ 18,462	\$ 7,112	\$ 7,112	\$ 7,112	\$ 7,112	\$ 7,112
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	4,096	4,428	4,843	4,843	4,843	4,843	4,843
AUGMENTATIONS	2,553	2,580	2,180	2,180	2,180	2,180	2,180
RESTRICTED	18,564	18,910	19,349	19,349	19,349	19,349	19,349
OTHER FUNDS.....	111,701	59,734	58,221	57,762	57,755	57,750	57,750
SUBCATEGORY TOTAL....	<u>\$ 150,226</u>	<u>\$ 104,114</u>	<u>\$ 91,705</u>	<u>\$ 91,246</u>	<u>\$ 91,239</u>	<u>\$ 91,234</u>	<u>\$ 91,234</u>
PREVENTIVE HEALTH:							
GENERAL FUND.....	\$ 152,512	\$ 153,679	\$ 159,205	\$ 159,205	\$ 159,205	\$ 159,205	\$ 159,205
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	454,963	420,321	411,244	411,244	411,244	411,244	411,119
AUGMENTATIONS	406	-	-	-	-	-	-
RESTRICTED	144,761	150,800	98,908	88,908	88,908	88,908	88,908
OTHER FUNDS.....	14,810	13,991	13,834	13,834	13,834	13,834	13,834
SUBCATEGORY TOTAL....	<u>\$ 767,452</u>	<u>\$ 738,791</u>	<u>\$ 683,191</u>	<u>\$ 673,191</u>	<u>\$ 673,191</u>	<u>\$ 673,191</u>	<u>\$ 673,066</u>
HEALTH TREATMENT SERVICES:							
GENERAL FUND.....	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	44,035	33,467	31,882	31,711	26,181	26,050	25,923
SUBCATEGORY TOTAL....	<u>\$ 58,690</u>	<u>\$ 48,122</u>	<u>\$ 46,537</u>	<u>\$ 46,366</u>	<u>\$ 40,836</u>	<u>\$ 40,705</u>	<u>\$ 40,578</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 252,067	\$ 259,568	\$ 260,282	\$ 260,282	\$ 260,282	\$ 260,282	\$ 260,282
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	720,098	640,167	630,013	613,594	613,594	613,594	613,469
AUGMENTATIONS	5,070	7,134	5,535	5,535	5,535	5,535	5,535
RESTRICTED	164,655	170,396	118,872	108,621	108,577	108,577	108,577
OTHER FUNDS.....	214,101	130,607	125,971	124,579	119,032	118,891	118,764
DEPARTMENT TOTAL	<u>\$ 1,355,991</u>	<u>\$ 1,207,872</u>	<u>\$ 1,140,673</u>	<u>\$ 1,112,611</u>	<u>\$ 1,107,020</u>	<u>\$ 1,106,879</u>	<u>\$ 1,106,627</u>

Program: Health Support Services

Goal: To provide effective administration and support to the health system and deliver core health programs.

The [Department of Health \(DOH\)](#) identifies, monitors, and investigates health issues, including communicable diseases, environmental hazards, workplace risks, infection control, and health risk behaviors. It issues guidelines and provides expert support to health care providers, agencies, local health departments, and municipalities. General Government Operations support both administrative and information systems across the department. The Quality Assurance program reviews, analyzes, and assesses access, availability, and provision of health care services.

The [Prescription Drug Monitoring Program](#) tracks controlled substance prescriptions, ensures safe prescribing, and supports patient care.

The department [inspects](#) health care facilities to ensure they comply with state and federal standards. These inspections often address Medicare and Medicaid requirements and cover sanitation, fire safety, health, and care quality.

The [Healthcare-Associated Infection Prevention/Antimicrobial Stewardship Program](#) helps health care facilities lower infection rates. It collects and analyzes infection data reported by the facilities, creates site-specific control plans, and sets best practices for monitoring and response. The program also maintains a reporting system for performance tracking.

The department operates the [state public health laboratory](#), which performs more than 200,000 tests each year. These include tests for COVID-19, tuberculosis, measles, and botulism. The lab also monitors public health threats and informs patient care best practices. The lab plays an integral role in emergency preparedness across the state. It licenses and monitors over 10,000 laboratories, oversees performance standards, and enforces compliance. DOH also runs testing programs for blood lead, alcohol, drugs use, and other public health concerns.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations			Achieving Better Care-MAP Program		
\$	1,332	—to continue current program.	\$	31	—to continue current program.
	2,019	—to maintain the Pennsylvania Immunization Electronic Registry System.			
\$	3,351	<i>Appropriation Increase</i>	\$	1,297	—to continue current program.
Quality Assurance			State Laboratory		
\$	1,859	—to continue current program.			

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 32,048	\$ 32,057	\$ 35,408	\$ 35,408	\$ 35,408	\$ 35,408	\$ 35,408
Quality Assurance.....	30,738	31,663	33,522	33,522	33,522	33,522	33,522
Achieving Better Care-MAP Program ..	3,117	3,117	3,148	3,148	3,148	3,148	3,148
State Laboratory	5,685	5,935	7,232	7,232	7,232	7,232	7,232
TOTAL GENERAL FUND.....	\$ 71,588	\$ 72,772	\$ 79,310	\$ 79,310	\$ 79,310	\$ 79,310	\$ 79,310

Program: Health Research

Goal: To expand scientific knowledge of disease, illnesses, and the environment to improve the use of health resources.

DOH collects, analyzes, and shares health data. It publishes annual [health reports](#) and offers an interactive health [statistics tool](#) on its website. DOH manages a central database with over 23.5 million records, including [births, deaths, and other vital statistics](#) in Pennsylvania. Automated systems give the public access to birth records from 1921 to the present at central and branch offices. The system handles over 500,000 requests yearly and helps detect fraudulent record usage, enforce child support, and report missing children. The department stores records digitally or on microfilm and provides access as needed. The public increasingly requests birth certificates due to enhanced federal requirements for air travel and entry into federal buildings.

DOH's Diabetes Programs strive to improve the lives of people with diabetes, reduce disparities, and prevent type 2 diabetes through statewide services. These services receive funding from state and federal sources, and the department tracks outcomes using multiple data sources.

DOH's Regional Cancer Institutes promote screenings, reduce treatment barriers, provide education, and support research to fight cancer across the Commonwealth.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Bio-Technology Research

\$ (11,350) —program elimination.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Diabetes Programs ...	\$ 112	\$ 112	\$ 112	\$ 112	\$ 112	\$ 112	\$ 112
Regional Cancer Institutes	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Bio-Technology Research	11,200	11,350	-	-	-	-	-
Neurodegenerative Disease Research	-	5,000	5,000	5,000	5,000	5,000	5,000
TOTAL GENERAL FUND.....	\$ 13,312	\$ 18,462	\$ 7,112	\$ 7,112	\$ 7,112	\$ 7,112	\$ 7,112

Program Measures:

	2020-21 Actual	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Actual	2025-26 Estimated	2026-27 Estimated
Coordinate the collection and analysis of health statistics and information.							
Drug-related overdose deaths	5,179	5,356	5,165	4,719	3,331	3,331	3,331

Program: Preventive Health

Goal: To reduce illness and death by detecting disease early and by promoting healthy practices and providing remedial care.

DOH provides public health [services](#) through district offices, [state health centers](#), [county and municipal health departments](#), community organizations, and public health clinics. These services include programs for communicable disease prevention, family health, chronic disease prevention, environmental health, and intervention services. County and municipal health departments deliver individual and environmental services, which they fund through department-awarded grants and contracts.

Women and Infant Programs

DOH offers a range of programs that support women's health, promote healthy pregnancies, and improve outcomes for infants and young children. The department integrates home visiting, Centering Pregnancy, and innovative inter-conception care programs to improve pregnancy outcomes, reduce infant mortality, and support child development.

The department administers a [newborn screening](#) program to detect health risks and provide follow-up services for abnormal results.

For women's health, the department offers the [Breast and Cervical Cancer Early Detection Program](#). The program offers cancer screenings and refers eligible individuals to the Department of Human Services for treatment based on specific criteria.

Community health nurses at state health centers conduct public education and serve on local advisory teams that focus on the health and safety of women, infants, and children.

DOH manages the federally funded Special Supplemental Nutrition Program for [Women, Infants, and Children](#) which serves those at risk due to medical conditions or low income.

The [Maternal Mortality Review Committee](#) reviews maternal deaths to determine their preventability related to pregnancy.

Children's Programs

The department provides programs that protect children's health, prevent disease, and support safe learning environments across the Commonwealth. DOH's [immunization program](#) provides vaccines to prevent disease and protect public health. The program supports outbreak response, conducts surveillance, and runs educational programs. The initiative monitors immunization rates, oversees child care and school reporting, and guides school districts in maintaining student health. State health centers also lead education efforts to prevent disease spread.

The department addresses [lead poisoning](#) through federally funded activities. The Lead Hazard Control program removes hazards in eligible homes. DOH monitors childhood blood lead levels to identify community trends and state health center staff provide parent education and case management for children under 7 with elevated levels. The Childhood Lead Poisoning Prevention program educates families, communities, and contractors on prevention and promotes blood lead testing for children under 6.

The [School Health](#) program supports elementary and secondary schools by reimbursing districts for nursing and dental services. State health center nurses also assist with disease investigations in students and staff.

Other Health Promotion and Disease and Injury Prevention Programs

The department supports a wide range of programs that promote overall health, prevent chronic and infectious diseases, and reduce injuries across all age groups. DOH promotes adult immunizations by offering vaccines through health centers, county and municipal health departments, and clinics. It investigates reported infectious disease cases, identifies sources, and implements control measures. DOH also collaborates with [rural health care](#) settings to improve outcomes and reduce costs through system transformation.

The department addresses chronic diseases by offering hepatitis C testing and coordinating HIV prevention services.

The [Sexually Transmitted Diseases \(STD\)](#) program works to prevent STDs and their complications by providing testing and sharing risk-reduction information. State health centers offer public STD, HIV, and tuberculosis testing, and lead community outreach and provider education efforts.

The [Tuberculosis \(TB\)](#) program reduces TB incidence by offering outpatient examination, diagnosis, and treatment.

The [Tobacco Prevention and Control](#) program leads local efforts to reduce tobacco use and related diseases. It supports youth prevention programs, smoking cessation services, awareness campaigns, a [Quitline](#), and [Clean Indoor Air Act](#) enforcement.

Program: Preventive Health, continued

Federally funded programs address [cancer prevention](#), [oral health](#), [diabetes care](#), [heart disease](#), [stroke prevention](#), and [obesity reduction](#). The [Asthma Control Program](#) provides education and helps identify triggers, while the [Violence and Injury Prevention Program](#) works to prevent intentional and unintentional injuries. DOH funds organizations that address childhood injuries, motor vehicle safety, fall prevention, traumatic brain injury, gun violence prevention, suicide prevention, and adverse childhood experiences.

DOH leads public education to prevent tick- and mosquito-borne diseases. The department also combats the [opioid crisis](#) by expanding naloxone access and supporting statewide monitoring efforts.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

\$ 2,500	Health Promotion and Disease Prevention —Initiative—to expand support for maternal health programs.	\$ 332	Sexually Transmitted Disease Screening and Treatment —to continue current program.
\$ 15	Health Innovation —to continue current program.	\$ 411	Local Health Departments —to continue current program.
\$ 2,231	State Health Care Centers —to continue current program.	\$ 37	Tuberculosis Screening and Treatment —to continue current program.

*Program: Preventive Health, continued***Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Health Promotion and Disease Prevention.....	\$ 5,000	\$ 4,996	\$ 7,496	\$ 7,496	\$ 7,496	\$ 7,496	\$ 7,496
Health Innovation.....	798	798	813	813	813	813	813
State Health Care Centers	31,157	32,957	35,188	35,188	35,188	35,188	35,188
Sexually Transmitted Disease Screening and Treatment	1,822	1,822	2,154	2,154	2,154	2,154	2,154
Primary Health Care Practitioner.....	8,350	8,350	8,350	8,350	8,350	8,350	8,350
Community-Based Health Care Subsidy.....	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Newborn Screening	7,329	7,329	7,329	7,329	7,329	7,329	7,329
Cancer Screening Services	2,563	2,563	2,563	2,563	2,563	2,563	2,563
AIDS Programs and Special Pharmaceutical Services	10,436	10,436	10,436	10,436	10,436	10,436	10,436
School District Health Services	37,620	37,620	37,620	37,620	37,620	37,620	37,620
Local Health Departments	36,609	35,854	36,265	36,265	36,265	36,265	36,265
Local Health-Environmental.....	2,697	2,697	2,697	2,697	2,697	2,697	2,697
Maternal and Child Health Services.....	1,447	1,447	1,447	1,447	1,447	1,447	1,447
Tuberculosis Screening and Treatment	921	1,047	1,084	1,084	1,084	1,084	1,084
Epilepsy Support Services	583	583	583	583	583	583	583
Lyme Disease	3,180	3,180	3,180	3,180	3,180	3,180	3,180
TOTAL GENERAL FUND.....	\$ 152,512	\$ 153,679	\$ 159,205	\$ 159,205	\$ 159,205	\$ 159,205	\$ 159,205

Program: Preventive Health, continued**Program Measures:**

		2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
		Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Meet and maintain Healthy People 2030 objectives for vaccination rates among school-age children.								
Kindergarten immunization rate for measles, mumps, and rubella (MMR) vaccine.....	%	95.5	95.1	94.0	95.0	95.5	95.5	96.0
Percentage of school districts with required school nurse to student ratio ..	%	98.5	99.1	98.9	98.8	98.7	98.7	98.6
Ensure that all Pennsylvanians are able to access a range of preventive health and early detection services.								
Percentage of obese adults (Body Mass Index >30)	%	32.7	33.0	33.0	33.0	33.0	34.0	33.3
Percentage of adults with diabetes	%	11.4	11.1	11.2	11.2	11.2	11.2	11.2
Neonatal abstinence syndrome (per 1,000 births)		13.1	10.9	8.7	7.9	7.3	6.3	6.3
Other communicable disease programs and incidences reported.								
Percentage of newly HIV diagnosed individuals linked to care within 30 days	%	82.3	81.3	81.4	84.3	84.8	86.4	87.6
Individuals who test HIV negative referred to Pre-exposure Prophylaxis (PrEP) services		2,268.0	2,849.0	3,243.0	2,541.0	1,428.0	1,400.0	1,400.0
Percentage of initiation of TB treatment	%	83.8	86.8	80.0	85.5	90.2	91.0	91.0
Percentage of completion of TB treatment.....	%	89.6	90.2	82.5	83.1	92.0	92.0	92.0
Percentage of initiation of latent tuberculosis infection (LTBI) for immigrants and refugees	%	60.0	57.9	62.5	70.9	62.6	80.0	80.0
Percentage of completion of latent tuberculosis infection (LTBI) for immigrants and refugees	%	66.7	72.7	82.9	68.9	64.9	92.0	92.0
Prevent initiation and reduce use of tobacco products, eliminate nonsmokers' exposure to secondhand smoke, and eliminate tobacco-related health disparities.								
Percentage of adults (age 18+) who smoke daily.....	%	16.0	14.0	15.0	14.0	14.0	13.0	12.0
Percentage of adults (age 18+) who vape daily.....	%	N/A	3.0	3.0	2.8	2.8	2.4	2.2
Percentage of teens who smoke daily ..	%	N/A ^a	7.0	N/A ^a	4.0	N/A ^a	3.0	N/A ^a
Percentage of teens who vape daily	%	N/A ^a	6.7	N/A ^a	5.7	N/A ^a	4.5	N/A ^a

^a Data on teens who smoke/vape only available every other year.

Program: Health Treatment Services

Goal: To support independent living by providing a range of services and support programs.

Health Treatment Services

The department coordinates specialized medical services for Commonwealth patients.

The [Chronic Renal Disease Program](#) (CRDP) provides care for eligible adults with end-stage renal disease, assisting with dialysis, transplantation, medications, medical management, inpatient and outpatient services, home dialysis supplies, and transportation.

The Specialty Care program offers services for health conditions including cystic fibrosis, Cooley's anemia, hemophilia, sickle cell, spina bifida, and home ventilator care. Services include client engagement, system functionality, peer supports, mental health screenings, and rehabilitative services. DOH makes referrals to Medical Assistance or the Children's Health Insurance Program to optimize state funds.

DOH leads the Commonwealth's [Emergency Medical Services \(EMS\)](#) system, overseeing planning, coordination, development, and evaluation through regional and statewide councils. DOH provides regulatory oversight and develops treatment protocols.

The [Head Injury Program](#) provides case management and post-acute head injury rehabilitation services through contractual agreements, funded by the Emergency Medical Services Operating Fund.

DOH oversees the Commonwealth's [Medical Marijuana Program](#). Patients with eligible conditions have access to medical marijuana through a safe delivery method. The department provides guidance for patients, caregivers, growers/processors, dispensaries, physicians, laboratories, and clinical research.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

All appropriations are recommended at the current year funding levels.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Renal Dialysis	\$ 6,678	\$ 6,678	\$ 6,678	\$ 6,678	\$ 6,678	\$ 6,678	\$ 6,678
Services for Children with Special Needs	1,728	1,728	1,728	1,728	1,728	1,728	1,728
Adult Cystic Fibrosis and Other Chronic Respiratory Illness	795	795	795	795	795	795	795
Cooley's Anemia	106	106	106	106	106	106	106
Hemophilia	1,017	1,017	1,017	1,017	1,017	1,017	1,017
Lupus	106	106	106	106	106	106	106
Sickle Cell	1,335	1,335	1,335	1,335	1,335	1,335	1,335
Regional Poison Control Centers	742	742	742	742	742	742	742
Trauma Prevention	488	488	488	488	488	488	488
Tourette's Syndrome	159	159	159	159	159	159	159
Amyotrophic Lateral Sclerosis Support Services	1,501	1,501	1,501	1,501	1,501	1,501	1,501
TOTAL GENERAL FUND	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655	\$ 14,655



HEALTH CARE COST CONTAINMENT COUNCIL

The mission of the [Pennsylvania Health Care Cost Containment Council \(PHC4\)](#) is to empower Pennsylvanians through transparency, providing access to data, research, analysis, and reporting focused on the cost, utilization, and quality of health care delivery in the Commonwealth.

The council collects, analyzes, and reports data about the quality of health care in Pennsylvania for use by purchasers of health care benefits, health care providers, and other stakeholders. The council is governed by a board of directors, representing business, labor, consumers, health care providers, insurers, and state government.

Programs and Goals

Health Care Reporting: *To facilitate the delivery of quality, cost effective health care by providing current data to purchasers, providers, insurers, policymakers, and consumers of health care services.*

Health Care Cost Containment Council

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
Health Care Cost Containment Council.....	\$ 3,167	\$ 3,467	\$ 4,934
(A)Sale of Datasets and Customized Reports	850	950	1,550
Subtotal - State Funds.....	\$ 3,167	\$ 3,467	\$ 4,934
Subtotal - Augmentations.....	850	950	1,550
Total - General Government.....	\$ 4,017	\$ 4,417	\$ 6,484
STATE FUNDS	\$ 3,167	\$ 3,467	\$ 4,934
AUGMENTATIONS	850	950	1,550
GENERAL FUND TOTAL	\$ 4,017	\$ 4,417	\$ 6,484

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
HEALTH CARE REPORTING:							
GENERAL FUND.....	\$ 3,167	\$ 3,467	\$ 4,934	\$ 4,934	\$ 4,934	\$ 4,934	\$ 4,934
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	850	950	1,550	750	650	650	650
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	-	-	-	-	-	-	-
DEPARTMENT TOTAL	\$ 4,017	\$ 4,417	\$ 6,484	\$ 5,684	\$ 5,584	\$ 5,584	\$ 5,584

Health Care Cost Containment Council

Program: Health Care Reporting

Goal: To facilitate the delivery of quality, cost effective health care by providing current data to purchasers, providers, insurers, policymakers, and consumers of health care services.

The [Pennsylvania Health Care Cost Containment Council \(PHC4\)](#) operates as an independent state council governed by a board representing health care purchasers (business and labor), consumers, health care providers, insurers, health economists, members of the Pennsylvania General Assembly, and state government.

The Pennsylvania General Assembly established PHC4 through [Act 89 of 1986](#) and reauthorized it through [Act 15 of 2020](#).

PHC4 applies advanced statistical methods, including risk adjustment for illness severity and other risk factors, to report on common medical conditions in Pennsylvania. By publishing data on health care costs and outcomes, PHC4 helps improve care and supports consumer decision-making.

Each year, the council collects inpatient and outpatient data from hospitals and ambulatory surgery centers across the state. It verifies this data, which include financial details, and shares it through [free public reports](#). The council also analyzes payment data from Medicare, Medicaid, and private insurance plans to create reports.

PHC4 prioritizes updating and expanding an interactive, consumer-friendly online database with localized hospitalization data at the county level.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Health Care Cost Containment Council

\$ 1,467 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Health Care Cost Containment Council	\$ 3,167	\$ 3,467	\$ 4,934	\$ 4,934	\$ 4,934	\$ 4,934	\$ 4,934



HISTORICAL AND MUSEUM COMMISSION

The mission of the [Pennsylvania Historical and Museum Commission \(PHMC\)](#) is to discover, protect, and share Pennsylvania's past, inspiring others to value and use our history in meaningful ways.

Programs and Goals

State History: To manage and safeguard Pennsylvania's historic resources through a comprehensive history, archives, and museum program focused on the preservation, study, and interpretation of all areas of Pennsylvania history, providing exhibits and programs to share this history with learners of all ages.

Museum and Community Assistance: To assure preservation and accessibility of Pennsylvania's rich heritage through representative artifacts, specimens of history, historic documents, buildings, art, and science for all citizens through the support of museums and historical sites within the Commonwealth.

Historical and Museum Commission

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 24,240	\$ 25,373	\$ 24,508
(F)Historic Preservation.....	3,150	3,150	3,150
(F)Surface Mining Review	160	180	180
(F)Environmental Review	380	412	428
(F)American Battlefield Protection Program	6,000	6,000	6,000
(F)National Endowment for the Humanities	49	49	-
(A)State Records Center	1,056	1,056	1,056
(R)Rent and Other Income	53	80	80
Subtotal.....	<u>\$ 35,088</u>	<u>\$ 36,300</u>	<u>\$ 35,402</u>
Subtotal - State Funds.....	\$ 24,240	\$ 25,373	\$ 24,508
Subtotal - Federal Funds.....	9,739	9,791	9,758
Subtotal - Augmentations	1,056	1,056	1,056
Subtotal - Restricted	<u>53</u>	<u>80</u>	<u>80</u>
Total - General Government.....	<u>\$ 35,088</u>	<u>\$ 36,300</u>	<u>\$ 35,402</u>

Grants and Subsidies:

Cultural and Historical Support.....	\$ 4,000	\$ 4,000	\$ 2,000
STATE FUNDS.....	\$ 28,240	\$ 29,373	\$ 26,508
FEDERAL FUNDS	9,739	9,791	9,758
AUGMENTATIONS	1,056	1,056	1,056
RESTRICTED	<u>53</u>	<u>80</u>	<u>80</u>

GENERAL FUND TOTAL	<u>\$ 39,088</u>	<u>\$ 40,300</u>	<u>\$ 37,402</u>

OTHER FUNDS:

HISTORICAL PRESERVATION FUND:

General Operations (EA).....	\$ 1,342	\$ 1,342	\$ 1,342
(R)Deaccession of Collections	16	9	9
(R)Mitigation and Special Projects	<u>191</u>	<u>300</u>	<u>700</u>
HISTORICAL PRESERVATION FUND TOTAL	<u>\$ 1,549</u>	<u>\$ 1,651</u>	<u>\$ 2,051</u>

Historical and Museum Commission

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND:			
Historic Site Development (EA).....	\$ 16,476	\$ 17,937 ^a	\$ 20,544
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 28,240	\$ 29,373	\$ 26,508
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	9,739	9,791	9,758
AUGMENTATIONS	1,056	1,056	1,056
RESTRICTED	53	80	80
OTHER FUNDS.....	18,025	19,588	22,595
TOTAL ALL FUNDS	\$ 57,113	\$ 59,888	\$ 59,997

^a Includes recommended supplemental executive authorization of \$1,942,000.

Historical and Museum Commission

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
STATE HISTORY:							
GENERAL FUND.....	\$ 24,240	\$ 25,373	\$ 24,508	\$ 24,508	\$ 24,508	\$ 24,508	\$ 24,508
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	9,739	9,791	9,758	9,758	9,758	9,758	9,758
AUGMENTATIONS	1,056	1,056	1,056	1,056	1,056	1,056	1,056
RESTRICTED	53	80	80	80	80	80	80
OTHER FUNDS.....	1,549	1,651	2,051	1,651	1,551	1,351	1,351
SUBCATEGORY TOTAL....	<u>\$ 36,637</u>	<u>\$ 37,951</u>	<u>\$ 37,453</u>	<u>\$ 37,053</u>	<u>\$ 36,953</u>	<u>\$ 36,753</u>	<u>\$ 36,753</u>
MUSEUM AND COMMUNITY ASSISTANCE:							
GENERAL FUND.....	\$ 4,000	\$ 4,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	16,476	17,937	20,544	22,790	25,020	27,174	29,525
SUBCATEGORY TOTAL....	<u>\$ 20,476</u>	<u>\$ 21,937</u>	<u>\$ 22,544</u>	<u>\$ 24,790</u>	<u>\$ 27,020</u>	<u>\$ 29,174</u>	<u>\$ 31,525</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 28,240	\$ 29,373	\$ 26,508	\$ 26,508	\$ 26,508	\$ 26,508	\$ 26,508
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	9,739	9,791	9,758	9,758	9,758	9,758	9,758
AUGMENTATIONS	1,056	1,056	1,056	1,056	1,056	1,056	1,056
RESTRICTED	53	80	80	80	80	80	80
OTHER FUNDS.....	18,025	19,588	22,595	24,441	26,571	28,525	30,876
DEPARTMENT TOTAL	<u>\$ 57,113</u>	<u>\$ 59,888</u>	<u>\$ 59,997</u>	<u>\$ 61,843</u>	<u>\$ 63,973</u>	<u>\$ 65,927</u>	<u>\$ 68,278</u>

Program: State History

Goal: To manage and safeguard Pennsylvania's historic resources through a comprehensive history, archives, and museum program focused on the preservation, study, and interpretation of all areas of Pennsylvania history, providing exhibits and programs to share this history with learners of all ages.

The [Pennsylvania Historical and Museum Commission \(PHMC\)](#) is the Commonwealth's official history agency. The responsibilities of the PHMC are rooted in the Pennsylvania Constitution and are further defined in the [History Code](#) and the [Administrative Code](#). PHMC oversees the State Museum, Archives and Historic Preservation Office, and supports the management of historic sites and museums throughout the Commonwealth.

Executive Direction and Administration

The Executive Direction and Administration program provides general policy and direction for administering the commission's operations and ensuring the direction of each program is focused on meeting the agency's mission and strategic goals. It includes legislative, marketing, public relations, procurement, preservation of historic sites and museums, financial grant administration, fiscal and revenue management, and other support services.

State and Local Records

The State and Local Records program supports the operation of the [State Archives](#) and the [State Records Center](#). The State Archives is responsible for identifying, acquiring, preserving, and providing public access to the valuable and historical records created by government. This responsibility extends to the [preservation of electronic records](#) and to the use of technology to facilitate public access. The State Archives maintains and preserves deeds and other property records, state laws, maps, photographs, official minutes of boards and commissions, reports, and selected case and program files that document the significant activities of Pennsylvania's government. The State Records Center is the official repository for inactive records that must be maintained temporarily by state agencies for administrative, fiscal, or legal purposes.

This program also administers state executive branch and local government records management programs and provides other services to state and local government offices. These services include preparation of records retention schedules, approval of records disposal requests, promulgation of standards for retention of records in different storage media, and providing training and technical assistance to records custodians in order to increase efficiency, lower costs, and protect essential records from catastrophic loss.

Historic Site and Museum Operations

The Historic Site and Museum Operations (HSMO) program supports the operation of [historic sites and museums](#) throughout the Commonwealth that are open to the public, in addition to the [State Museum of Pennsylvania](#). PHMC's historic sites and museums engage and educate visitors using collections and exhibition programs, living history, and other types of tours to explore Pennsylvania's cultural and natural history. The program utilizes public-private partnerships with associate organizations at each site and museum to further provide for the interpretation of these significant properties. Facility development, educational programming, and collections management and conservation of nearly nine million historical artifacts, fine arts objects, and natural history specimens are all part of the activities of HSMO.

In addition, at several additional sites, the HSMO program supports a property management and lease program effected through cooperative agreements with management groups, for-profit, and not-for-profit organizations to operate, maintain, and utilize historic sites, buildings, and agricultural lands under the custody of the commission.

Historic Preservation

PHMC's [State Historic Preservation Office \(SHPO\)](#) administers several federal programs created by the [National Historic Preservation Act of 1966](#), in addition to many state programs authorized under the Pennsylvania History Code. The SHPO's work is guided by federal and state regulations and Pennsylvania's historic preservation plan. This program is responsible for providing information, education, training, and technical assistance to all Pennsylvanians about historic preservation and various incentives to protect, maintain, and reuse historic properties; advising federal and state agencies and local governments in matters of historic preservation; maintaining Pennsylvania's inventory of historic properties; identifying and nominating properties to the [National Register of Historic Places](#); and managing the [Pennsylvania Historical Marker](#) program. This program also administers several [grant programs](#) including the Keystone Historic Preservation grant program; works with property owners on [state](#) and [federal](#) historic tax credits; and partners with other agencies and organizations to promote the architectural and archaeological resources of the Commonwealth.

Historical and Museum Commission

Program: State History, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations

\$ (865) —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 24,240	\$ 25,373	\$ 24,508	\$ 24,508	\$ 24,508	\$ 24,508	\$ 24,508

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Share permanent museum collections with the public by providing online access.							
Records added online to collections database	10,166	5,109	7,681	7,539	8,139	7,500	7,500
Preserve and make transparent government records through archives digitization and online access.							
Images added to PA Power Library, Ancestry, and other online platforms (in thousands)	1,318	1,883	7 ^a	817	1,609	500	500
Review impact of state and federally supported projects on historic resources to foster preservation outcomes.							
Environmental reviews completed each year	6,530	7,471	7,928	8,076	8,825	7,000	7,000
Identify and document Pennsylvania's historic resources to ensure consideration in planning and decision making.							
Number of historic resources added to PA's State Historic and Archaeological Resource Exchange (PA-SHARE)	2,424	6,662	17,180 ^b	3,270	2,917	1,500	1,500
Share Pennsylvania history through exhibits and programs at historic sites and museums.							
Onsite visitation at PHMC-owned sites and museums	19,498	137,046	199,670	212,762	224,692	250,000	155,000 ^c

^a This decrease reflects a delay in scanned images collected during the COVID-19 pandemic.

^b This increase is due to an agency initiative to document underrepresented historic properties in Pennsylvania's Inventory of Historic Places.

^c Visitation is expected to decrease because of the anticipated closing of the state museum for renovation between August 2026 and October 2028.

Program: Museum and Community Assistance

Goal: To assure preservation and accessibility of Pennsylvania's rich heritage through representative artifacts, specimens of history, historic documents, buildings, art, and science for all citizens through the support of museums and historical sites within the Commonwealth.

Incentives for Historic Preservation

PHMC distributes grant funds to cultural institutions and historic properties across the state. These grants benefit local communities, helping to preserve their heritage, revitalizing neighborhoods, towns and cities, and increasing quality of life for Pennsylvanians. The program is administered by SHPO across three major components: the [Certified Local Government \(CLG\)](#) grant program; the [Cultural and Historical Support](#) grant program; and the [Keystone Recreation, Park, and Conservation Fund](#) program. PHMC also provides special funding opportunities with grants for historic and archival records, various federal grant programs, and administers federal and state historic tax credit programs.

The CLG grant program awards are given to certified local governments to help municipalities with a wide array of heritage preservation activities. CLG grants support cultural resource surveys, national register nominations, historic preservation planning, training, pooling grants, and third-party administration.

The Cultural and Historical Support grant program awards grants to eligible museums and official county historical societies in Pennsylvania. The goal of this program is to strengthen Pennsylvania's cultural, historical, and museum community by supporting the general operations of eligible museums and official county historical societies that are not supported by other state agency funding programs.

The [Keystone Historic Preservation Planning](#) grants and the [Keystone Historic Preservation Construction](#) grants are available to Pennsylvania nonprofit organizations and public agencies that operate a publicly accessible historic property listed in, or eligible for, the National Register of Historic Places or to organizations that operate a contributing historic property in a listed or eligible National Register Historic District.

The [Historical and Archival Records Care](#) grant program provides funding to improve the preservation and accessibility of historically valuable records to archival institutions across the Commonwealth. The grants are administered on a competitive basis and funding for the awards is for two years.

[State](#) and [federal](#) tax credits are available for the rehabilitation of historic, income-producing buildings that are determined to be "certified historic structures" and where the rehabilitation work complies with the [U.S. Secretary of the Interior's Standards for Rehabilitation](#).

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Cultural and Historical Support

\$ (2,000) —funding reduction.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Cultural and Historical Support	\$ 4,000	\$ 4,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000

Historical and Museum Commission

Program: Museum and Community Assistance, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Build local government and professional capacity in the history, preservation, and records management fields.							
Trained practitioners and local government officials annually in-person or online	4,456	5,895	6,931	5,870	6,289	6,000	6,000
Provide assistance needed by state agencies and local governments to serve the public.							
Records or information provided to other governmental entities in order to serve their customers	9,027	11,625	12,480	9,760	6,384	9,000	9,000
Promote the use of statewide preservation plan at a local level across Pennsylvania to preserve historic resources.							
Partners and citizens engaged in using the statewide historic preservation plan goals and guiding principles	27,339	22,469	18,919	29,574	23,687	20,000	20,000
Assist communities in preserving local history at museums and historical societies.							
Grants provided to non-profit cultural and historical institutions across the Commonwealth	155	154	161	158	173	150	150
Provide funding for the preservation of publicly accessible historic buildings.							
Planning and Construction Keystone grants awarded and capital investments in state owned properties (in thousands)	\$ 2,308	2,634	2,580	2,186	2,002	2,000	2,000



HUMAN SERVICES

The mission of the [Department of Human Services \(DHS\)](#) is to assist Pennsylvanians in leading safe, healthy, and productive lives through equitable, trauma-informed, and outcome-focused services while being an accountable steward of Commonwealth resources.

Programs and Goals

Human Services Support: To provide effective administrative and support systems to facilitate the operation of the department's substantive programs.

Medical Assistance: To support a health care delivery system that offers comprehensive services in appropriate settings for eligible populations.

Long-Term Living: To assist a long-term services and supports system that empowers individuals with disabilities and older Pennsylvanians to live with dignity and independence in their preferred setting, to ensure the delivery of high-quality, cost-effective services, and to provide meaningful choices for how and where they receive care.

Income Maintenance: To promote personal and parental responsibility while encouraging economic independence and self-sufficiency through eligibility assessment services, temporary benefits and assistance, job training, housing supports, and nutrition support services.

Mental Health and Substance Abuse Services: To enhance individuals' ability to live independently by providing a broad range of services and support programs.

Intellectual Disabilities/Autism: To support Pennsylvanians with intellectual disabilities or autism and their families in achieving greater independence, choice, and opportunity.

Human Services: To enhance the social and economic well-being of families and individuals through supportive services and programs.

Child Development: To promote opportunities for all Pennsylvania children and families by building systems and providing supports to ensure access to high-quality child and family services.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:**General Government:**

General Government Operations	\$ 136,587	\$ 148,226	\$ 163,689
(F)Medical Assistance-Administration	44,023	42,639	41,327
(F)SNAP-Administration	6,600	7,223	7,321
(F)SSBG-Administration	358	-	-
(F)TANFBG-Administration	11,268	11,394	12,864
(F)CCDFBG-Administration	35,294	38,850	39,128
(F)Child Welfare-Title IV-E-Administration	11,136	12,624	13,009
(F)Child Welfare Services-Administration	999	1,184	999
(F)Community-Based Family Resource and Support-Administration	230	230	-
(F)Developmental Disabilities-Basic Support	5,099	4,744	4,813
(F)Disabled Education-Administration	1,000	778	1,140
(F)Early Head Start Expansion Program	14,950	14,950	2,500
(F)MCH-Administration	251	247	265
(F)MHSSBG-Administration	1,337	1,353	1,465
(F)Rural Health Transformation Program Restricted Account-Admin	-	10,000 ^a	10,000
(F)Refugees and Persons Seeking Asylum-Administration	6,404	3,872	3,085
(F)IIJA-State Digital Equity	-	1,000	-
(F)Disaster Case Management-FEMA (EA)	980	-	-
(A)Child Abuse Reviews	9,165	8,568	8,568
(A)Adam Walsh Clearance	1,250	1,032	1,032
(A)Miscellaneous	15	5	-
Subtotal	<u>\$ 286,946</u>	<u>\$ 308,919</u>	<u>\$ 311,205</u>
Information Systems	112,656	102,656	109,130
(F)Medical Assistance-Information Systems	137,047	156,580	159,675
(F)SNAP-Information Systems	36,061	35,896	36,194
(F)TANFBG-Information Systems	17,403	18,985	19,531
(F)Child Welfare-Title IV-E-Information Systems	14,837	21,554	21,580
(F)Child Support Enforcement-Information Systems	9,751	10,087	9,917
(F)CHIP-Information Systems	16,648	16,713	16,869
(A)COMPASS Support-CHIP	520	520	520
Subtotal	<u>\$ 344,923</u>	<u>\$ 362,991</u>	<u>\$ 373,416</u>
County Administration-Statewide	64,501	73,471	79,232
(F)Medical Assistance-Statewide	75,708	74,176	77,555
(F)SNAP-Statewide	47,607	55,452	49,894
(F)TANFBG-Statewide	1,072	1,072	1,072
(F)Children's Health Insurance Administration	3,607	3,545	3,444
(A)SNAP-Retained Collections	1,940	2,129	2,129

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(A)eHealth Fees	602	540	540
Subtotal.....	\$ 195,037	\$ 210,385	\$ 213,866
County Assistance Offices	355,088	382,374	455,709
(F)Medical Assistance-County Assistance Offices.....	229,731	241,284	218,435
(F)SNAP-County Assistance Offices	176,047	172,978	139,357
(F)TANFBG-County Assistance Offices	38,472	40,685	39,825
(F)CHIP-County Assistance Offices	15,000	18,402	17,269
(F)SSBG-County Assistance Offices	3,000	3,000	3,000
(F)LIHEABG-Administration	36,368	36,368	36,368
(A)FS Bonus Plan-County Assistance Offices	-	11,000	-
Subtotal.....	\$ 853,706	\$ 906,091	\$ 909,963
Child Support Enforcement	22,011	19,430	19,445
(F)Child Support Enforcement-Title IV-D	208,078	206,501	208,865
(A)Title IV-D Incentive Collections.....	3,672	6,336	13,294
(A)State Retained Support Collections	1,326	1,269	1,269
Subtotal.....	\$ 235,087	\$ 233,536	\$ 242,873
New Directions	23,401	22,584	26,706
(F)TANFBG-New Directions	141,048	141,650	142,150
(F)Medical Assistance-New Directions.....	15,081	15,865	15,485
(F)SNAP-New Directions.....	23,571	23,933	23,033
(F)CHIP-New Directions	1,000	1,119	1,091
Subtotal.....	\$ 204,101	\$ 205,151	\$ 208,465
Subtotal - State Funds.....	\$ 714,244	\$ 748,741	\$ 853,911
Subtotal - Federal Funds.....	1,387,066	1,446,933	1,378,525
Subtotal - Augmentations	18,490	31,399	27,352
Total - General Government.....	\$ 2,119,800	\$ 2,227,073	\$ 2,259,788
Institutional:			
Youth Development Institutions and Forestry Camps.....	\$ 144,218	\$ 145,968	\$ 145,601
(F)SSBG-Basic Institutional Programs	10,000	10,000	10,000
(F)Food Nutrition Services	816	1,000	1,000
(A)Institutional Reimbursements	3	10	10
Subtotal.....	\$ 155,037	\$ 156,978	\$ 156,611
Mental Health Services	956,535	938,613	1,003,276
(F)Medical Assistance-Mental Health.....	217,000	252,748	237,588
(F)Medicare Services-State Hospitals.....	17,900	14,500	14,500
(F)Homeless Mentally Ill	2,664	2,675	3,310
(F)MHSBG-Community Mental Health Services	55,829	55,829	55,829
(F)SSBG-Community Mental Health Services	10,366	10,366	10,366
(F)Suicide Prevention	2,265	-	-

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(F)Transforming the Crisis Mental Health System	22,855	22,855	20,000
(F)Mental Health Data Infrastructure	225	250	250
(F)Mental Health-Safe Schools	5,000	5,000	-
(F)Collaborative Care Model	3,500	3,500	1,500
(F)System of Care Expansion	7,000	7,000	3,000
(F)Youth Suicide Prevention	2,000	2,000	2,000
(F)Adolescents and Young Adults at High Risk for Psychosis	621	621	621
(F)Bioteerrorism Hospital Preparedness (EA).....	90	45	45
(A)County IGT	53,561	56,685	56,685
(A)Institutional Collections	7,032	6,100	6,210
(A)Institutional Reimbursements	1,600	950	840
Subtotal.....	\$ 1,366,043	\$ 1,379,737	\$ 1,416,020
Intellectual Disabilities-State Centers.....	114,214	108,230	110,114
(F)Medical Assistance-State Centers.....	122,948	135,023	146,094
(F)Medicare Services-State Centers	183	247	247
(A)Institutional Collections.....	5,789	5,790	5,790
(A)ID/ICF Assessment.....	13,769	11,701	11,701
Subtotal.....	\$ 256,903	\$ 260,991	\$ 273,946
Subtotal - State Funds.....	\$ 1,214,967	\$ 1,192,811	\$ 1,258,991
Subtotal - Federal Funds.....	481,262	523,659	506,350
Subtotal - Augmentations	81,754	81,236	81,236
Total - Institutional	\$ 1,777,983	\$ 1,797,706	\$ 1,846,577
Grants and Subsidies:			
Cash Grants	\$ 20,141	\$ 20,141	\$ 24,635
(F)TANFBG-Cash Grants.....	163,447	159,588	142,407
(F)Other Federal Support-Cash Grants.....	16,520	17,095	15,211
(F)Summer EBT	151,800	175,000	175,000
(F)LIHEABG-Low-Income Families and Individuals	271,041	231,550	231,550
(F)Refugees and Persons Seeking Asylum-Social Services	60,303	60,303	60,303
Subtotal.....	\$ 683,252	\$ 663,677	\$ 649,106
Supplemental Grants-Aged, Blind, and Disabled	114,745	114,136	113,842
Medical Assistance-Capitation	3,557,219	3,792,846 ^b	4,358,991 ^c
(F)Medical Assistance-Capitation.....	14,665,247	16,065,198	16,575,288 ^c
(A)MCO Assessment.....	1,948,009	2,109,989	2,135,498
(A)Statewide Hospital Assessment	1,295,861	1,300,072	1,298,332
(A)Ambulance IGT.....	3,908	4,475	10,741
(A)Joint Underwriting Association	-	300,000	-
Subtotal.....	\$ 21,470,244	\$ 23,572,580	\$ 24,378,850

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Medical Assistance-Fee-for-Service	691,787	702,847 ^d	731,161
(F)Medical Assistance-Fee-for-Service	2,151,463	2,199,989 ^e	2,254,228
(F)Rural Health Transformation Program Restricted Account	-	184,000 ^f	200,000
(A)Hospital Assessment	278,270	263,233	247,821
(A)Statewide Hospital Assessment	140,084	127,991	126,511
(A)Miscellaneous Outpatient	2,506	3,180	2,500
(A)FQHC Alternative Payment Methodology IGT	16,271	17,502	17,502
(A)Ambulance IGT	-	272	531
Subtotal	\$ 3,280,381	\$ 3,499,014	\$ 3,580,254
Payment to Federal Government-Medicare Drug Program	1,015,496	1,082,550 ^g	1,129,538
Medical Assistance-Workers with Disabilities	97,949	113,931 ^h	113,524
(F)Medical Assistance-Workers with Disabilities	109,482	142,725	131,888
Subtotal	\$ 207,431	\$ 256,656	\$ 245,412
Medical Assistance-Physician Practice Plans	10,571	10,571	4,000 ^c
(F)Medical Assistance-Physician Practice Plans	12,812	13,324	5,392 ^c
Subtotal	\$ 23,383	\$ 23,895	\$ 9,392
Medical Assistance-Hospital-Based Burn Centers	4,438	4,438	4,438
(F)Medical Assistance-Hospital-Based Burn Centers	5,444	5,663	5,983
Subtotal	\$ 9,882	\$ 10,101	\$ 10,421
Medical Assistance-Critical Access Hospitals	7,944	-	-
(F)Medical Assistance-Critical Access Hospitals	23,414	-	-
(A)Statewide Hospital Assessment	1,600	-	-
Subtotal	\$ 32,958	\$ -	\$ -
Medical Assistance-Obstetric and Neonatal Services	10,682	10,682	10,682
(F)Medical Assistance-Obstetric and Neonatal Services	16,785	17,456	18,443
(A)Statewide Hospital Assessment	3,000	3,000	3,000
Subtotal	\$ 30,467	\$ 31,138	\$ 32,125
Medical Assistance-Trauma Centers	8,657	8,657	8,657
(F)Medical Assistance-Trauma Centers	10,620	11,045	11,670
Subtotal	\$ 19,277	\$ 19,702	\$ 20,327
Medical Assistance-Academic Medical Centers	24,682	24,681	24,681
(F)Medical Assistance-Academic Medical Centers	30,277	31,489	33,270
Subtotal	\$ 54,959	\$ 56,170	\$ 57,951
Medical Assistance-Transportation	64,532	68,346	70,117
(F)Medical Assistance-Transportation	102,364	97,376	93,546
Subtotal	\$ 166,896	\$ 165,722	\$ 163,663
Expanded Medical Services for Women	8,263	8,263	8,263
Children's Health Insurance Program	96,100	96,643 ⁱ	104,257
(F)Children's Health Insurance Program	352,572	332,061	354,105

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(A)MCO Assessment.....	17,132	17,184	17,053
(A)Vision Services Donations.....	200	-	-
(R)Children's Health Insurance Program	30,730	30,730	30,730
Subtotal.....	\$ 496,734	\$ 476,618	\$ 506,145
Medical Assistance-Long-Term Living	197,496	212,657 ^j	188,464
(F)Medical Assistance-Long-Term Living.....	194,250	216,527 ^k	190,724
(F)COVID-SFR Long-Term Living Programs-Beneficiary	332,006	-	-
(A)Attendant Care Patient Fees	239	255	255
(A)Attendant Care Parking Fines	51	51	51
Subtotal.....	\$ 724,042	\$ 429,490	\$ 379,494
Medical Assistance-Community HealthChoices.....	5,825,992	6,728,341 ^l	7,231,075
(F)Medical Assistance-Community HealthChoices	8,657,445	10,090,161 ^m	11,333,265
(F)Elder Justice Act-Adult Protective Services.....	50	150	-
(A)County IGT	114,618	116,292	121,736
(A)Nursing Home Assessments	380,000	412,282	462,282
(A)Statewide Hospital Assessment	65,213	63,821	62,008
(A)MCO Assessment.....	57,689	63,919	63,712
(A)Ambulance IGT.....	992	3,334	7,818
Subtotal.....	\$ 15,101,999	\$ 17,478,300	\$ 19,281,896
Long-Term Care Managed Care	182,118	187,500 ⁿ	188,826
(F)Medical Assistance-Long-Term Care Managed Care	224,021	245,736	251,092
Subtotal.....	\$ 406,139	\$ 433,236	\$ 439,918
Intellectual Disabilities-Community Base Program.....	160,108	167,181	174,981
(F)Medical Assistance-Community ID Services	93,008	92,434	101,683
(F)Autism Spectrum Disorder Surveillance Program	450	450	448
(F)SSBG-Community ID Services	7,451	5,651	5,651
(F)Disability Innovation-Community ID Services (EA).....	1,427	992	944
Subtotal.....	\$ 262,444	\$ 266,708	\$ 283,707
Intellectual Disabilities-Intermediate Care Facilities	179,855	173,237 ^o	178,667
(F)Medical Assistance-ID/ICF	279,531	289,464	291,659
(A)ID Assessment-ID/ICF.....	26,553	26,553	26,553
Subtotal.....	\$ 485,939	\$ 489,254	\$ 496,879
Intellectual Disabilities-Community Waiver Program	2,552,157	2,706,596	2,783,366
(F)Medical Assistance-Community ID Waiver Program.....	3,056,097	3,213,565	3,415,795
Transfer to HCBS-Individuals with Intellectual Disabilities (EA)	-	5,984	-
Subtotal.....	\$ 5,608,254	\$ 5,926,145	\$ 6,199,161

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Autism Intervention and Services	33,139	37,406	35,311
(F)Medical Assistance-Autism Intervention Services	47,514	48,774	49,843
Subtotal	\$ 80,653	\$ 86,180	\$ 85,154
Behavioral Health Services	57,149	57,149	57,149
Special Pharmaceutical Services	500	450	400
County Child Welfare	1,494,733	1,494,733	1,494,733
(F)Child Welfare Services	41,326	41,599	41,611
(F)Child Welfare-Title IV-E	456,921	468,581	468,984
(F)Medical Assistance-Child Welfare	3,828	3,828	3,828
(F)TANFBG-Child Welfare	58,508	58,508	58,508
(F)SSBG-Child Welfare	12,021	12,021	12,021
(F)Child Welfare Training and Certification	22,700	23,534	23,534
(F)Community-Based Family Resource and Support	344	344	344
(F)Child Abuse Prevention and Treatment	12,515	12,515	12,515
(F)Title IV-B-Caseworker Visits	1,000	1,000	1,000
(F)Children's Justice Act	1,555	1,555	1,555
(A)Birth Certificate-Mandated Reporter Training	953	790	1,012
Subtotal	\$ 2,106,404	\$ 2,119,008	\$ 2,119,645
Community-Based Family Centers	34,558	34,558	34,558
(F)Family Preservation-Family Centers	2,691	2,691	2,691
(F)Family Resource and Support-Family Centers	3,039	3,039	3,269
(F)Title IV-B-Family Centers	5,871	5,871	5,871
(F)MCH-Early Childhood Home Visiting	16,330	16,330	18,358
(F)Early Childhood Comprehensive Systems	330	330	330
(F)Preschool Development Grant (EA)	21,560	23,747	-
Subtotal	\$ 84,379	\$ 86,566	\$ 65,077
Child Care Services	298,080	298,080	300,286
(F)TANFBG-Child Care Services	-	162,120	358,647
(F)CCDFBG-Child Care Services	621,551	517,128	483,685
(F)SSBG-Child Care Services	30,977	30,977	30,977
(F)Head Start Collaboration Project	505	505	505
(A)Early Head Start	-	-	250
Subtotal	\$ 951,113	\$ 1,008,810	\$ 1,174,350
Child Care Assistance	123,255	123,255	124,876
(F)TANFBG-Child Care Assistance	193,885	100,501	108,835
(F)CCDFBG-Child Care Assistance	71,406	53,416	82,102
(F)SNAP-Child Care Assistance	2,685	2,893	3,080
(A)Early Childhood Education-PKC PELICAN Expansion	2,152	2,152	2,152
Subtotal	\$ 393,383	\$ 282,217	\$ 321,045

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Child Care Recruitment and Retention	-	25,000	35,000
Nurse Family Partnership	14,042	13,975	13,889
(F)Medical Assistance-Nurse Family Partnership	3,763	3,830	3,916
Subtotal	\$ 17,805	\$ 17,805	\$ 17,805
Early Intervention	185,250	198,430	193,217
(F)Medical Assistance-Early Intervention	89,311	108,518	101,069
(F)Education for Children with Disabilities-Early Intervention	24,898	17,305	17,305
Subtotal	\$ 299,459	\$ 324,253	\$ 311,591
Domestic Violence	22,593	23,063	23,063
(F)Family Violence Prevention Services	5,000	5,000	5,000
(F)SSBG-Domestic Violence Programs	5,705	5,705	5,705
(A)Marriage Law Fees	725	733	733
Subtotal	\$ 34,023	\$ 34,501	\$ 34,501
Rape Crisis	11,921	12,171	12,171
(F)SSBG-Rape Crisis	1,721	1,721	1,721
Subtotal	\$ 13,642	\$ 13,892	\$ 13,892
Breast Cancer Screening	1,828	1,828	1,828
(F)SSBG-Family Planning	2,000	2,000	2,000
Subtotal	\$ 3,828	\$ 3,828	\$ 3,828
Human Services Development Fund	13,460	13,460	13,460
Legal Services	6,661	6,661	6,661
(F)SSBG-Legal Services	5,049	5,049	5,049
Subtotal	\$ 11,710	\$ 11,710	\$ 11,710
Homeless Assistance	23,496	23,496	23,496
(F)SSBG-Homeless Services	4,183	4,183	4,183
(F)COVID-Rental and Utility Assistance (EA)	500	450	-
Subtotal	\$ 28,179	\$ 28,129	\$ 27,679
211 Communications	750	750	1,000
Health Program Assistance and Services	32,827	32,587	-
Services for the Visually Impaired	4,702	4,702	4,702

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Subtotal - State Funds.....	\$ 17,189,876	\$ 18,641,982	\$ 19,827,965
Subtotal - Federal Funds.....	32,760,519	35,644,560	37,817,586
Subtotal - Augmentations.....	4,356,026	4,837,080	4,608,051
Subtotal - Restricted.....	30,730	30,730	30,730
Total - Grants and Subsidies.....	\$ 54,337,151	\$ 59,154,352	\$ 62,284,332
STATE FUNDS.....	\$ 19,119,087	\$ 20,583,534	\$ 21,940,867
FEDERAL FUNDS.....	34,628,847	37,615,152	39,702,461
AUGMENTATIONS.....	4,456,270	4,949,715	4,716,639
RESTRICTED.....	30,730	30,730	30,730
GENERAL FUND TOTAL	\$ 58,234,934	\$ 63,179,131	\$ 66,390,697

LOTTERY FUND:*Grants and Subsidies:*

Medical Assistance-Transportation Services	\$ 4,000	\$ 4,000	\$ 4,000
Medical Assistance-Community HealthChoices.....	373,966	454,966	440,000
Total - Grants and Subsidies.....	\$ 377,966	\$ 458,966	\$ 444,000
LOTTERY FUND TOTAL	\$ 377,966	\$ 458,966	\$ 444,000

OTHER FUNDS:**CHILDREN'S TRUST FUND:**

Children's Trust Fund (EA)	\$ 1,400	\$ 1,400	\$ 1,400

TOBACCO SETTLEMENT FUND:

Medical Care for Workers with Disabilities (EA).....	\$ 98,735	\$ 93,276	\$ 92,225
(F)Medical Assistance-Workers with Disabilities (EA)	119,935	117,839	122,614
Subtotal.....	\$ 218,670	\$ 211,115	\$ 214,839
Uncompensated Care (EA)	26,922	25,433	25,147
(F)Medical Assistance-Uncompensated Care (EA)	33,025	32,449	33,898
Subtotal.....	\$ 59,947	\$ 57,882	\$ 59,045
Medical Assistance-Community HealthChoices.....	155,890	132,934	131,402
TOBACCO SETTLEMENT FUND TOTAL	\$ 434,507	\$ 401,931	\$ 405,286

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 19,119,087	\$ 20,583,534	\$ 21,940,867
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	377,966	458,966	444,000
FEDERAL FUNDS	34,628,847	37,615,152	39,702,461
AUGMENTATIONS	4,456,270	4,949,715	4,716,639
RESTRICTED	30,730	30,730	30,730
OTHER FUNDS	435,907	403,331	406,686
TOTAL ALL FUNDS	\$ 59,048,807	\$ 64,041,428	\$ 67,241,383

^a Includes recommended supplemental appropriation of \$10,000,000.^b Includes recommended supplemental appropriation of \$111,054,000.^c This budget proposes to transfer funding for Medical Assistance-Physician Practice Plans to Medical Assistance-Capitation.^d Includes recommended supplemental appropriation of \$7,997,000.^e Includes recommended supplemental appropriation of \$13,573,000.^f Reflects recommended appropriation reduction of \$3,500,000.^g Reflects recommended appropriation reduction of \$16,711,000.^h Includes recommended supplemental appropriation of \$3,914,000.ⁱ Includes recommended supplemental appropriation of \$1,485,000.^j Includes recommended supplemental appropriation of \$5,787,000.^k Includes recommended supplemental appropriation of \$2,056,000.^l Includes recommended supplemental appropriation of \$279,812,000.^m Includes recommended supplemental appropriation of \$105,706,000.ⁿ Reflects recommended appropriation reduction of \$6,988,000.^o Reflects recommended appropriation reduction of \$11,837,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
HUMAN SERVICES SUPPORT:							
GENERAL FUND.....	\$ 249,993	\$ 251,632	\$ 273,819	\$ 279,381	\$ 279,381	\$ 279,381	\$ 279,381
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	371,676	410,903	401,682	397,880	397,880	397,880	387,880
AUGMENTATIONS	10,950	10,125	10,120	10,120	10,120	10,120	10,120
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 632,619</u>	<u>\$ 672,660</u>	<u>\$ 685,621</u>	<u>\$ 687,381</u>	<u>\$ 687,381</u>	<u>\$ 687,381</u>	<u>\$ 677,381</u>
MEDICAL ASSISTANCE AND HEALTH CARE DELIVERY:							
GENERAL FUND.....	\$ 5,598,320	\$ 5,924,455	\$ 6,568,309	\$ 6,637,702	\$ 6,703,875	\$ 6,766,771	\$ 6,833,832
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	4,000	4,000	4,000	4,000	4,000	4,000	4,000
FEDERAL FUNDS.....	17,480,480	19,100,326	19,683,813	19,886,966	20,086,737	20,273,900	20,273,892
AUGMENTATIONS	3,706,841	4,146,898	3,859,489	3,859,489	3,859,489	3,859,489	3,859,489
RESTRICTED	30,730	30,730	30,730	30,730	30,730	30,730	30,730
OTHER FUNDS.....	278,617	268,997	273,884	273,884	273,884	273,884	273,884
SUBCATEGORY TOTAL....	<u>\$27,098,988</u>	<u>\$29,475,406</u>	<u>\$30,420,225</u>	<u>\$30,692,771</u>	<u>\$30,958,715</u>	<u>\$31,208,774</u>	<u>\$31,275,827</u>
LONG-TERM LIVING:							
GENERAL FUND.....	\$ 6,205,606	\$ 7,128,498	\$ 7,608,365	\$ 7,684,449	\$ 7,761,293	\$ 7,838,906	\$ 7,917,295
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	373,966	454,966	440,000	400,000	400,000	440,000	460,000
FEDERAL FUNDS.....	9,407,772	10,552,574	11,775,081	11,892,832	12,011,760	12,131,878	12,253,196
AUGMENTATIONS	618,802	659,954	717,862	717,862	717,862	717,862	717,862
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	155,890	132,934	131,402	131,402	131,402	131,402	131,402
SUBCATEGORY TOTAL....	<u>\$16,762,036</u>	<u>\$18,928,926</u>	<u>\$20,672,710</u>	<u>\$20,826,545</u>	<u>\$21,022,317</u>	<u>\$21,260,048</u>	<u>\$21,479,755</u>
INCOME MAINTENANCE:							
GENERAL FUND.....	\$ 599,887	\$ 632,136	\$ 719,569	\$ 743,743	\$ 743,743	\$ 743,743	\$ 743,743
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,678,501	1,679,566	1,601,314	1,601,786	1,601,786	1,601,786	1,601,786
AUGMENTATIONS	7,540	21,274	17,232	11,669	11,669	11,669	11,669
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 2,285,928</u>	<u>\$ 2,332,976</u>	<u>\$ 2,338,115</u>	<u>\$ 2,357,198</u>	<u>\$ 2,357,198</u>	<u>\$ 2,357,198</u>	<u>\$ 2,357,198</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
MENTAL HEALTH AND SUBSTANCE ABUSE SERVICES:							
GENERAL FUND.....	\$ 1,014,184	\$ 996,212	\$ 1,060,825	\$ 1,083,025	\$ 1,097,025	\$ 1,111,025	\$ 1,111,025
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	347,315	377,389	349,009	349,009	349,009	349,009	349,009
AUGMENTATIONS	62,193	63,735	63,735	61,875	61,875	61,875	61,875
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 1,423,692</u>	<u>\$ 1,437,336</u>	<u>\$ 1,473,569</u>	<u>\$ 1,493,909</u>	<u>\$ 1,507,909</u>	<u>\$ 1,521,909</u>	<u>\$ 1,521,909</u>
INTELLECTUAL DISABILITIES/AUTISM:							
GENERAL FUND.....	\$ 3,039,473	\$ 3,198,634	\$ 3,282,439	\$ 3,315,264	\$ 3,347,305	\$ 3,379,666	\$ 3,412,351
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	3,608,609	3,786,600	4,012,364	4,051,281	4,089,998	4,129,364	4,169,124
AUGMENTATIONS	46,111	44,044	44,044	44,044	44,044	44,044	44,044
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 6,694,193</u>	<u>\$ 7,029,278</u>	<u>\$ 7,338,847</u>	<u>\$ 7,410,589</u>	<u>\$ 7,481,347</u>	<u>\$ 7,553,074</u>	<u>\$ 7,625,519</u>
HUMAN SERVICES:							
GENERAL FUND.....	\$ 1,756,439	\$ 1,758,669	\$ 1,725,715	\$ 1,725,715	\$ 1,725,715	\$ 1,725,715	\$ 1,725,715
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	645,692	658,593	658,558	658,558	658,558	658,558	658,558
AUGMENTATIONS	1,681	1,533	1,755	1,755	1,755	1,755	1,755
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 2,403,812</u>	<u>\$ 2,418,795</u>	<u>\$ 2,386,028</u>	<u>\$ 2,386,028</u>	<u>\$ 2,386,028</u>	<u>\$ 2,386,028</u>	<u>\$ 2,386,028</u>
CHILD DEVELOPMENT:							
GENERAL FUND.....	\$ 655,185	\$ 693,298	\$ 701,826	\$ 704,524	\$ 704,524	\$ 704,524	\$ 704,524
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,088,802	1,049,201	1,220,640	1,218,135	1,220,329	1,222,588	1,224,915
AUGMENTATIONS	2,152	2,152	2,402	2,402	2,402	2,402	2,402
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	1,400	1,400	1,400	1,400	1,400	1,400	1,400
SUBCATEGORY TOTAL....	<u>\$ 1,747,539</u>	<u>\$ 1,746,051</u>	<u>\$ 1,926,268</u>	<u>\$ 1,926,461</u>	<u>\$ 1,928,655</u>	<u>\$ 1,930,914</u>	<u>\$ 1,933,241</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 19,119,087	\$ 20,583,534	\$ 21,940,867	\$ 22,173,803	\$ 22,362,861	\$ 22,549,731	\$ 22,727,866
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	377,966	458,966	444,000	404,000	404,000	444,000	464,000
FEDERAL FUNDS.....	34,628,847	37,615,152	39,702,461	40,056,447	40,416,057	40,764,963	40,918,360
AUGMENTATIONS	4,456,270	4,949,715	4,716,639	4,709,216	4,709,216	4,709,216	4,709,216
RESTRICTED	30,730	30,730	30,730	30,730	30,730	30,730	30,730
OTHER FUNDS.....	435,907	403,331	406,686	406,686	406,686	406,686	406,686
DEPARTMENT TOTAL	<u>\$ 59,048,807</u>	<u>\$ 64,041,428</u>	<u>\$ 67,241,383</u>	<u>\$ 67,780,882</u>	<u>\$ 68,329,550</u>	<u>\$ 68,905,326</u>	<u>\$ 69,256,858</u>

Program: Human Services Support

Goal: To provide effective administrative and support systems to facilitate the operation of the department’s substantive programs.

The [Department of Human Services \(DHS\)](#) ensures the implementation, maintenance, and monitoring of critical programs by delivering effective management and administrative systems. Information systems play a key role in managing human services by providing timely, accurate data that supports the integration of client services and tracks individual progress toward self-sufficiency. Ongoing investments in web-based applications have expanded electronic services, streamlined the maintenance of shared client and provider databases, and improved case management systems across programs.

The [Medicaid and Third-Party Liability](#) programs protect the health, safety, and well-being of vulnerable Pennsylvanians, especially those affected by age or disability. The program inspects, licenses, and regulates residential settings and related services. It oversees administration and enforcement of licensing statutes, regulations, and policies to safeguard individuals residing in, or receiving services from, department-licensed facilities. Human Services Support also includes administration of the [Adult Protective Services](#) program, which protects the rights and well-being of adults who are not able to safeguard themselves.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		211 Communications	
\$ 5,474	—to continue current program.	\$ 250	—Initiative—for additional resources to connect
5,169	—to continue Adult Protective Services program.		Pennsylvanians to critical services.
2,157	—to reflect change in federal earnings.		
2,005	—to reflect changes in state-federal cost sharing for		
	administration of the SNAP program.		
658	—Initiative—to provide ChildLine enhancements.		
\$ 15,463	Appropriation Increase		
Information Systems			
\$ (5,802)	—to continue current program.		
11,619	—to reflect changes in state-federal cost sharing for		
	administration of the SNAP program.		
2,104	—to reflect an increase in contracted staffing		
	costs.		
(1,447)	—to reflect change in federal earnings.		
\$ 6,474	Appropriation Increase		

*Program: Human Services Support, continued***Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 136,587	\$ 148,226	\$ 163,689	\$ 165,378	\$ 165,378	\$ 165,378	\$ 165,378
Information Systems	112,656	102,656	109,130	113,003	113,003	113,003	113,003
211 Communications	750	750	1,000	1,000	1,000	1,000	1,000
TOTAL GENERAL FUND	\$ 249,993	\$ 251,632	\$ 273,819	\$ 279,381	\$ 279,381	\$ 279,381	\$ 279,381

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain services and supports that will improve the cost effectiveness of human services programs.							
Applications submitted online through COMPASS	% 70.6	65.4	63.8	63.2	66.4	67.0	67.2
Monthly average of semi-annual reporting submissions from mobile app .. ^a	N/A	N/A	N/A	N/A	15,304	16,070	16,874
Monthly average of semi-annual reporting submissions from website	N/A	N/A	N/A	N/A	5,531	5,807	6,097
Average number of days to process an application - MA/NH/Waiver	11.6	11.9	12.2	13.4	14.3	12.0	12.0
Average number of days to process an application - TANF	15.1	14.0	12.9	14.0	14.7	12.0	12.0
Average number of days to process an application - SNAP	6.0	6.2	6.7	6.6	8.2	6.0	6.0

^a New measure added to the 2026-27 budget book.

Program: Medical Assistance

Goal: To support a health care delivery system that offers comprehensive services in appropriate settings for eligible populations.

Pennsylvania's [Medical Assistance \(MA\)](#) program provides access to comprehensive physical health care services and behavioral health care services for low-income individuals and families. The [Children's Health Insurance Program \(CHIP\)](#) offers free or low-cost health insurance to uninsured children whose families earn too much to qualify for MA but cannot afford private insurance.

Medical Assistance-Capitation

Most MA recipients receive health care services through [managed care organizations \(MCOs\)](#) where MCOs receive a fixed per-member, per-month capitated rate to cover a defined set of services. This system promotes preventive care and coordination to improve health outcomes and control costs.

Pennsylvania's mandatory Medicaid managed care program, HealthChoices, delivers high-quality, accessible, and cost-effective care. [Physical HealthChoices \(PH\)](#) operates through grant agreements with eight risk-based MCOs across five geographic zones. PH enrolled recipients receive medically necessary services, including acute and inpatient care, outpatient services, home health care, primary care, pharmaceuticals, dental, and vision care.

[Community HealthChoices \(CHC\)](#) serves individuals aged 60 and older who are dually eligible for Medicare and Medicaid and adults age 21 and older with physical disabilities. CHC integrates physical health benefits and long-term services and supports through home and community-based services and nursing facility care.

[Behavioral HealthChoices \(BH\)](#) provides behavioral health care through contracts with counties that contract directly with BH-MCOs. Services include psychiatric inpatient and outpatient treatment, substance use disorder treatment, case management, and peer support services. CHC-MCOs must contract with BH-MCOs to offer behavioral health services to CHC enrollees.

Medical Assistance-Fee-for-Service

MA recipients not enrolled in PH or CHC programs participate in the fee-for-service (FFS) delivery system. This includes eligible [Health Insurance Premium Payment](#) members, individuals residing in state institutions, and certain dual-eligible Medicare/Medicaid recipients. FFS provides inpatient and outpatient care based on a pre-established MA Fee Schedule. Medicaid services provided by the Office of Developmental Programs also operate in a FFS payment system. FFS supplemental payments to hospitals help offset uncompensated care and extraordinary medical costs for uninsured or underinsured patients.

Medical Assistance Transportation Program

The [Medical Assistance Transportation Program \(MATP\)](#) ensures non-emergency medical transportation for MA recipients without other means to access their care. MATP funds counties, direct vendors, and a transportation broker in Philadelphia County to provide transportation to/from medical appointments, pharmacies, and treatment facilities.

Medical Assistance for Workers with Disabilities

The federal Ticket to Work and Work Incentives Improvement Act of 1999 enables states to offer MA to workers with disabilities who earn more than standard limits. Pennsylvania established this in Act 77 of 2001, by creating the [Medical Assistance for Workers with Disabilities \(MAWD\)](#) program, and expanded it in 2021 with the Workers with Job Success classification. Enrollees pay a monthly premium based on income with higher earners paying more.

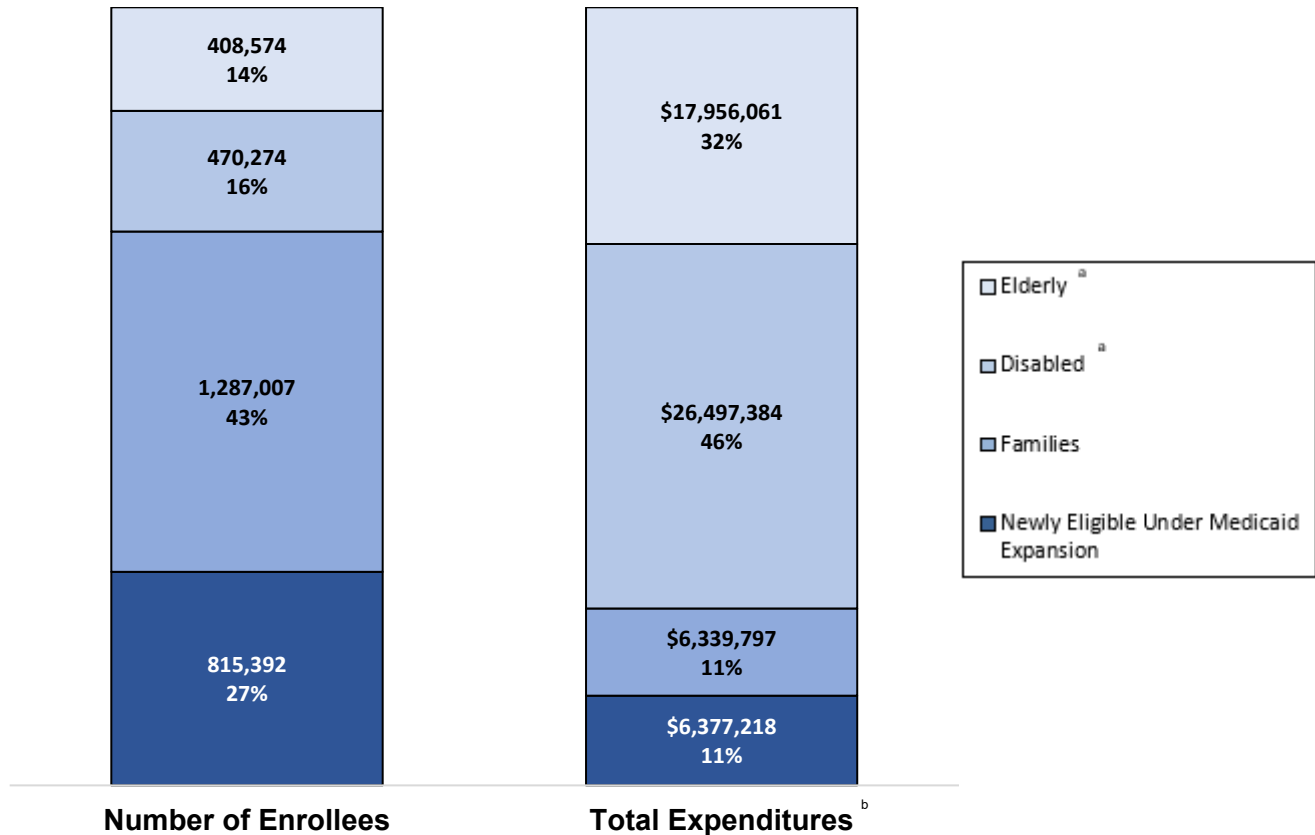
Medicare Drug Program

The federal Medicare Modernization Act of 2003 created the [Medicare Part D prescription drug benefit](#). States must continue covering drug costs for individuals eligible for both Medicare and Medicaid, including pharmaceuticals not covered by Part D but covered by MA. Pennsylvania's payment for this is based on a set cost per person, a phased-down percentage, and the number of eligible individuals. Each year, the state updates the cost per person based on drug spending trends and federal funding changes.

Program: Medical Assistance, continued

Medicaid Appropriations and Enrollees by Category of Assistance

Fiscal Year 2026-27
(Dollar Amounts in Thousands)



^a Although individuals with disabilities and older adults make up 30% of the Medical Assistance population, they account for 78% of program expenditures.

^b Medicaid expenditures include Medical Assistance-Capitation, Medical Assistance-Fee-for-Service, Payment to Federal Government - Medicare Drug Program, Medical Assistance - Workers with Disabilities, Medical Assistance -Transportation, Medical Assistance - Long-Term Living, Medical Assistance - Community HealthChoices, Long-Term Care Managed Care, Intellectual Disabilities - Intermediate Care Facilities, Intellectual Disabilities - Community Waiver Program, and Autism Intervention and Services.

Expanded Medical Services for Women

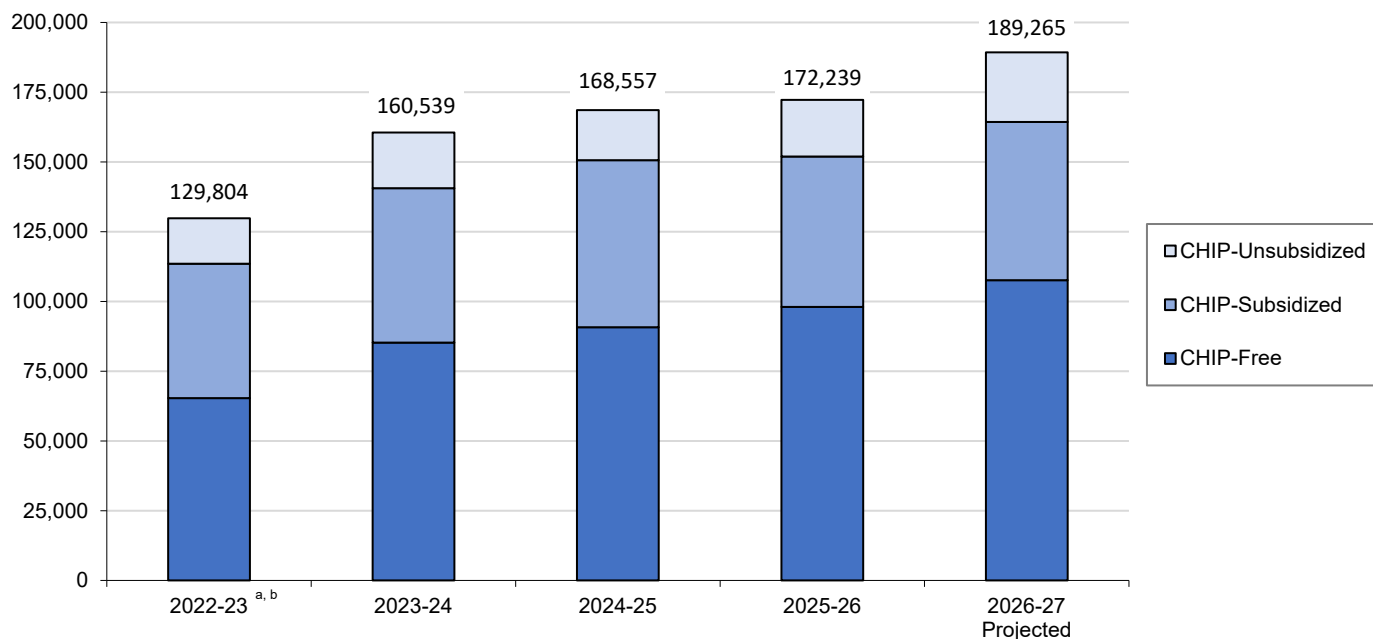
DHS addresses barriers to women's health care through accessible and culturally relevant programs. Services include education, screenings, testing, and menstrual care, with a focus on the needs of women who are pregnant or postpartum. Programs emphasize equity and quality, ensuring high standards of care regardless of income, background, or identity.

Children's Health Insurance Program

CHIP provides free or low-cost health insurance for children under age 19 who meet residency and citizenship requirements but exceed MA income limits. CHIP offers comprehensive coverage, including preventative care, prescriptions, emergency services, inpatient care, mental health care, dental, vision, and hearing services. Subsidized coverage is available for families earning up to 314 percent of the federal poverty level, with cost-sharing on a sliding scale. Families with higher incomes can purchase coverage at the Commonwealth's cost.

Program: Medical Assistance, continued

Children's Health Insurance Children Served



Pennsylvania's Children's Health Insurance Program (CHIP) has been a national leader in ensuring that access to free or subsidized health care is available for children of low-income families.

^a Enrollment decline in fiscal year 2022-23 due to children moving to Medical Assistance from COVID-19 impact on parental income.

^b In fiscal year 2022-23, the method of data collection changed.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Medical Assistance-Capitation

\$ 374,134	—to reflect change in enrollment and rate increases.	\$ 6,571	—transfer from Medical Assistance-Physician Practice Plans to reflect a change in payment methodology.
300,000	—to replace nonrecurring revenue received from the Joint Underwriting Association settlement.	(194,071)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
84,000	—to reflect change in pharmacy rebates.		
17,766	—to maintain home and community-based services following reduction in ARPA enhanced FMAP rate.	(28,062)	—to reflect change in assessment revenue.
12,107	—to reflect change in provider performance and incentive payments.	(824)	—to reflect impact of the transfer of payments related to the Medical Assistance for Workers with Disabilities program.
7,034	—to reflect change in administrative/cash flow adjustments and other requirements.	(12,510)	—Initiative—savings as a result of increasing the minimum wage to \$15 per hour.
		<u>\$ 566,145</u>	Appropriation Increase

*Program: Medical Assistance, continued***Program Recommendations, continued:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

Medical Assistance-Fee-for-Service		Medical Assistance-Workers with Disabilities	
\$ (20,695)	—nonrecurring prior-year payments.	\$ 3,110	—to reflect change in caseload and utilization.
(3,824)	—nonrecurring prior-year carryover costs.	1,051	—to reflect change in available Tobacco Settlement Funds.
(14,550)	—funding reduction.		
42,948	—increase in costs and clients eligible for Medicare Part A and B premiums.	1,032	—to reflect impact of Workers with Job Success program.
18,200	—to reflect changes in federal financial participation enacted under federal HR1.	(5,600)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
15,153	—to reflect change in assessment revenue.	\$ (407)	<i>Appropriation Decrease</i>
10,884	—to reflect change in caseload and utilization including prescription drugs.		
595	—to reflect change in administrative/cash flow adjustments and other payments.	\$ (6,571)	Medical Assistance-Physician Practice Plans
(21,545)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.		—transfer to Medical Assistance-Capitation to reflect a change in payment methodology.
(1,652)	—to reflect change in pharmacy rebates.	\$ 2,436	Medical Assistance-Transportation
1,000	—Initiative—to provide supports to Medicaid beneficiaries without stable housing.	(465)	—to reflect change in caseload and utilization.
900	—Initiative—to provide reentrants with Medicaid services after incarceration.	(200)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
900	—Initiative—to provide food and nutrition services to certain Medicaid beneficiaries facing food insecurity.	\$ 1,771	—to reflect change in administrative/cash flow adjustments and other payments.
\$ 28,314	<i>Appropriation Increase</i>		<i>Appropriation Increase</i>
	Payment to Federal Government-Medicare Drug Program	\$ 2,916	Children's Health Insurance Program
\$ 46,988	—to reflect increase in mandated payback for pharmacy services.	6,759	—to continue current program.
		131	—to provide for a rate increase.
		(4,221)	—to reflect change in assessment revenue.
		2,029	—revision of federal financial participation from a full-year blended rate of 69.0700% to 69.9525%.
			—Initiative—impact of increasing the minimum wage to \$15 per hour.
		\$ 7,614	<i>Appropriation Increase</i>

Program: Medical Assistance, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Medical Assistance-Capitation.....	3,557,219	3,792,846	4,358,991	4,393,881	4,437,820	4,482,198	4,527,020
Medical Assistance-Fee-for-Service	691,787	702,847	731,161	741,945	749,768	753,731	761,268
Payment to Federal Government-Medicare Drug Program	1,015,496	1,082,550	1,129,538	1,140,833	1,152,241	1,163,763	1,175,401
Medical Assistance-Workers with Disabilities.....	97,949	113,931	113,524	114,659	115,806	116,964	118,134
Medical Assistance-Physician Practice Plans	10,571	10,571	4,000	4,000	4,000	4,000	4,000
Medical Assistance-Hospital-Based Burn Centers	4,438	4,438	4,438	4,438	4,438	4,438	4,438
Medical Assistance-Critical Access Hospitals	7,944	-	-	-	-	-	-
Medical Assistance-Obstetric and Neonatal Services.....	10,682	10,682	10,682	10,682	10,682	10,682	10,682
Medical Assistance-Trauma Centers.....	8,657	8,657	8,657	8,657	8,657	8,657	8,657
Medical Assistance-Academic Medical Centers	24,682	24,681	24,681	24,681	24,681	24,681	24,681
Medical Assistance-Transportation.....	64,532	68,346	70,117	70,818	71,526	72,241	72,963
Expanded Medical Services for Women .	8,263	8,263	8,263	8,263	8,263	8,263	8,263
Children's Health Insurance Program ...	96,100	96,643	104,257	114,845	115,993	117,153	118,325
TOTAL GENERAL FUND	\$ 5,598,320	\$ 5,924,455	\$ 6,568,309	\$ 6,637,702	\$ 6,703,875	\$ 6,766,771	\$ 6,833,832
LOTTERY FUND:							
Medical Assistance-Transportation Services	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000

Program: Medical Assistance, continued**Program Measures:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated	
Maintain services and supports to eligible Pennsylvanians while helping them to improve their health and well-being.								
<u>Medical Assistance (in thousands):</u>								
Individuals participating in Medical Assistance (monthly average)	3,186	3,451	3,658	3,308	3,018	2,955	2,981	
Individuals participating in Medical Assistance (monthly average) – Adults (ages 21 and older).....	1,867	2,053	2,205	1,970	1,754	1,715	1,731	
Individuals participating in Medical Assistance (monthly average) – Children (under age 21)	1,319	1,398	1,453	1,338	1,264	1,240	1,251	
Newly Medicaid-eligible adults receiving enhanced federal match under the Affordable Care Act (monthly average).....	1,025	1,114	1,176	824	815	802	810	
<u>Managed Care:</u>								
Emergency department utilization (state fiscal year average monthly rate per 1,000 members) ^a	%	N/A	N/A	45.2	49.6	52.3	52.0	51.5
Inpatient utilization (state fiscal year average monthly rate per 1,000 members based on discharges) ^a	%	N/A	N/A	5.6	6.1	6.6	6.6	6.5
Children from birth to 15 months visiting a physician 6 or more times in the past year	%	74.0	65.2	65.3	68.1	68.8	69.6	70.1
Individuals under 21 years of age who received a comprehensive or periodic oral evaluation with a dental provider ... ^a	%	N/A	N/A	N/A	N/A	48.4	50.5	51.0
Individuals ages 18 to 75 with diabetes (type 1 and type 2) whose most recent glycemic status or glucose management indicator was >9%..... ^b	%	33.2	38.4	36.1	32.3	31.2	28.2	27.7
<u>Transportation Program:</u>								
One-way trips (in thousands).....	3,945	4,513	4,868	4,502	4,089	4,490	4,701	
Cost per trip	\$ 29.39	28.43	29.23	31.76	34.49	34.14	34.54	
<u>Medical Care for Workers with Disabilities:</u>								
Recipients enrolled in program (monthly average).....	32,733	31,204	29,891	33,401	35,475	33,002	32,876	

Program: Medical Assistance, continued**Program Measures, continued:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Enable eligible Pennsylvanians to secure access to quality, affordable health insurance coverage.							
<u>Children's Health Insurance Program:</u>							
Children's Health Insurance Program (CHIP) enrollment (monthly average) ...	171,179	146,788	129,804 ^c	160,539	168,557	172,239	189,265
CHIP-enrolled children two years of age with one or more capillary or venous blood tests for lead prior to their second birthday	% 74.7	67.6	70.0	70.1	77.4	81.1	84.8
CHIP-enrolled children ages 3 to 19 who received a well-child visit with a primary care physician or an OB/GYN practitioner	% 63.5	64.3	63.4	65.6	68.0	70.0	72.0
CHIP-enrolled children ages 2 to 20 attending an annual dental visit	% N/A	N/A	N/A	64.9	64.5	67.0	69.5
CHIP-enrolled children who turned 15 months old and had six or more well-child visits with a PCP	^a % N/A	N/A	55.1	58.6	59.9	61.4	62.9
CHIP-enrolled children who turned 30 months old and had two or more well-child visits with a PCP during the last 15 months	^a % N/A	N/A	82.8	82.0	85.5	87.0	88.5
CHIP-enrolled children ages 3 to 17 years who had an outpatient visit with a PCP or OB/GYN and had evidence of BMI percentile documentation	^a % N/A	N/A	84.6	87.3	87.5	89.0	90.5
CHIP-enrolled children ages 3 to 17 years who had an outpatient visit with a PCP or OB/GYN and had evidence of counseling for nutrition	^a % N/A	N/A	78.4	79.3	80.4	81.9	83.4
CHIP-enrolled children ages 3 to 17 years who had an outpatient visit with a PCP or OB/GYN and had evidence of counseling for physical activity	^a % N/A	N/A	77.2	78.5	79.5	81.0	82.5

^a New measure added to the 2026-27 budget book.^b Name of measure has changed; data collection method did not. Note: a lower rate equals better performance.^c Method of data collection changed.

Program: Long-Term Living

Goal: To assist a long-term services and supports system that empowers individuals with disabilities and older Pennsylvanians to live with dignity and independence in their preferred setting, to ensure the delivery of high-quality, cost-effective services, and to provide meaningful choices for how and where they receive care.

The Commonwealth enhances the well-being of individuals with physical disabilities and older Pennsylvanians through a continuum of long-term services and supports. These services range from independent living with [home and community-based](#) services to facility-based care. The department ensures consistent and cost-effective service delivery in the least-restrictive setting possible to meet individuals medical and social needs.

Community HealthChoices

To promote community-based living, the Commonwealth administers [Community HealthChoices \(CHC\)](#), a long-term services and supports managed care delivery system. CHC provides physical health services, home and community-based services, and nursing facility care through managed care organizations based on a person-centered care plan. It serves individuals who are dually eligible for Medicare and Medicaid and require the level of care provided by a nursing facility.

Other Home and Community-Based Services

The Commonwealth values independence, autonomy, and community integration for individuals with disabilities and older adults. The department administers programs such as the [Omnibus Budget Reconciliation Act \(OBRA\) Waiver](#) and [Act 150](#) program to help eligible individuals receive necessary services but are ineligible for CHC. The [Living Independence for the Elderly \(LIFE\)](#) program is an alternative to CHC for adults aged 55 and older who meet the clinical eligibility requirements of a nursing facility but chose to remain in their home and receive coordinated care through a provider-based delivery system.

Nursing Facility Services

For individuals who require around-the-clock care in a facility-based setting, Medicaid-certified [nursing facilities](#) provide housing and essential services. Medicaid recipients must meet both financial and clinical eligibility requirements to access this support.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:

Medical Assistance-Long-Term Living

\$ (30,250)	—funding reduction.	\$ 2,150	—to reflect an increase in contracted staffing costs.
10,256	—to continue current program.	1,532	—to reflect change in available Tobacco Settlement Funds.
(4,199)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.	(248,499)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
<u>\$ (24,193)</u>	<i>Appropriation Decrease</i>		

Medical Assistance-Community HealthChoices

\$ 754,011	—to continue current program, including the impact of changes to enrollment and rate increases.	(1,124)	—to reflect change in pharmacy rebates.
37,606	—to reflect change in administrative/cash flow adjustments and other requirements.	\$ 502,734	<i>Appropriation Increase</i>
14,966	—to reflect change in available Lottery Funds.		

Program: Long Term Living, continued**Program Recommendations, continued:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

Long-Term Care Managed Care			LOTTERY FUND:	
\$ 3,265	—to continue current program.		Medical Assistance-Community HealthChoices	
3,588	—to serve 300 additional participants in the LIFE program.	\$ (14,966)	—to reflect change in available Lottery Funds.	
(5,527)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.			
<u>\$ 1,326</u>	<i>Appropriation Increase</i>			

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Medical Assistance-Long-Term Living	\$ 197,496	\$ 212,657	\$ 188,464	\$ 190,349	\$ 192,252	\$ 194,175	\$ 196,117
Medical Assistance-Community HealthChoices	5,825,992	6,728,341	7,231,075	7,303,386	7,376,420	7,450,184	7,524,686
Long-Term Care Managed Care	<u>182,118</u>	<u>187,500</u>	<u>188,826</u>	<u>190,714</u>	<u>192,621</u>	<u>194,547</u>	<u>196,492</u>
TOTAL GENERAL FUND	<u>\$ 6,205,606</u>	<u>\$ 7,128,498</u>	<u>\$ 7,608,365</u>	<u>\$ 7,684,449</u>	<u>\$ 7,761,293</u>	<u>\$ 7,838,906</u>	<u>\$ 7,917,295</u>
LOTTERY FUND:							
Medical Assistance-Community HealthChoices	<u>\$ 373,966</u>	<u>\$ 454,966</u>	<u>\$ 440,000</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ 440,000</u>	<u>\$ 460,000</u>

Program: Long Term Living, continued**Program Measures:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain supports and services for older Pennsylvanians and persons with physical disabilities and increase the number of these persons that live in their communities, instead of institutions, through the effective delivery of needed community-based supports.							
Long-Term Living recipients receiving institutional care (monthly average)	2,712	2,093	2,045	2,437	3,770	2,614	2,692
Community HealthChoices - Recipients receiving institutional care (monthly average)	44,662	41,135	40,930	42,753	43,208	42,654	43,806
Long-Term Living recipients receiving home and community-based waiver services (Act 150) (monthly average) ...	1,255	1,116	1,031	1,011	1,050	1,179	1,214
Community HealthChoices - Recipients receiving home and community-based waiver services (monthly average)	95,631	104,815	114,603	126,526	139,070	146,732	150,694
Long-Term Living recipients receiving institutional care (monthly average)	% 33	29	27	27	25	23	23
Long-Term Living and Community HealthChoices recipients receiving services in the community (monthly average)	% 67	71	73	73	75	77	77
Persons with developmental disabilities served in the OBRA Waiver (monthly average)	383	459	461	505	552	575	592
Recipients receiving services through the LIFE program (monthly average)	7,414	7,572	7,737	7,728	7,759	7,774	8,007

Program: Income Maintenance

Goal: To promote personal and parental responsibility while encouraging economic independence and self-sufficiency through eligibility assessment services, temporary benefits and assistance, job training, housing supports, and nutrition support services.

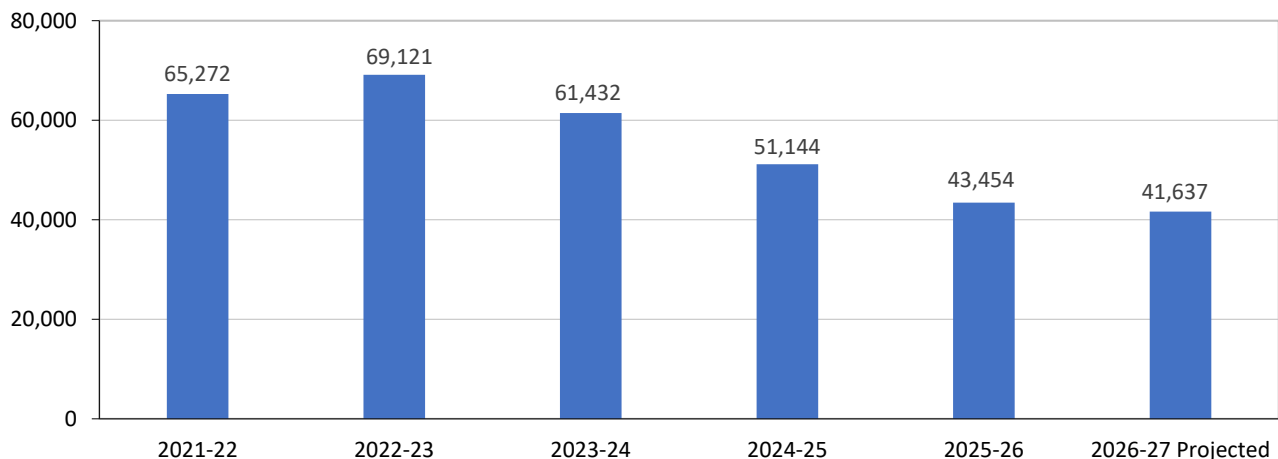
The Office of [Income Maintenance](#) provides temporary support to families and individuals transitioning from dependency to economic independence. Assistance includes education, job training, employment placement, housing and utility supports, transportation, and other supportive services, including temporary cash assistance and access to food and nutrition.

Income Assistance

County Assistance Office caseworkers assess applicants' eligibility for various programs based on financial and non-financial criteria:

- [Temporary Assistance for Needy Families \(TANF\)](#): Provides temporary cash assistance for families working toward self-sufficiency. Recipients must meet income and resource guidelines and comply with the Agreement of Mutual Responsibility, which outlines program participation requirements. TANF has a five-year lifetime limit for most adult participants, with hardship exceptions for up to 20 percent of the caseload. This program is federally funded and state administered.
- [Low-Income Home Energy Assistance Program \(LIHEAP\)](#): Offers federally funded assistance to help households manage high energy costs and heating emergencies. LIHEAP supports families by arranging and paying for emergency fuel deliveries, expediting payment to prevent utility shutoffs, and providing furnace repairs as needed.
- [Supplemental Nutrition Assistance Program \(SNAP\)](#): Helps individuals and families with low incomes purchase nutritious food. Federally funded and administered by the state, under guidelines from the United States Department of Agriculture, SNAP ensures recipients maintain a healthy diet.
- [Supplemental Security Income \(SSI\)](#): Provides financial assistance to aged, blind, and disabled individuals based on national standards. Pennsylvania supplements federal SSI payments for eligible individuals, including those in domiciliary care facilities and personal care homes. DHS also administers a [disability advocacy](#) program that helps individuals with disabilities apply for federal SSI benefits.

Temporary Assistance for Needy Families (TANF) (Caseload)



Program: Income Maintenance, continued**Employment, Training, and Work Supports**

The Road to Economic Self-Sufficiency through Employment and Training (RESET) programs equips participants with tools and resources to enter the workforce and achieve economic independence. Tailored [programs](#) include:

- Employment, Advancement, and Retention Network and Work Ready: Provides comprehensive employment and training services and addresses barriers to help participants secure, retain, and advance their careers.
- Keystone Education Yields Success: Partners with higher education institutions that support TANF and, where funding permits, SNAP recipients in pursuing higher education.
- Education Leading to Employment and Career Training: Assists individuals age 22 and younger in obtaining high school diplomas and provides financial education, parenting skills, job readiness training, and access to health care and nutrition services.

Supportive services and special allowances help participants pursue education, job training, or employment goals.

Child Support Enforcement

[Child Support](#) services are provided through county-level agreements with the Courts of Common Pleas and county commissioners. These services include establishing paternity, determining and enforcing financial child support obligations for noncustodial parents, and securing medical support, as well as health insurance or reimbursement of uninsured medical expenses.

A portion of child support payments made on behalf of children receiving TANF benefits is passed through to custodial parents. The department receives residual funds and reimburses the child's family for cash assistance benefits. Federal funding for child support enforcement is performance-based and success is reflected in establishing paternity, securing court orders, and collecting payments.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

County Administration-Statewide		New Directions	
\$ 1,504	—to continue current program.	\$ 158	—to continue current program.
4,685	—to reflect changes in state-federal cost sharing for administration of the SNAP program.	2,739	—to reflect changes in state-federal cost sharing for administration of the SNAP program.
(417)	—to reflect change in federal earnings.	<u>1,225</u>	—to reflect change in federal earnings.
(11)	—revision of federal financial participation from a full-year blended rate of 69.0700% to 69.9525%.	\$ 4,122	<i>Appropriation Increase</i>
<u>\$ 5,761</u>	<i>Appropriation Increase</i>		
County Assistance Offices		Cash Grants	
\$ 3,155	—to continue current program.	\$ 2,575	—to continue current program.
63,212	—to reflect changes in state-federal cost sharing for administration of the SNAP program.	1,884	—to reflect changes in state-federal cost sharing for administration of the SNAP program.
15,721	—to reflect change in federal earnings.	<u>35</u>	—for Operation Warm.
(8,753)	—to account for changes in use of allowable federal earnings.	\$ 4,494	<i>Appropriation Increase</i>
<u>\$ 73,335</u>	<i>Appropriation Increase</i>		
Child Support Enforcement		Supplemental Grants-Aged, Blind, and Disabled	
\$ 1,112	—to continue current program.		
<u>(1,097)</u>	—for conclusion of technology refresh project.		
\$ 15	<i>Appropriation Increase</i>	\$ (294)	—impact of caseload changes.

*Program: Income Maintenance, continued***Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
County Administration-Statewide	\$ 64,501	\$ 73,471	\$ 79,232	\$ 80,794	\$ 80,794	\$ 80,794	\$ 80,794
County Assistance Offices	355,088	382,374	455,709	476,780	476,780	476,780	476,780
Child Support Enforcement	22,011	19,430	19,445	19,445	19,445	19,445	19,445
New Directions	23,401	22,584	26,706	27,619	27,619	27,619	27,619
Cash Grants	20,141	20,141	24,635	25,263	25,263	25,263	25,263
Supplemental Grants-Aged, Blind, and Disabled	114,745	114,136	113,842	113,842	113,842	113,842	113,842
TOTAL GENERAL FUND	\$ 599,887	\$ 632,136	\$ 719,569	\$ 743,743	\$ 743,743	\$ 743,743	\$ 743,743

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain services and supports to eligible Pennsylvanians while helping them to increase their self-sufficiency and well-being.							
Persons receiving cash assistance (monthly average)..... ^a	69,403	65,380	69,207	61,475	51,182	43,486	41,665
Persons receiving State Supplemental Grants (monthly average)	352,739	340,950	334,786	331,391	333,803	332,347	331,418
Persons receiving SNAP benefits (monthly average in thousands)	1,822	1,865	1,939	2,016	2,005	1,984	1,970
Households receiving energy cash payments	303,123	329,324	312,169	309,391	292,867	292,867	292,867
Households receiving energy crisis payments	116,639	122,438	135,029	105,565	128,222	128,222	128,222
TANF recipients enrolled in employment and training programs (monthly average)	8,017	9,258	8,959	9,082	9,089	7,437	7,000
TANF recipients obtaining employment	18,641	25,252	36,821	33,426	26,528	40,000	40,000

^a Calculated based on the total persons receiving benefits from TANF, State Blind Pensions, and/or General Assistance programs.

Program: Mental Health and Substance Abuse Services

Goal: To enhance individuals' ability to live independently by providing a broad range of services and support programs.

DHS oversees the delivery of community mental health services administered by counties under the Pennsylvania [Mental Health and Intellectual Disability \(MH/ID\) Act of 1966](#) and the [Mental Health Procedures Act of 1976](#). Medicaid-funded behavioral health services are provided through the state-administered fee-for-service system or the BH program. The department contracts services through counties through a BH-MCO. The integrated behavioral health system supports mental health and substance use disorder treatment and promotes individual recovery. Support comes from community mental health funds, behavioral health services (for both mental health and substance use), [Act 152 of 1988](#) (for non-hospital residential substance use treatment), and federal grants (for counties, county joiners, and single county authorities to provide behavioral health services).

State Hospitals

Six state-operated [hospitals](#) and one restoration center provide long-term inpatient mental health treatment. These facilities offer intensive and specialized treatment for individuals with complex mental health needs, criminal charges, aging individuals needing long-term behavioral health support, and for individuals deemed sexually violent predators whose commitment under the Youth Development Center ends at age 21. DHS continues to assess and transfer individuals to community mental health programs through the Community/Hospital Integration Projects Program to provide services in less restrictive settings.

County Mental Health System

The MH/ID Act mandates counties to provide a broad range of [community-based mental health services](#), including unified intake, community consultation and education, family support caregivers of individuals with mental disorders, and community residential programs.

COMMUNITY SERVICES TARGET:	KEY PROVISIONS OF SERVICES INCLUDE:	NON-RESIDENTIAL SERVICES INCLUDE:	COMMUNITY RESIDENTIAL SERVICES INCLUDE:
Adults with serious mental illness	Recovery-oriented treatment	Family-based support	Housing support
Children and adolescents with or at risk of serious emotional disturbance	Community care	Outpatient care	Residential treatment
	Support services enabling individuals to live in the community and lead independent and productive lives	Partial hospitalization	Inpatient care
		Emergency and crisis intervention	Crisis services
		Peer-to-peer support and after care	Mobile therapy

Services are administered by single counties, county joiners, or through contracts with private, nonprofit organizations. Funding comes from a mix of state, federal, and county matching funds.

Program: Mental Health and Substance Abuse Services, continued**Substance Abuse Services**

[Substance use treatment services](#) are available to individuals with severe addiction disorders, including those with co-occurring mental health disorders and those who are uninsured, underinsured, or ineligible for MA benefits. Services cover the full continuum of care and include case management services to help individuals access and remain in treatment by promoting long-term recovery.

Expenditures by Facility/Program

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27		2024-25	2025-26	2026-27
	Actual	Available	Budget		Actual	Available	Budget
Clarks Summit State Hospital				Warren State Hospital			
State Funds.....	\$ 34,633	\$ 38,837	\$ 39,437	State Funds	\$ 36,928	\$ 37,056	\$ 40,155
Federal Funds.....	24,300	24,606	23,067	Federal Funds	25,242	24,893	23,243
Augmentations.....	1,275	726	786	Augmentations.....	1,398	1,045	1,095
TOTAL	<u>\$ 60,208</u>	<u>\$ 64,169</u>	<u>\$ 63,290</u>	TOTAL	<u>\$ 63,568</u>	<u>\$ 62,994</u>	<u>\$ 64,493</u>
Danville State Hospital				Wernersville State Hospital			
State Funds.....	\$ 34,778	\$ 35,875	\$ 38,114	State Funds	\$ 54,532	\$ 52,648	\$ 55,913
Federal Funds.....	24,924	24,562	23,120	Federal Funds	32,805	37,385	35,020
Augmentations.....	1,150	974	974	Augmentations.....	1,536	1,515	1,515
TOTAL	<u>\$ 60,852</u>	<u>\$ 61,411</u>	<u>\$ 62,208</u>	TOTAL	<u>\$ 88,873</u>	<u>\$ 91,548</u>	<u>\$ 92,448</u>
Norristown State Hospital				Community Programs			
State Funds.....	\$ 91,874	\$ 80,663	\$ 87,844	State Funds	\$ 608,659	\$ 606,816	\$ 644,641
Federal Funds.....	41,338	54,188	50,968	Federal Funds	124,686	123,051	108,671
Augmentations.....	336	385	325	Augmentations.....	53,761	56,685	56,685
TOTAL	<u>\$ 133,548</u>	<u>\$ 135,236</u>	<u>\$ 139,137</u>	TOTAL	<u>\$ 787,106</u>	<u>\$ 786,552</u>	<u>\$ 809,997</u>
South Mountain State Restoration Center				Administration			
State Funds.....	\$ 16,304	\$ 16,906	\$ 18,101	State Funds	\$ 5,330	\$ 5,291	\$ 5,329
Federal Funds.....	15,412	14,313	13,568	Federal Funds ^a	13,818	20,000	20,000
Augmentations.....	1,844	1,450	1,450	Augmentations.....	-	-	-
TOTAL	<u>\$ 33,560</u>	<u>\$ 32,669</u>	<u>\$ 33,119</u>	TOTAL	<u>\$ 19,148</u>	<u>\$ 25,291</u>	<u>\$ 25,329</u>
Torrance State Hospital				TOTAL - ALL FACILITIES/PROGRAMS			
State Funds.....	\$ 73,497	\$ 64,521	\$ 73,742	State Funds	\$ 956,535	\$ 938,613	\$ 1,003,276
Federal Funds.....	44,790	54,391	51,352	Federal Funds	347,315	377,389	349,009
Augmentations.....	893	955	905	Augmentations.....	62,193	63,735	63,735
TOTAL	<u>\$ 119,180</u>	<u>\$ 119,867</u>	<u>\$ 125,999</u>	TOTAL	<u>\$ 1,366,043</u>	<u>\$ 1,379,737</u>	<u>\$ 1,416,020</u>

^a Budgetary Reserves.

Program: Mental Health and Substance Abuse Services, continued

Facility Populations for the Prior, Current, and Upcoming Year

Facility	Population July 2024	Population July 2025	Projected Population July 2026	Projected	Projected
				Bed Capacity July 2026	Percentage of Capacity July 2026
Clarks Summit State Hospital	159	150	169	203	83.3%
Danville State Hospital.....	143	157	167	191	87.4%
Norristown State Hospital	343	352	362	369	98.1%
South Mountain State Restoration Center	91	96	111	159	69.8%
Torrance State Hospital	308	322	326	352	92.6%
Warren State Hospital.....	138	148	164	183	89.6%
Wernersville State Hospital.....	259	261	266	294	90.5%
TOTAL	1,441	1,486	1,565	1,751	89.4%

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Mental Health Services			
\$ 13,963	—to continue current program.	\$ 10,000	—Initiative—to provide support to the 988 network for mental health services.
14,000	—for changes in federal Disproportionate Share Hospital funding.	3,200	—Initiative—to provide community-based services for 40 individuals currently residing in state hospitals.
8,000	—to reflect an increase in contracted staffing costs.		
7,300	—to maintain prior-year expansion of diversion and discharge programs for individuals with mental illness currently in the criminal justice system.	\$ 64,663	<i>Appropriation Increase</i>
5,000	—to maintain walk-in mental health crisis stabilization centers serving multiple counties.		
3,200	—to maintain prior-year expansion of community services.	\$ (50)	Special Pharmaceutical Services —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Mental Health Services....	\$ 956,535	\$ 938,613	\$ 1,003,276	\$ 1,025,476	\$ 1,039,476	\$ 1,053,476	\$ 1,053,476
Behavioral Health Services	57,149	57,149	57,149	57,149	57,149	57,149	57,149
Special Pharmaceutical Services	500	450	400	400	400	400	400
TOTAL GENERAL FUND	\$ 1,014,184	\$ 996,212	\$ 1,060,825	\$ 1,083,025	\$ 1,097,025	\$ 1,111,025	\$ 1,111,025

Program: Mental Health and Substance Abuse Services, continued**Program Measures:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain services and supports for Individuals with mental illness to live, work, and contribute to their communities with increased health and independence.							
<u>Community Mental Health Services:</u>							
Individuals receiving mental health inpatient and outpatient services from non-Medical Assistance funding (unduplicated)	160,027	152,623	154,274	160,665	160,507	163,717	166,991
Individuals receiving services through Medical Assistance expenditures (fee-for-service and HealthChoices) (unduplicated)	556,216	561,988	564,691	555,680	525,861	574,355	585,842
Patients discharged from a psychiatric inpatient setting who have follow-up service seven days from discharge (ages 21 to 64)..... %	61	57	53	54	53	58	59
<u>Substance Use Disorder Services:</u>							
Individuals on Medical Assistance with a substance use disorder.....	278,302	418,955 ^a	430,130 ^a	406,892 ^a	373,742 ^a	378,000 ^a	378,000 ^a
Non-hospital detoxification and rehabilitation clients	39,704	40,645	40,935	39,743	38,837	41,322	42,148
Patients discharged from a substance use disorder hospital setting who have follow-up services seven days from discharge (ages 21 to 64)..... %	69	66	52	57	56	57	58
Individuals receiving methadone maintenance services	27,145	26,251	20,279	23,439	21,875	19,244	19,629
<u>Behavioral Health:</u>							
Individuals receiving services through Medical Assistance expenditures	663,305	690,046	697,655	690,815	671,349	713,663	727,936
Utilization rate of Behavioral Health services..... %	20	20	21	24	25	26	26
<u>State Hospitals:</u>							
Total individuals served in state hospitals.....	2,230	2,190	2,235	2,304	2,469	2,232	2,192
Average state cost per person in state hospital population..... \$	265,098	378,870	383,748	376,629	396,546	454,978	500,475
Adults readmitted to state hospitals within 180 days of discharge	3	3	2	1	2	2	2
Individuals in state hospitals with stays longer than two years	33	34	35	35	33	35	35

^a Method of data collection has changed to include nicotine addiction.

Program: Intellectual Disabilities/Autism

Goal: To support Pennsylvanians with intellectual disabilities or autism and their families in achieving greater independence, choice, and opportunity.

DHS provides a range of services for individuals with intellectual disabilities, autism, or related conditions to support individuals living independently, with family members, in community residential facilities, group homes, or in non-residential programs. Services are offered through Medicaid home and community-based waiver programs and the standard MA program. The department also provides services in state-operated facilities and private [intermediate care facilities for individuals with an intellectual disability \(ICF/ID\)](#). State, federal, and local funding supports community-based programs under the MH/ID Act.

The intellectual disabilities and autism service systems have shifted from large residential facilities to a flexible, community-based model that strengthens natural supports within families and communities. This model promotes full community participation and continues to shape service delivery.

Community Services for Individuals with Intellectual Disabilities and Autism

The MH/ID Act and the [Medicaid Consolidated, Person/Family Directed Support](#), and [Community Living](#) Waivers along with Targeted Support Management services provide the framework for enabling individuals to live independently in their own homes, apartments, with family members, in life-sharing, or in staffed community homes. Programs help participants achieve maximum independence, engage in community life, improve social skills, and support caregivers. [Services](#) are tailored to individual needs through an individual support plan (ISP).

Services for Individuals with Autism Spectrum Disorder

DHS provides [services](#) for individuals with Autism Spectrum Disorder (ASD) through Medicaid waiver programs and a four-county managed care program. Key programs include:

- [Adult Community Autism Program \(ACAP\)](#): Supports participants in achieving independence, encouraging community involvement, enhancing social skills, and providing caregiver support in Chester, Cumberland, Dauphin, and Lancaster Counties.
- [Adult Autism Waiver](#): Provides services for individuals aged 21 and older with ASD.
- [Autism Services, Education, Research, and Training Collaborative](#): Develops crisis programs, family support services, and provider training to strengthen service delivery for individuals with ASD.

Institutional Services

DHS funds institutional care for individuals with intellectual disabilities through two state centers. These centers help residents develop skills for independent living and prepare them for transitioning to less restrictive, more inclusive settings if desired. Facilities are certified under Centers for Medicare & Medicaid Services standards. The department also funds services in private ICF/ID, which provide intensive habilitative services for individuals with intellectual disabilities.

Program: Intellectual Disabilities, continued

Expenditures by State Center

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27		2024-25	2025-26	2026-27
	Actual	Available	Budget		Actual	Available	Budget
Ebensburg				Selinsgrove			
State Funds.....	\$ 40,110	\$ 40,224	\$ 41,290	State Funds.....	\$ 53,382	\$ 49,953	\$ 52,367
Federal Funds.....	53,642	61,670	66,308	Federal Funds.....	52,559	66,328	75,033
Augmentations.....	8,408	8,408	8,408	Augmentations.....	9,083	9,083	9,083
TOTAL	<u>\$ 102,160</u>	<u>\$ 110,302</u>	<u>\$ 116,006</u>	TOTAL.....	<u>\$ 115,024</u>	<u>\$ 125,364</u>	<u>\$ 136,483</u>
Hamburg				White Haven			
State Funds.....	\$ 3,672	\$ 2,914	\$ 2,939	State Funds.....	\$ 6,282	\$ 6,243	\$ 5,401
Federal Funds.....	-	-	-	Federal Funds.....	-	-	-
Augmentations.....	-	-	-	Augmentations.....	-	-	-
TOTAL	<u>\$ 3,672</u>	<u>\$ 2,914</u>	<u>\$ 2,939</u>	TOTAL.....	<u>\$ 6,282</u>	<u>\$ 6,243</u>	<u>\$ 5,401</u>
Polk				Non-Facility			
State Funds.....	\$ 9,792	\$ 6,337	\$ 5,485	State Funds.....	\$ 976	\$ 2,559	\$ 2,632
Federal Funds.....	3,930	-	-	Federal Funds..... ^a	13,000	7,272	5,000
Augmentations.....	2,067	-	-	Augmentations.....	-	-	-
TOTAL	<u>\$ 15,789</u>	<u>\$ 6,337</u>	<u>\$ 5,485</u>	TOTAL.....	<u>\$ 13,976</u>	<u>\$ 9,831</u>	<u>\$ 7,632</u>
				TOTAL - ALL STATE CENTERS			
				State Funds.....	\$ 114,214	\$ 108,230	\$ 110,114
				Federal Funds.....	123,131	135,270	146,341
				Augmentations.....	19,558	17,491	17,491
				TOTAL.....	<u>\$ 256,903</u>	<u>\$ 260,991</u>	<u>\$ 273,946</u>

^a Budgetary reserves.

State Center Population for the Prior, Current, and Upcoming Year

	Population	Population	Projected	Projected	Projected
	July 2024	July 2025	Population	Bed	Percentage
			July 2026	Capacity	Capacity
				July 2026	July 2026
State Center					
Ebensburg.....	208	196	196	402	48.8%
Polk.....	21	-	-	-	N/A
Selinsgrove.....	225	214	214	473	45.2%
TOTAL	<u>454</u>	<u>410</u>	<u>410</u>	<u>875</u>	<u>46.9%</u>

Program: Intellectual Disabilities, continued**Program Recommendations:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

Intellectual Disabilities-State Centers		Intellectual Disabilities-Community Waiver Program	
\$ 1,560	—nonrecurring prior-year carryover costs.		
4,327	—to continue current program.	\$ 150,427	—to continue current program, including annualization of prior-year expansion.
1,452	—to reflect an increase in contracted staffing costs.		
(3,166)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.	(73,657)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
(2,289)	—to reflect change in federal earnings.		
\$ 1,884	<i>Appropriation Increase</i>	\$ 76,770	<i>Appropriation Increase</i>
Intellectual Disabilities-Community Base Program		Transfer to HCBS-Individuals with Intellectual Disabilities (EA)	
\$ 7,095	—to continue current program.	\$ (5,984)	—funding reduction in accordance with calculation set by statute.
1,083	—to reflect an increase in contracted staffing costs.		
(378)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.	\$ (2,000)	—funding reduction.
\$ 7,800	<i>Appropriation Increase</i>	826	—to continue current program.
		(921)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
Intellectual Disabilities-Intermediate Care Facilities		Autism Intervention and Services	
\$ 11,360	—to continue current program.		
(5,930)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.	\$ (2,095)	<i>Appropriation Decrease</i>
\$ 5,430	<i>Appropriation Increase</i>		

Program: Intellectual Disabilities, continued**Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Intellectual Disabilities- State Centers	\$ 114,214	\$ 108,230	\$ 110,114	\$ 111,215	\$ 111,215	\$ 111,215	\$ 111,215
Intellectual Disabilities- Community Base Program	160,108	167,181	174,981	176,731	178,498	180,283	182,086
Intellectual Disabilities- Intermediate Care Facilities	179,855	173,237	178,667	180,454	182,259	184,082	185,923
Intellectual Disabilities- Community Waiver Program	2,552,157	2,706,596	2,783,366	2,811,200	2,839,312	2,867,705	2,896,382
Transfer to HCBS- Individuals with Intellectual Disabilities (EA)	-	5,984	-	-	-	-	-
Autism Intervention and Services	33,139	37,406	35,311	35,664	36,021	36,381	36,745
TOTAL GENERAL FUND	\$ 3,039,473	\$ 3,198,634	\$ 3,282,439	\$ 3,315,264	\$ 3,347,305	\$ 3,379,666	\$ 3,412,351

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain supports and services for individuals with developmental disabilities and their families, including Individuals with autism, to participate in their communities more fully by effectively providing needed home and community-based services and supports that will increase their independence and ensure their health and well-being.							
Individuals receiving autism services....	912	910	899	899	904	911	925
Individuals receiving intellectual disability services	56,650	57,614	58,862	60,418	62,292	64,161	64,470
Individuals receiving intellectual disability services during fiscal year: home and community services (Waiver and Base services) (unduplicated)	54,681	55,048	57,180	58,825	61,498	62,075	62,375
Individuals receiving Consolidated Waiver services during fiscal year: home and community services (unduplicated)	18,814	19,036	19,569	19,984	20,104	21,310	21,710
Individuals receiving Person/Family Directed Supports Waiver services during fiscal year: home and community services (unduplicated)	13,497	13,434	13,303	12,288	12,411	13,030	13,303

Program: Intellectual Disabilities, continued**Program Measures, continued:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Individuals receiving Community Living Waiver services during fiscal year: home and community services (unduplicated)	3,959	5,781	5,783	7,764	8,973	9,598	10,823
Individuals receiving base services during fiscal year: home and community services (unduplicated)	21,241	22,446	23,347	23,652	23,889	23,889	23,889
Individuals receiving services who reside in a private home (not in a provider-controlled setting)	40,758	43,500	42,872	41,964	42,384	42,384	42,384
<u>Individuals receiving residential services (during fiscal year):</u>							
Private intermediate care facilities for individuals with intellectual disabilities (ICF/ID)	1,775	1,755	1,607	1,553	1,559	1,565	1,559
State centers	678	567	474	437	413	386	362
Individuals moving from private ICF/ID and state centers into the community ...	37	34	27	25	25	20	18
<u>Average cost of individuals served in the community:</u>							
Consolidated Waiver services	\$ 160,738	191,397	194,554	203,482	226,754	226,754	226,754
Community Living Waiver services	\$ 32,274	43,852	45,446	44,210	52,872	52,872	52,872
Person/Family Directed Supports Waiver services	\$ 15,066	21,514	22,589	21,908	23,189	23,189	23,189
Autism services	\$ 56,625	63,307	66,133	65,538	66,789	66,789	66,789
<u>Employment of Individuals receiving intellectual disability services:</u>							
Individuals receiving intellectual disability services with an employment goal and receiving employment services	5,663	6,108	6,137	6,021	5,941	6,000	6,060
Individuals receiving intellectual disability services with competitive, integrated employment	6,687	8,061	8,079	8,358	8,633	8,719	8,806

Program: Human Services

Goal: To enhance the social and economic well-being of families and individuals through supportive services and programs.

DHS administers a variety of programs designed to support individuals as they address challenges or circumstances affecting their lives.

Children, Youth, and Families

The department, in partnership with county governments, deliver services to children in need of care and protection. These services are state-supervised and county-administered. Each county develops and implements programs focused on preventing and addressing child abuse, neglect, and exploitation, while also reducing dependency and delinquency. County agencies are required to ensure that children can safely remain in their homes and communities, develop natural support, and achieve self-sufficiency. Services include in-home support, temporary placement for children unable to live with their families, [adoption assistance](#), day treatment services, child protective services, emergency shelter, counseling, and juvenile justice services. Corresponding policies and procedures are in place to protect children from harm and minimize time spent in out-of-home placements.

Youth Development Service

Pennsylvania's [juvenile justice system](#) focuses on minimizing institutionalization while recognizing that certain juveniles who pose a threat to themselves or others may require confinement in a treatment environment. If necessary, the court may place youth in either the [Youth Development Center and Youth Forestry Camp \(YDC/YFC\)](#) system or a private facility. Both systems offer residential programming in secure and non-secure settings for juveniles who have been adjudicated delinquent and exhibit serious at-risk behaviors. The goal is to help juveniles develop the skills and attitudes needed to become responsible and productive members of society. Specialized treatment is available for violent offenders, youth who have engaged in sexual offenses, youth with substance misuse issues, youth with mental health diagnoses, and youth with developmental disabilities.

Facility	Population July 2024	Population July 2025	Projected Population July 2026	Projected Capacity July 2026	Projected % of Capacity July 2026
YFC-Trough Creek.....	38	38	36	36	100.0%
Loysville YDC.....	41	48	55	55	100.0%
South Mountain Secure Treatment Unit.....	29	34	30	30	100.0%
North Central Secure Treatment Unit.....	94	85	88	88	100.0%
North East Secure Treatment Unit.....	48	43	40	40	100.0%
Western Secure Treatment Unit.....	34	29	30	30	100.0%
Southeast Youth Development Center ^a	-	15	30	30	100.0%
Youth Served via Equivalent Facilities (contracted).....	36	14	22	22	100.0%
TOTAL.....	320	306	331	331	100.0%

^a Southeast Youth Development Center opened July 2024.

Education is a key component of the YDC/YFC system. Each program includes both academic and vocational curricula. Educational diagnostic testing helps develop individualized plans. The [Pennsylvania Academic and Career/Technical Training Alliance](#) ensures delinquent youth have access to appropriate academic and career training throughout their involvement in the juvenile justice system.

Program: Human Services, continued

Family Planning and Breast Cancer Screening

[Family planning](#) clinics provide comprehensive educational, medical, and social services to all individuals addressing contraceptive and infertility needs. [Breast cancer screening](#) services target women with low incomes and those who are at high risk of developing breast cancer.

Legal Services

The department assists low-income individuals with family, consumer, housing, employment, and other civil legal issues through a contract with a statewide legal aid nonprofit. These [legal services](#) prioritize emergency assistance in situations that threaten basic needs. However, they do not cover political activities or criminal matters.

Domestic Violence and Rape Crisis

[Domestic violence services](#) are provided through a contract with a statewide coalition which then subcontracts to local agencies. Victims of domestic violence receive crisis intervention, counseling, victim advocacy, information and referral, and temporary shelter services for themselves and their dependent children. Local groups also provide prevention and education programs to reduce domestic violence risk. Similarly, [rape crisis services](#) are contracted through a statewide coalition and include crisis intervention, counseling, victim advocacy, information and referral services, and accompaniment through police, medical, and judicial systems. Educational programs aim to reduce the risk of sexual assault for both adults and children.

Homeless Assistance

The [Homeless Assistance Program \(HAP\)](#) is implemented in all 67 counties, providing a variety of supportive services for individuals and families who are experiencing, or at risk of, homelessness and who can demonstrate that with HAP intervention, they will be able to meet their basic housing needs. Services include case management, emergency shelter, bridge housing, innovative supportive housing, and rental assistance for those at imminent risk of homelessness. Counties are required to meet HAP objectives, which include providing homelessness prevention services to help clients maintain affordable housing, assisting those experiencing homelessness in finding shelter, and helping individuals achieve economic self-sufficiency.

Human Services Block Grant

The [Human Services Block Grant](#) was established to allocate funds to select county governments to deliver locally identified, county-based human services. This flexible grant combines funding for six programs at the local level: community mental health services, behavioral health services, intellectual disability community services, the human services development fund, HAP, and Act 152 of 1988 drug and alcohol services. Funding continues to be provided through individual appropriations.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Youth Development Institutions and Forestry Camps		Health Program Assistance and Services	
\$ (367)	—to continue current program.	\$ (32,587)	—program elimination.

Program: Human Services, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Youth Development Institutions and Forestry Camps	\$ 144,218	\$ 145,968	\$ 145,601	\$ 145,601	\$ 145,601	\$ 145,601	\$ 145,601
County Child Welfare	1,494,733	1,494,733	1,494,733	1,494,733	1,494,733	1,494,733	1,494,733
Domestic Violence	22,593	23,063	23,063	23,063	23,063	23,063	23,063
Rape Crisis	11,921	12,171	12,171	12,171	12,171	12,171	12,171
Breast Cancer Screening..	1,828	1,828	1,828	1,828	1,828	1,828	1,828
Human Services Development Fund	13,460	13,460	13,460	13,460	13,460	13,460	13,460
Legal Services	6,661	6,661	6,661	6,661	6,661	6,661	6,661
Homeless Assistance	23,496	23,496	23,496	23,496	23,496	23,496	23,496
Health Program Assistance and Services..	32,827	32,587	-	-	-	-	-
Services for the Visually Impaired	4,702	4,702	4,702	4,702	4,702	4,702	4,702
TOTAL GENERAL FUND	\$ 1,756,439	\$ 1,758,669	\$ 1,725,715	\$ 1,725,715	\$ 1,725,715	\$ 1,725,715	\$ 1,725,715

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain supports and services that will improve the health, well-being, development, and safety of Pennsylvania's families.							
<u>Youth Development Centers:</u>							
Youth served.....	520	540	511	633	727	750	750
Youth in work experience	% 38.5	40.0	47.9	45.7	46.1	46.0	46.0
Youth served via equivalent facilities (contracted).....	N/A	-	28	83	68	40	40
Average number of youth on waiting list (secure male).....	N/A	85	146	99	38	22	20
<u>Family Support Services by Setting:</u>							
Annual number of children receiving child welfare services at home (unduplicated)	192,594	192,594	174,780	161,332	180,150	180,150	180,150

Program: Human Services, continued

Program Measures, continued:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
<u>Out of home placements in:</u>							
Community-based placements	18,044	14,854	20,112	18,473	17,922	16,876	16,750
In-state institutional care programs..... ^a	N/A	N/A	N/A	355	395	500	500
Out-of-state institutional care programs.. ^a	N/A	N/A	N/A	18	9	10	10
Group Homes: Community residential programs.....	1,299	1,181	1,446	1,527	1,707	1,887	1,800
Foster care: Community residential programs.....	16,489	15,495	15,896	14,507	14,044	15,400	14,500
Other: Community residential programs	256	285	1,861	2,011	2,224	2,437	2,200
Annual recipients of in-state institutional care programs (unduplicated)	956	848	808	900	900	900	900
Children in out-of-state programs	372	351	28 ^b	30 ^b	32 ^b	30 ^b	30 ^b
<u>Additional Family Support Services:</u>							
Children reunited with parents or primary caregiver within 12 months of placement	% 37.4	33.7	31.9	38.6	32.0	35.7	35.7
Children not returning to care within 12 months of discharge to parents or primary caregivers	% 80.6	81.6	86.9	86.4	88.4	87.0	87.0
Finalized adoptions	2,134	1,984	2,082	1,783	1,726	2,000	2,000
Children reaching permanency outside of adoption	5,599	5,947	4,759	4,456	4,239	5,885	5,000
Investigations of reported child abuse ..	34,821	39,889	39,635	40,829	39,993	38,489	40,000
Child abuse investigations substantiated	% 13.7	12.4	11.4	11.7	11.4	12.0	12.0
Child abuse clearances processed (in thousands)	813	813	849	844	946	975	975
Average number of days to process a child abuse clearance	2	3	4	3	6	5	5
<u>Homeless Assistance:</u>							
Persons receiving homeless services...	57,206	59,018	64,695	59,355	61,039	61,000	61,000
<u>Other Human Services:</u>							
Domestic violence victims served	39,995	41,434	40,511	40,607	41,748	56,250	56,250
Rape crisis/sexual assault victims served	23,134	24,966	23,627	20,343	19,668	25,000	25,000
Breast cancer screening clients	39,717	44,627	47,926	37,516	33,720	45,000	45,000
Legal service clients	15,746	13,365	16,241	16,673	17,165	16,500	16,500

^a New measure added to the 2026-27 budget book.^b Method of data collection changed dating back to FY 2022-23.

Program: Child Development

Goal: To promote opportunities for all Pennsylvania children and families by building systems and providing supports to ensure access to high-quality child and family services.

The Departments of Human Services and Education collaborate to ensure that all children and families have access to high-quality early care, education, and family services. By focusing on effective prevention strategies and quality early care and education programs, Pennsylvania seeks to reduce social and educational disparities among at-risk children. These disparities can affect their ability to achieve economic independence and self-sufficiency as adults. Research consistently shows quality early learning programs benefit not only the children who participate but also their families and communities.

[Keystone STARS](#) is one of the nation's largest and most comprehensive child care quality rating improvement systems. It expands access to high-quality early childhood care and education for at-risk children in Pennsylvania. The program aims to increase school readiness, improve future graduation rates, reduce involvement in crime and its societal costs, and prepare children for successful, self-sufficient lives.

[Early Childhood Education Professional Development Organizations](#) operate regionally to support the child care workforce by ensuring credit-bearing courses are available to help professionals progress through the educational continuum. A strong and competent workforce is key to enhancing the quality of child care and early learning programs.

The [Child Care Works](#) subsidized program helps families receive funding through the TANF program. Families who have recently left TANF, and low-income families without access to child care while parents are working or attending training, can choose from various child care settings, including child care centers, group child care homes, family child care homes, or care provided by relatives. Early Learning Resource Center agencies determine eligibility, provide families with service options, offer counseling, and support quality improvement in early care and education programs.

The [Early Intervention](#) program serves children from birth to age three, offering services and support for children with developmental delays or disabilities and their families. These services, provided in the child's home, community, or early childhood education setting, aim to maximize the child's development and ensure they are well-prepared for school and future success.

DHS offers voluntary, evidence-based home visiting and community-based programs that help parents enhance their parenting skills. These programs contribute to healthier pregnancies, improved child health, and better learning, development, and overall well-being. The services, funded through state funds, federal Title IV-B Family Center funds, and the federal Maternal, Infant, and Early Childhood Home Visiting grant program, are provided through five evidence-based models: Early Head Start, Family Check-Up, Healthy Families America, Nurse-Family Partnership, and Parents as Teachers.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Child Care Services		Child Care Recruitment and Retention	
\$ 2,206	—Initiative—to provide an increase in the minimum wage to \$15 per hour.	\$ 10,000	—Initiative—to provide licensed Child Care Centers additional funds for teacher recruitment and retention.
Child Care Assistance		Nurse Family Partnership	
\$ 279	—to continue current program.		
850	—to reflect changes in state-federal cost sharing for administration of the SNAP program.	\$ (86)	—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
492	—Initiative—to provide an increase in the minimum wage to \$15 per hour.		
\$ 1,621	<i>Appropriation Increase</i>	\$ (3,521)	Early Intervention
		(1,692)	—to continue current program.
			—revision of federal financial participation from a full-year blended rate of 55.8175% to 57.0725%.
		\$ (5,213)	<i>Appropriation Decrease</i>

Program: Child Development, continued**Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Community-Based Family Centers	\$ 34,558	\$ 34,558	\$ 34,558	\$ 34,558	\$ 34,558	\$ 34,558	\$ 34,558
Child Care Services	298,080	298,080	300,286	302,492	302,492	302,492	302,492
Child Care Assistance	123,255	123,255	124,876	125,368	125,368	125,368	125,368
Child Care Recruitment and Retention	-	25,000	35,000	35,000	35,000	35,000	35,000
Nurse Family Partnership	14,042	13,975	13,889	13,889	13,889	13,889	13,889
Early Intervention	185,250	198,430	193,217	193,217	193,217	193,217	193,217
TOTAL GENERAL FUND	\$ 655,185	\$ 693,298	\$ 701,826	\$ 704,524	\$ 704,524	\$ 704,524	\$ 704,524

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated

Maintain supports and services that will improve the health, well-being, development, and safety of all Pennsylvania's children.

Child Development:

Total children served in subsidized child care during the last month of the fiscal year.....	75,392	83,803	92,538	96,432	96,506	97,000	97,000
Children in subsidized child care enrolled in Keystone STARS Level 3 or 4 facilities	% 41.1	40.8	42.1	46.4	48.4	48.4	48.4
Regulated facilities.....	6,849	6,576	6,461	6,442	6,457	6,500	6,500
Regulated facilities at Keystone STARS Level 3 or 4	% 22.1	28.1	29.1	31.2	32.3	33.0	33.0

Early Intervention:

Children participating in Early Intervention services.....	42,360	46,254	48,199	49,263	48,204	49,700	51,200

Evidence-Based Home Visiting Programs:

Children served (funded slots) in evidence-based home visiting programs.....	10,397	9,873	9,856	10,028	10,485	10,500	10,500



INFRASTRUCTURE INVESTMENT AUTHORITY

The mission of the [Pennsylvania Infrastructure Investment Authority \(PENNVEST\)](#) is to serve the communities and the citizens of Pennsylvania through capital funding for drinking water, sewer, storm water, non-point source pollution prevention, and other related projects that benefit the health, safety, and environment of Commonwealth citizens, promote economic development, and improve water quality.

The authority administers PENNVEST's program authorized by [Act 16 of 1988](#) that provides an investment pool of capital to rebuild and expand community drinking water systems and municipal sewage treatment facilities in the Commonwealth.

Programs and Goals

PENNVEST: *To promote public health and a clean environment and to further economic development in the Commonwealth by providing a financing program, technical assistance, and administrative support for community drinking water systems, municipal sewage treatment facilities, storm water control projects, and various other non-traditional water-related projects.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET

OTHER FUNDS:

CLEAN STREAMS FUND:

Transfer to Clean Water Procurement Program (EA)	\$ 7,107	\$ 6,578	\$ 6,313

ENVIRONMENTAL STEWARDSHIP FUND:

Storm Water, Water, and Sewer Grants (EA)	\$ 19,970	\$ 20,768 ^a	\$ 20,471

MARCELLUS LEGACY FUND:

Water and Sewer Projects (EA)	\$ 7,208	\$ 11,084	\$ 9,872

PENNVEST FUND:

PENNVEST Operations (EA)	\$ 6,414	\$ 6,414	\$ 7,283
Revenue Bond Loan Pool (EA)	10	10	10
Grants-Other Revenue Sources (EA)	35,000	75,000	75,000
(R)Revolving Loans and Administration (EA)	80,607	100,000	125,000
(R)Growing Greener Grants	- ^b	- ^b	- ^b
(R)Revolving Loans-Conditional Funds	-	1,000	1,000
(R)Marcellus Grants (Marcellus Legacy Fund)	- ^c	- ^c	- ^c

PENNVEST FUND TOTAL	\$ 122,031	\$ 182,424	\$ 208,293

PENNVEST DRINKING WATER REVOLVING FUND:

Additional Drinking Water Projects Revolving Loans (EA)	\$ 512,000	\$ 550,000	\$ 600,000
Transfer to Water Pollution Control Revolving Fund (EA)	20,000	20,000	20,000
(F)Drinking Water Projects Revolving Loan Fund	43,000	43,000	43,000
(F)IIJA-Drinking Water Projects Revolving Loan Fund	500,000	500,000	500,000
(F)Loan Program Administration	1,500	1,500	1,500
(F)IIJA-Loan Program Administration	15,485	15,485	15,485
(F)Technical Assistance to Small Systems	1,750	1,750	1,750
(F)IIJA-Technical Assistance to Small Systems	6,452	6,452	6,452
(F)Assistance to State Programs	8,000	8,000	8,000
(F)IIJA-Assistance to State Programs	7,360	7,360	8,400
(F)Local Assistance and Source Water Pollution	11,268	11,268	13,500
(F)IIJA-Local Assistance and Source Water Pollution	1,857	1,857	1,857
(F)Infrastructure Improvement Projects	10,000	10,000	10,000
(F)IIJA-Emerging Contaminants in Small or Disadvantaged Comm	37,543	75,084	112,099
(R)Revolving Loans-Conditional Funds	-	1,000	1,000

PENNVEST DRINKING WATER REVOLVING FUND TOTAL	\$ 1,176,215	\$ 1,252,756	\$ 1,343,043

PENNVEST WATER POLLUTION CONTROL REVOLVING FUND:

Additional Sewage Projects Revolving Loans (EA)	\$ 510,000	\$ 540,000	\$ 550,000
Transfer to Drinking Water Revolving Fund (EA)	100,000	100,000	100,000
(F)Sewage Projects Revolving Loan Fund	91,000	91,000	91,000
(F)IIJA-Sewage Projects Revolving Loan Fund	269,000	325,000	350,000
(F)Overflow and Storm Water Grants	4,800	6,400	6,400

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(R)Revolving Loans-Conditional Funds	-	1,000	1,000
(R)Clean Water Procurement Program	-	- ^d	- ^d
PENNVEST WATER POLLUTION CONTROL REVOLVING FUND TOTAL	\$ 974,800	\$ 1,063,400	\$ 1,098,400
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	2,307,331	2,537,010	2,686,392
TOTAL ALL FUNDS	\$ 2,307,331	\$ 2,537,010	\$ 2,686,392

^a Includes recommended supplemental executive authorization of \$3,413,000.

^b Not added to the total to avoid double counting: 2024-25 Actual is \$10,718,677, 2025-26 Available is \$15,709,000, and 2026-27 Budget is \$20,471,000.

^c Not added to the total to avoid double counting: 2024-25 Actual is \$5,060,941, 2025-26 Available is \$10,313,000, and 2026-27 Budget is \$9,872,561.

^d Not added to the total to avoid double counting: 2025-26 Available is \$6,578,000 and 2026-27 Budget is \$6,313,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
PENNVEST:							
GENERAL FUND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	2,307,331	2,537,010	2,686,392	2,643,563	2,523,532	2,403,124	2,303,104
DEPARTMENT TOTAL	\$ 2,307,331	\$ 2,537,010	\$ 2,686,392	\$ 2,643,563	\$ 2,523,532	\$ 2,403,124	\$ 2,303,104

Program: PENNVEST

Goal: To promote public health and a clean environment and to further economic development in the Commonwealth by providing a financing program, technical assistance, and administrative support for community drinking water systems, municipal sewage treatment facilities, storm water control projects, and various other non-traditional water-related projects.

The [Pennsylvania Infrastructure Investment Authority \(PENNVEST\)](#) program allocates capital to revitalize community infrastructure, including drinking water systems, sewage treatment facilities, [brownfield reclamation](#), and storm water control. These projects are crucial for safeguarding public health, enhancing water quality, and fostering economic development. [Act 16 of 2013](#) enhanced PENNVEST's capacity to execute agricultural and rural initiatives, aligning it consistently with the state's [Nonpoint Source Management Plan](#). This empowers the authority to address runoff issues in rural areas, promoting effective control of contaminants and nutrients in streams.

PENNVEST provides financial support through [loans and grants](#) to municipalities, municipal authorities, private entities, and individuals. Homeowners can secure loans for [on-lot septic systems, initial connections to public systems, or to replace existing house sewer laterals](#). Funding also aids farmers, nonprofits, and others to install [best management practices](#), like riparian buffers that reduce nutrient contamination in rivers and streams, particularly in the Chesapeake Bay watershed. The Department of Environmental Protection, in collaboration with PENNVEST, helps system owners [apply for funding](#) and provides [technical assistance](#) on projects.

The [Clean Water State Revolving Fund](#) combines federal and state funds to establish a revolving loan fund for sewage treatment facility construction. The [Drinking Water State Revolving Fund \(DWSRF\)](#) operates similarly for drinking water projects and technical assistance, with proceeds from bond sales going to the DWSRF. Additionally, the authority's revenue bond pool, supported by loan interest and principal repayments, disburses the funds from PENNVEST revenue bond sales. The Water and Sewer Systems Assistance Bond Fund, related to [Act 64 of 2008](#), holds interest and investment income along with loan repayments, supporting loans and grants.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

PENNVEST Operations

\$ 869 —to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PENNVEST FUND:							
PENNVEST Operations (EA)....	\$ 6,414	\$ 6,414	\$ 7,283	\$ 7,283	\$ 7,283	\$ 7,283	\$ 7,283

Program: PENNVEST, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the proportion of PENNVEST subsidies allocated to projects that would not occur in the absence of the subsidies.							
Grant equivalent subsidy per household served	\$ 80	61	39	143	64	100	100
Percentage of total project funding allocated to projects that would otherwise have higher financing rates ..	% 31	30	28	65	34	45	45
Increase the number of drinking water and wastewater facilities that comply with safe drinking water requirements, improve system treatment capacity, and improve water quality.							
Population affected by drinking water projects funded in each year.....	1,511,876	670,834	2,205,917	533,232	2,338,755	1,500,000	1,500,000
Drinking water projects approved that will maintain or bring customers' water into compliance with Commonwealth drinking water standards.....	26	46	20	25	35	35	35



INSURANCE

The mission of the [Insurance Department](#) is to protect Pennsylvania's insurance consumers through fair and effective regulation of the marketplace.

The department enforces state insurance laws, monitors the financial health of insurers, regulates rates and policy forms, and licenses companies and producers. The department also liquidates insolvent insurers, answers consumer inquiries, resolves complaints, and distributes educational materials.

Programs and Goals

Insurance Industry Regulation: *To serve Pennsylvania's insurance consumers through fair and efficient regulation of the industry.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET

OTHER FUNDS:**CATASTROPHIC LOSS BENEFITS CONTINUATION FUND:**

CAT Administration (EA)	\$ 2,451	\$ 2,429	\$ 2,432
CAT Claims (EA)	6,050	6,050	6,050

CATASTROPHIC LOSS BENEFITS CONTINUATION FUND TOTAL	\$ 8,501	\$ 8,479	\$ 8,482

INSURANCE LIQUIDATION FUND:

Liquidation - Administration (EA)	\$ 994	\$ 994	\$ 994
Liquidation - Claims (EA)	10,000	10,000	10,000

INSURANCE LIQUIDATION FUND TOTAL	\$ 10,994	\$ 10,994	\$ 10,994

INSURANCE REGULATION AND OVERSIGHT FUND:

General Government Operations	\$ 39,653	\$ 43,553	\$ 44,281
(F)Insurance Market Reform	5,000	5,000	5,000

INSURANCE REGULATION AND OVERSIGHT FUND TOTAL	\$ 44,653	\$ 48,553	\$ 49,281

MEDICAL CARE AVAILABILITY AND REDUCTION OF ERROR FUND:

General Operations (EA)	\$ 19,218	\$ 22,997	\$ 33,097
Payment of Claims (EA)	275,100	255,000	255,000
Loan Repayment (EA)	66,000	-	-

MEDICAL CARE AVAILABILITY AND REDUCTION OF ERROR FUND TOTAL	\$ 360,318	\$ 277,997	\$ 288,097

REINSURANCE FUND:

Reinsurance Administration (EA)	\$ 400	\$ 400	\$ 400
Reinsurance-Payments to Entities (EA)	44,000	46,153	50,000
(F)Reinsurance Waiver Pass-Through (EA)	115,500	121,129	165,350

REINSURANCE FUND TOTAL	\$ 159,900	\$ 167,682	\$ 215,750

UNDERGROUND STORAGE TANK INDEMNIFICATION FUND:

Administration (EA)	\$ 17,661	\$ 25,638	\$ 26,674
Claims (EA)	38,000	38,000	38,000

UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TOTAL	\$ 55,661	\$ 63,638	\$ 64,674

WORKERS' COMPENSATION SECURITY FUND:

WCS Administration (EA)	\$ 9,072	\$ 9,098	\$ 9,108
WCS Claims (EA)	57,900	50,000	29,000

WORKERS' COMPENSATION SECURITY FUND TOTAL	\$ 66,972	\$ 59,098	\$ 38,108

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	706,999	636,441	675,386
TOTAL ALL FUNDS	\$ 706,999	\$ 636,441	\$ 675,386

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
INSURANCE INDUSTRY REGULATION:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	706,999	636,441	675,386	675,386	675,386	675,386	675,386
DEPARTMENT TOTAL	<u>\$ 706,999</u>	<u>\$ 636,441</u>	<u>\$ 675,386</u>	<u>\$ 675,386</u>	<u>\$ 675,386</u>	<u>\$ 675,386</u>	<u>\$ 675,386</u>

Program: Insurance Industry Regulation

Goal: To serve Pennsylvania's insurance consumers through fair and efficient regulation of the industry.

Regulation and Consumer Protection

The [Insurance Department](#) oversees about 1,700 insurance companies and 373,000 individuals, including insurance producers, bail bondsmen, public adjusters, and appraisers. The department admits new insurers, licenses producers, registers health insurance navigators and exchange assisters, and reviews around 13,000 filings each year.

The department analyzes financial statements, reviews corporate transactions, conducts onsite financial examinations of domestic insurers, and holds adjudicatory hearings.

To monitor insurer solvency, the department performs financial analysis and examinations. The insurance commissioner serves as statutory liquidator or receiver for insolvent domestic insurers. The department investigates complaints, monitors insurer conduct, and enforces state insurance laws. The Insurance Department provides the public with insurance information, education, and complaint resolution services. A consumer liaison leads outreach efforts with consumers and stakeholders.

The department examines insurers to assess risk and potential impacts on consumers. The department reviews annual market conduct reports, investigates possible law violations, and conducts onsite market conduct exams of the regulated community.

Oversight

The Insurance Department:

- Regulates all lines of insurance;
- Helps implement parts of the federal Affordable Care Act (ACA);
- Administers and oversees special funds, including:
 - Medical Care Availability and Reduction of Error Fund (Mcare)
 - Catastrophic Loss Benefits Continuation Fund (CAT)
 - Underground Storage Tank Indemnification Fund (USTIF)
 - Reinsurance Fund
 - Workers' Compensation Security Fund (WCSF)

The department helps ensure compliance with ACA private market reforms. Since 2021, Pennsylvania has operated a state-based health insurance exchange, [Pennie](#). The Insurance Department monitors rates in certain markets to protect consumers from excessive increases and educates them about private insurance options. It manages ACA grant funding to improve the rate review process and enforces the federal Public Health Service Act's insurance provisions.

Department-Managed Insurance Funds

Mcare, established by Act 13 of 2002, covers losses that exceed basic insurance in medical liability claims.

CAT provides up to \$1 million in benefits for catastrophic injuries in motor vehicle accidents between October 1, 1984, and December 31, 1989. The fund is expected to make payments through 2094.

USTIF reimburses eligible owners and operators of underground storage tanks for remediation. It also covers damages to tank installers through the Tank Installation Indemnification Program.

The Reinsurance Fund stabilizes rates and lowers premiums in the individual health insurance market and protects coverage gains.

The Workers' Compensation Security Fund pays claims under the Workers' Compensation Act for policyholders of insolvent insurers.

Program: Insurance Industry Regulation, continued**Program Recommendations:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations

\$ 728 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
INSURANCE REGULATION AND OVERSIGHT FUND:							
General Government Operations...	\$ 39,653	\$ 43,553	\$ 44,281	\$ 44,281	\$ 44,281	\$ 44,281	\$ 44,281

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Support the insurance industry's need of speed to market for new property and casualty programs and policy changes.							
Percentage of forms and rate filings for property, casualty, life, accident, and health programs and policy changes opened, reviewed, and closed within 20 days of submission	% 76	76	75	75	70	71	70
Reduce Pennsylvania's uninsured population.							
Percentage of population without health insurance	% 5.4	5.4	5.2	5.3	5.8	5.9	6.5



HEALTH INSURANCE EXCHANGE AUTHORITY

The mission of the [Pennsylvania Health Insurance Exchange Authority \(PHIEA\)](#) is to improve the accessibility and affordability of individual market health coverage for Pennsylvanians.

Programs and Goals

Health Insurance Exchange: To serve Pennsylvania's individual health insurance market customers without disruption, operate a state-based exchange, and support the needs of consumers purchasing health insurance in the individual market while ensuring the stability and affordability of the health and dental offerings available through the Pennsylvania Health Insurance Exchange Authority.

Health Insurance Exchange Authority

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27
	ACTUAL	AVAILABLE	BUDGET
OTHER FUNDS:			
PENNSYLVANIA HEALTH INSURANCE EXCHANGE FUND:			
General Government Operations (EA)	\$ 44,390	\$ 52,322	\$ 54,103
(F)Transitioning to State-Based Exchange (EA)	26,041	19,500	20,000
Transfer to Reinsurance Fund (EA)	29,400	46,553	50,400
PENNSYLVANIA HEALTH INSURANCE EXCHANGE FUND TOTAL	\$ 99,831	\$ 118,375	\$ 124,503

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
HEALTH INSURANCE EXCHANGE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	99,831	118,375	124,503	124,503	126,015	127,572	129,176
DEPARTMENT TOTAL	\$ 99,831	\$ 118,375	\$ 124,503	\$ 124,503	\$ 126,015	\$ 127,572	\$ 129,176

Program: Health Insurance Exchange

Goal: To serve Pennsylvania's individual health insurance market customers without disruption, operate a state-based exchange, and support the needs of consumers purchasing health insurance in the individual market while ensuring the stability and affordability of the health and dental offerings available through the Pennsylvania Health Insurance Exchange Authority.

[Act 42 of 2019](#) establishes the [Pennsylvania Health Insurance Exchange Authority \(PHIEA\)](#) to create a state-based insurance exchange, reduce costs, and better support consumers purchasing health insurance in the individual market. PHIEA's technology platform and customer service operations, Pennie, replaces the federal marketplace option for Pennsylvanians who need health and dental coverage. In doing so, PHIEA ensures stability, affordability, and accessibility of the individual health insurance market for hundreds of thousands of Pennsylvanians who rely on the exchange.

PHIEA provides unbiased support to Pennsylvanians enrolling in individual market health coverage and accessing financial assistance for premium costs. It partners with insurance brokers, carriers, providers, navigators, and consumer advocates to create a consumer-friendly shopping experience that helps residents choose coverage that fits their needs and budgets. A board of directors composed of gubernatorial and legislative appointees, along with cabinet members, governs PHIEA.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations (EA)		Transfer to Reinsurance Fund (EA)	
\$ 2,281	—to continue current program.	\$ 3,847	—to provide for Reinsurance Program payments.
(500)	—to reflect change in federal earnings.		
\$ 1,781	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
PENNSYLVANIA HEALTH INSURANCE EXCHANGE FUND:							
General Government Operations (EA)	\$ 44,390	\$ 52,322	\$ 54,103	\$ 56,103	\$ 58,103	\$ 58,103	\$ 58,103
Transfer to Reinsurance Fund (EA)....	29,400	46,553	50,400	50,400	51,912	53,469	55,073
TOTAL PENNSYLVANIA HEALTH INSURANCE EXCHANGE FUND	\$ 73,790	\$ 98,875	\$ 104,503	\$ 106,503	\$ 110,015	\$ 111,572	\$ 113,176



LABOR AND INDUSTRY

The mission of the [Department of Labor and Industry \(L&I\)](#) is to foster a workforce system that improves the quality of life and promotes economic prosperity; encourages labor-management cooperation; ensures safety, accessibility, independence, and financial stability; and prepares the Commonwealth's workforce for the jobs of today and tomorrow. L&I's diverse team of compassionate, respectful, and hardworking public servants partners with labor and industry to consistently meet their needs in a fair, ethical, fiscally responsible, and responsive manner.

The mission is accomplished through programs that protect the health, welfare, and safety of workers; provide meaningful job training and placement services; stabilize the incomes of injured, disabled, or unemployed workers; and facilitate labor-management cooperation.

Programs and Goals

Community and Occupational Safety and Stability: *To further economic development in the Commonwealth by promoting the health, welfare, and safety of employees and acting to maintain continuous production and employment through mediation.*

Workers' Compensation and Unemployment Assistance: *To further economic development in the Commonwealth by stabilizing the incomes of employees who become injured or unemployed.*

Workforce Investment: *To provide meaningful job training and placement services in a coordinated role with other Commonwealth agencies, the private sector, and the federal government in order to secure unsubsidized employment for unemployed Pennsylvanians.*

Vocational Rehabilitation: *To enable eligible persons with disabilities to obtain competitive employment.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:**General Government:**

General Government Operations	\$ 16,838	\$ 17,688	\$ 17,339
(F)Disability Determination	160,147	161,622	164,838
(F)Community Service and Corps	18,463	22,761	19,000
(F)WIOA-Administration	11,000	11,000	11,000
(F)IIJA-General Operations (EA)	313	450	450
(F)IIJA-State Digital Equity	-	650	-
(F)New Hires	1,701	1,701	1,701
(F)DUA Administration Payments (EA)	90	-	-
(A)Interpreter Registry	92	80	80
(R)Vending Machine Proceeds	60	250	250
Subtotal	<u>\$ 208,704</u>	<u>\$ 216,202</u>	<u>\$ 214,658</u>
Occupational and Industrial Safety	4,457	5,353	6,811
(F)Lead Certification and Accreditation	494	494	494
(A)Inspection Fees	10,000	10,000	13,500 ^a
(R)Asbestos and Lead Certification (EA)	2,025	2,025	2,025
Subtotal	<u>\$ 16,976</u>	<u>\$ 17,872</u>	<u>\$ 22,830</u>
Subtotal - State Funds	\$ 21,295	\$ 23,041	\$ 24,150
Subtotal - Federal Funds	192,208	198,678	197,483
Subtotal - Augmentations	10,092	10,080	13,580
Subtotal - Restricted	2,085	2,275	2,275
Total - General Government	<u>\$ 225,680</u>	<u>\$ 234,074</u>	<u>\$ 237,488</u>

Grants and Subsidies:

Occupational Disease Payments	\$ 86	\$ 119	\$ 106
Transfer to Vocational Rehabilitation Fund	48,718	48,718	49,718
Supported Employment	397	397	397
Centers for Independent Living	2,634	2,634	2,634
Workers' Compensation Payments	200	185	131
New Choices/New Options	1,000	1,000	1,000
Assistive Technology Financing	1,000	1,000	1,000
Assistive Technology Demonstration and Training	850	850	850
(F)WIOA-Dislocated Workers	109,000	109,000	109,000
(F)WIOA-Youth Employment and Training	84,000	84,000	84,000
(F)WIOA-Adult Employment and Training	50,000	50,000	50,000
(F)WIOA-Statewide Activities	30,000	30,000	30,000
(F)Reed Act-Employment Services	5,000	5,000	2,500

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(F)Reed Act-Unemployment Insurance.....	3,816	3,500	2,500
(F)TANFBG-Youth Employment and Training	25,000	25,000	25,000
(F)Comprehensive Workforce Development (EA).....	2,561	1,241	1,210
Subtotal.....	\$ 309,377	\$ 307,741	\$ 304,210
Industry Partnerships.....	2,813	2,813	6,313
Schools-to-Work	3,500	3,500	7,000
Apprenticeship Training	12,500	12,500	10,000
Subtotal - State Funds.....	\$ 73,698	\$ 73,716	\$ 79,149
Subtotal - Federal Funds.....	309,377	307,741	304,210
Total - Grants and Subsidies.....	\$ 383,075	\$ 381,457	\$ 383,359
STATE FUNDS.....	\$ 94,993	\$ 96,757	\$ 103,299
FEDERAL FUNDS	501,585	506,419	501,693
AUGMENTATIONS	10,092	10,080	13,580
RESTRICTED	2,085	2,275	2,275
GENERAL FUND TOTAL	\$ 608,755	\$ 615,531	\$ 620,847
OTHER FUNDS:			
ADMINISTRATION FUND:			
Administration of Unemployment Compensation (EA).....	\$ 600	\$ 600	\$ 600
(F)Administration of Unemployment Compensation (EA)	215,000	171,000	171,000
(F)COVID-Administration of Unemployment Compensation (EA).....	1,071	250	-
(F)COVID-Federal Pandemic Unemployment Compensation (EA)	-	1,038	-
(F)COVID-Pandemic Unemployment Assistance Admin (EA)	-	2,169	-
(F)COVID-Pandemic Emergency Unemployment Comp Admin (EA).....	-	462	-
Workforce Development (EA).....	640	640	640
(F)Workforce Development (EA).....	93,219	93,219	93,219
(A)Reimbursements-DHS PACSES Interface	66	66	66
ADMINISTRATION FUND TOTAL	\$ 310,596	\$ 269,444	\$ 265,525
SPECIAL ADMINISTRATION FUND:			
Administration of Unemployment (EA)	\$ 52,975	\$ 22,332	\$ 14,000
EMPLOYMENT FUND FOR THE BLIND:			
General Operations	\$ 553	\$ 500	\$ 500
HAZARDOUS MATERIAL RESPONSE FUND:			
(R)Hazardous Material Response Administration	\$ 62	\$ 250	\$ 517
REHABILITATION CENTER FUND:			
General Operations	\$ 29,347	\$ 30,000	\$ 30,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
STATE WORKERS' INSURANCE FUND:			
State Workers' Insurance Fund	\$ 131,335	\$ 215,020	\$ 215,020
UNEMPLOYMENT COMPENSATION CONTRIBUTION FUND:			
(R)Reemployment Fund	\$ -	\$ -	\$ 15,000
(R)Reemployment Services (EA)	14,604	15,000	-
(R)Service and Infrastructure Improvement (EA)	74,916	112,840	115,600 ^b
UNEMPLOYMENT COMPENSATION CONTRIBUTION FUND TOTAL.....	\$ 89,520	\$ 127,840	\$ 130,600
VOCATIONAL REHABILITATION FUND:			
General Operations (EA).....	\$ - ^c	\$ 5,000 ^c	\$ 1,526 ^c
(F)Vocational Rehabilitation Services (EA)	215,728	191,756	209,999
VOCATIONAL REHABILITATION FUND TOTAL	\$ 215,728	\$ 196,756	\$ 211,525
WORKERS' COMPENSATION ADMINISTRATION FUND:			
Administration of Workers' Compensation	\$ 87,302	\$ 75,802	\$ 81,302
(A)Conference Fees	307	300	300
WORKERS' COMPENSATION ADMINISTRATION FUND TOTAL	\$ 87,609	\$ 76,102	\$ 81,602
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 94,993	\$ 96,757	\$ 103,299
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	501,585	506,419	501,693
AUGMENTATIONS	10,092	10,080	13,580
RESTRICTED	2,085	2,275	2,275
OTHER FUNDS	917,725	938,244	949,289
TOTAL ALL FUNDS	\$ 1,526,480	\$ 1,553,775	\$ 1,570,136

^a This budget proposes to retain additional inspection fees collected by the department to support increased elevator safety regulatory standards.

^b This budget includes a new Service and Infrastructure Improvement reauthorization of \$115,600,000 for 2026-27 to continue Unemployment Compensation program operations.

^c The General Fund transfer to Vocational Rehabilitation Fund not added to avoid double counting. General Operations (EA) for 2024-25 Actual is \$48,718,000, 2025-26 Available is \$53,718,000, and 2026-27 Budget is \$51,244,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
COMMUNITY AND OCCUPATIONAL SAFETY AND STABILITY:							
GENERAL FUND.....	\$ 21,295	\$ 23,041	\$ 24,150	\$ 24,150	\$ 24,150	\$ 24,150	\$ 24,150
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	18,957	23,255	19,494	19,494	19,494	19,494	19,494
AUGMENTATIONS	10,092	10,080	13,580	13,580	13,580	13,580	13,580
RESTRICTED	2,025	2,025	2,025	2,025	2,025	2,025	2,025
OTHER FUNDS.....	62	250	517	80	80	80	80
SUBCATEGORY TOTAL....	<u>\$ 52,431</u>	<u>\$ 58,651</u>	<u>\$ 59,766</u>	<u>\$ 59,329</u>	<u>\$ 59,329</u>	<u>\$ 59,329</u>	<u>\$ 59,329</u>
WORKERS' COMPENSATION AND UNEMPLOYMENT ASSISTANCE:							
GENERAL FUND.....	\$ 286	\$ 304	\$ 237	\$ 237	\$ 237	\$ 237	\$ 237
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	169,053	170,122	169,838	169,838	169,838	169,838	169,838
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	563,506	601,813	597,822	558,702	558,702	558,702	558,702
SUBCATEGORY TOTAL....	<u>\$ 732,845</u>	<u>\$ 772,239</u>	<u>\$ 767,897</u>	<u>\$ 728,777</u>	<u>\$ 728,777</u>	<u>\$ 728,777</u>	<u>\$ 728,777</u>
WORKFORCE INVESTMENT:							
GENERAL FUND.....	\$ 19,813	\$ 19,813	\$ 24,313	\$ 24,313	\$ 24,313	\$ 24,313	\$ 24,313
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	313,575	313,042	312,361	312,361	312,361	312,111	311,911
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	108,529	108,925	108,925	108,925	108,925	108,925	108,925
SUBCATEGORY TOTAL....	<u>\$ 441,917</u>	<u>\$ 441,780</u>	<u>\$ 445,599</u>	<u>\$ 445,599</u>	<u>\$ 445,599</u>	<u>\$ 445,349</u>	<u>\$ 445,149</u>
VOCATIONAL REHABILITATION:							
GENERAL FUND.....	\$ 53,599	\$ 53,599	\$ 54,599	\$ 54,599	\$ 54,599	\$ 54,599	\$ 54,599
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	60	250	250	250	250	250	250
OTHER FUNDS.....	245,628	227,256	242,025	241,525	242,025	242,525	243,025
SUBCATEGORY TOTAL....	<u>\$ 299,287</u>	<u>\$ 281,105</u>	<u>\$ 296,874</u>	<u>\$ 296,374</u>	<u>\$ 296,874</u>	<u>\$ 297,374</u>	<u>\$ 297,874</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 94,993	\$ 96,757	\$ 103,299	\$ 103,299	\$ 103,299	\$ 103,299	\$ 103,299
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	501,585	506,419	501,693	501,693	501,693	501,443	501,243
AUGMENTATIONS	10,092	10,080	13,580	13,580	13,580	13,580	13,580
RESTRICTED	2,085	2,275	2,275	2,275	2,275	2,275	2,275
OTHER FUNDS.....	917,725	938,244	949,289	909,232	909,732	910,232	910,732
DEPARTMENT TOTAL	<u>\$ 1,526,480</u>	<u>\$ 1,553,775</u>	<u>\$ 1,570,136</u>	<u>\$ 1,530,079</u>	<u>\$ 1,530,579</u>	<u>\$ 1,530,829</u>	<u>\$ 1,531,129</u>

Program: Community and Occupational Safety and Stability

Goal: To further economic development in the Commonwealth by promoting the health, welfare, and safety of employees and acting to maintain continuous production and employment through mediation.

The [Department of Labor and Industry \(L&I\)](#) administers and enforces a wide range of laws designed to enhance income security, safeguard the health of workers and the general public, protect workers’ rights, and promote stable labor relations and labor-management cooperation.

Income Security and Workers’ Rights

The department administers and enforces Pennsylvania’s [labor laws](#) including the [Minimum Wage Act](#), the [Wage Payment and Collection Law](#), and the [Prevailing Wage Act](#) on publicly paid construction projects. It also enforces the laws protecting certain workers’ rights, specifically minors who are employed, seasonal farm laborers, health care workers, and workers misclassified as independent contractors. The department enforces [Act 75 of 2019](#), which prohibits the employment of individuals in the construction industry unauthorized to work in the United States and requires construction industry employers to verify employment eligibility through the federal E-Verify program.

Labor Relations

L&I promotes stable labor relations by mediating public and private disputes pursuant to the Public Employee Relations Act and the National Labor Relations Act. Additionally, the department provides grievance mediation services, assists public and private sector employers and unions in forming and operating labor-management committees, and offers labor-management communications training.

The [Pennsylvania Labor Relations Board](#) enforces and implements Pennsylvania laws which relate to collective bargaining in both the public and private sectors, including the [Pennsylvania Labor Relations Act](#), the [Public Employee Relations Act](#), and [Act 111 of 1968](#) (police and firefighter collective bargaining). The board also selects collective bargaining representatives, prevents unfair practices in the public sector, and helps to resolve collective bargaining disputes by creating arbitration panels and appointing fact finders.

Public Health and Safety

The department enforces and administers a variety of [public safety](#) statutes and regulations which address building construction and accessibility, elevators, boilers, liquefied petroleum gas, flammable and combustible liquids, employee safety with regard to hazardous chemicals, accreditation and certification in lead-based paint and asbestos occupations, and the testing and certification for people charged with enforcing the [Uniform Construction Code](#). Additionally, L&I administers the [Hazardous Material Emergency Planning & Response Act](#) by collecting Tier II hazardous chemical inventory report data, material safety data sheets, and site plans from every Pennsylvania employer.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		
\$	(850)	—funding reduction.
	501	—to continue current program.
\$	(349)	Appropriation Decrease
Occupational and Industrial Safety		
\$	1,458	—to continue current program.

Program: Community and Occupational Safety and Stability, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 16,838	\$ 17,688	\$ 17,339	\$ 17,339	\$ 17,339	\$ 17,339	\$ 17,339
Occupational and Industrial Safety	4,457	5,353	6,811	6,811	6,811	6,811	6,811
TOTAL GENERAL FUND	\$ 21,295	\$ 23,041	\$ 24,150	\$ 24,150	\$ 24,150	\$ 24,150	\$ 24,150

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase compliance with labor laws.							
Wages collected by Bureau of Labor Law Compliance under Minimum Wage Act, Wage Payment and Collection Law, and Prevailing Wage Act (in millions).....	\$ 7.7	5.1	5.0	3.0	6.1	6.1	7.0

Program: Workers' Compensation and Unemployment Assistance

Goal: To further economic development in the Commonwealth by stabilizing the incomes of employees who become injured or unemployed.

The department provides income and medical services security to qualifying individuals, including workers' compensation, unemployment compensation, occupational disease payments, and Social Security disability payments.

[Workers' compensation](#) insurance provides wage loss benefits and payments for medical services to employees for injuries or diseases sustained while on the job. Occupational disease payments are made under the [Workers' Compensation Act](#) and the [Occupational Disease Act](#), primarily to workers with silicosis and related diseases, commonly referred to as "black lung."

Act 54 of 2024 provided additional state funds from the Service and Infrastructure Improvement Fund for the administration of [unemployment compensation](#). Revenues in the account are derived from a portion of employee unemployment compensation taxes. The funding is intended to support the operations of the unemployment compensation system and maintain adequate service levels during the implementation and initial deployment of technological upgrades.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:			WORKERS' COMPENSATION ADMINISTRATION FUND:		
Occupational Disease Payments			Administration of Workers' Compensation		
\$ (13)	—to continue current program based on payment requirements.	\$ 5,500	—to continue current projects.		
Workers' Compensation Payments					
\$ (54)	—to continue current program based on payment requirements.				

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Occupational Disease Payments.....	\$ 86	\$ 119	\$ 106	\$ 106	\$ 106	\$ 106	\$ 106
Workers' Compensation Payments.....	200	185	131	131	131	131	131
TOTAL GENERAL FUND.....	<u>\$ 286</u>	<u>\$ 304</u>	<u>\$ 237</u>	<u>\$ 237</u>	<u>\$ 237</u>	<u>\$ 237</u>	<u>\$ 237</u>
WORKERS' COMPENSATION ADMINISTRATION FUND:							
Administration of Workers' Compensation.....	<u>\$ 87,302</u>	<u>\$ 75,802</u>	<u>\$ 81,302</u>	<u>\$ 75,802</u>	<u>\$ 75,802</u>	<u>\$ 75,802</u>	<u>\$ 75,802</u>

Program: Workers' Compensation and Unemployment Assistance, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated	
Reduce the cost of paying unemployment compensation claims and collecting UC taxes while improving services for claimants and employers.								
Percentage of first payments within two weeks following the first week claims could be paid	%	54	41	46	56	75	78	82
Percentage of eligibility determinations within three weeks of discovering that there was an issue to be investigated...	%	12	46	40	34	61	66	75
Reduce the number of Pennsylvania's workplace injury fatalities through increased safety and health training and outreach initiatives.								
Workplace injury fatalities	96	80	43	63	65	80	80	
Free workplace safety and health training and outreach events	692	733	694	580	669	640	640	
Attendees at workplace safety and health training and outreach events.....	41,214	34,499	30,233	28,656	33,447	32,000	32,000	

Program: Workforce Investment

Goal: To provide meaningful job training and placement services in a coordinated role with other Commonwealth agencies, the private sector, and the federal government in order to secure unsubsidized employment for unemployed Pennsylvanians.

L&I oversees [workforce development programs](#) serving job seekers, incumbent workers, and employers as part of a workforce development system delivering a range of employment, training, and labor market information services statewide. The department coordinates with other state agencies and local partners to deliver workforce development services. Programs help individuals (including unemployed individuals and people receiving Temporary Assistance for Needy Families) develop skills, find suitable employment in family-sustaining jobs, and advance along career pathways. The workforce development system also helps employers find and develop the talent they need to grow and thrive.

Workforce Innovation and Opportunity Act

Most workforce development system activities are driven by the federal [Workforce Innovation and Opportunity Act \(WIOA\)](#) of 2014. WIOA helps job seekers and workers access employment, education, training, and support services to succeed in the labor market and match employers with skilled workers they need to compete in the global economy.

Labor Market Information

The [Center for Workforce Information & Analysis](#) disseminates labor market information through diverse products covering employment data, hiring trends, and other economic indicators.

PA CareerLink®

[PA CareerLink®](#) is a one-stop workforce development system that improves services for businesses, job seekers, and other customers by integrating systems and coordinating services.

Industry Partnerships

[Industry Partnerships](#) are cohorts of businesses, from the same industry and in a shared labor market region, that work with economic development, education, workforce development, organized labor, and community organizations to address the overall competitiveness needs of the targeted industry. The connections among partners catalyze the sharing of best practices, improving communications, the sharing of resources, and the collective strengthening of regional economies.

Apprenticeship and Training Office

L&I provides outreach and technical support in accordance with the [Pennsylvania Apprenticeship and Training Act](#) and regulations. The department evaluates employment, education, and economic needs in a specific geographic area to create operational plans. L&I certifies current apprenticeship and training programs, collects data, and maintains records of agreements with the goals of growing the number of Pennsylvania registered apprenticeship opportunities, educating employers and job seekers about the benefits of registered apprenticeships, and expanding apprenticeships into non-traditional areas.

Workforce Development Administration

The department posts grant opportunities focused on supporting training and employment services.

PA Workforce Development Board

The [PA Workforce Development Board](#) is the Governor's private sector policy advisor on building a strong workforce development system aligned with state education and economic development goals. Most of its members are appointed by the Governor and represent a variety of workforce development stakeholders, including business executives, labor officials, education leaders, economic development practitioners, and local elected officials. In addition, five state agency cabinet secretaries and four members of the General Assembly serve on the board.

Program: Workforce Investment, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Industry Partnerships			Apprenticeship Training		
\$	3,500	—Initiative—to invest in Pennsylvania's workforce.	\$	(2,500)	—funding reduction.
Schools-to-Work					
\$	3,500	—Initiative—to grow partnerships between Career and Technical Education students and employers for future work opportunities through apprenticeships, workplace visits, and internships.			

Appropriations within this Program:

(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
New Choices/New Options ...	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000
Industry Partnerships	2,813	2,813	6,313	6,313	6,313	6,313	6,313
Schools-to-Work	3,500	3,500	7,000	7,000	7,000	7,000	7,000
Apprenticeship Training	12,500	12,500	10,000	10,000	10,000	10,000	10,000
TOTAL GENERAL FUND	\$ 19,813	\$ 19,813	\$ 24,313	\$ 24,313	\$ 24,313	\$ 24,313	\$ 24,313

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the number of Pennsylvanians able to obtain, retain, and advance in 21st-century careers, as well as improve the global competitiveness of Pennsylvania's employers.							
Employment rate for youth beneficiaries of Workforce Innovation and Opportunity Act	% 64	67	73	72	72	73	73
Employment rate for adult beneficiaries of Workforce Innovation and Opportunity Act	% 69	71	78	79	76	77	77
Active registered apprentices	18,718	18,706	18,675	19,525	19,743	19,941	20,146

Program: Vocational Rehabilitation

Goal: To enable eligible persons with disabilities to obtain competitive employment.

L&I assists Pennsylvanians with disabilities to secure and maintain employment and independence. The department's Vocational Rehabilitation program is both state and federally funded, with every state dollar invested leveraging up to four dollars in federal funds.

Primary emphasis is placed on serving individuals with the most significant disabilities. These individuals generally require extensive, comprehensive, and unique services over an extended period. L&I utilizes a significant portion of funding for [training and supported employment services](#). WIOA requires the department to reserve 15 percent of its federal vocational rehabilitation award for Pre-Employment Transition Services to serve students with disabilities who are eligible or potentially eligible for services to transition from secondary to postsecondary education programs and employment.

L&I's strategic objectives focus on:

- Employment opportunities for individuals with disabilities through the development of innovative and collaborative programs created in partnership with industries;
- Youth with disabilities successfully completing secondary education and entering the labor market;
- Students with disabilities served by collaborating with local education entities, career and technology centers, families, and other stakeholders;
- Work-based learning experiences for students with disabilities while they are enrolled in secondary education; and
- Comprehensive workforce system enhancements through increased collaboration, physical and programmatic accessibility, and data sharing between workforce partner agencies - Departments of Health, Human Services, and Education.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Transfer to Vocational Rehabilitation Fund

\$ 1,000 —Initiative—to assist Pennsylvanians who are blind, deaf, or hard of hearing secure and maintain employment.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Transfer to Vocational Rehabilitation Fund.....	\$ 48,718	\$ 48,718	\$ 49,718	\$ 49,718	\$ 49,718	\$ 49,718	\$ 49,718
Supported Employment	397	397	397	397	397	397	397
Centers for Independent Living.....	2,634	2,634	2,634	2,634	2,634	2,634	2,634
Assistive Technology Financing	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Assistive Technology Demonstration and Training	850	850	850	850	850	850	850
TOTAL GENERAL FUND	\$ 53,599	\$ 53,599	\$ 54,599	\$ 54,599	\$ 54,599	\$ 54,599	\$ 54,599

Program: Vocational Rehabilitation, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the employment potential and personal independence of persons with disabilities.							
Individuals receiving financial aid for training	2,087	1,974	2,787	3,858	3,252	3,300	3,300
Students receiving Pre-Employment Transition Services	14,353	14,284	19,247	20,795	17,787	18,000	18,000
Eligible participants with active plans ...	34,781	35,584	29,518	34,163	38,333	38,350	38,350
Participants successfully placed into competitive integrated employment	4,773	5,377	5,654	6,002	6,409	6,450	6,450
Persons successfully completing independent living/specialized services	600	756	878	954	963	1,000	1,000



LIQUOR CONTROL BOARD

The mission of the [Pennsylvania Liquor Control Board \(PLCB\)](#) is to responsibly sell wine and spirits as a retailer and wholesaler, regulate Pennsylvania's alcohol industry, promote alcohol education and social responsibility, and maximize financial returns for the benefit of all Pennsylvanians.

The board regulates the manufacture, importation, sale, distribution, and disposition of liquor, alcohol, and malt or brewed beverages in the Commonwealth.

PLCB revenues from licensing fees and the sale of wines and spirits cover the cost of merchandise sold and all operating and administrative expenses, as well as funding for alcohol education, enforcement, and misuse programs. Remaining proceeds from operations are transferred annually to the Commonwealth's General Fund.

Programs and Goals

Liquor Control: *To responsibly sell wine and spirits as a retailer and wholesaler, regulate Pennsylvania's alcohol industry, promote alcohol education and social responsibility, and maximize financial returns for the benefit of all Pennsylvanians.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:

STATE STORES FUND:

General Operations (EA).....	\$ 840,232	\$ 748,404	\$ 793,472
(A)Sale of Automobiles.....	-	20	20
Purchase of Liquor (EA).....	1,757,200	1,687,577	1,579,860
Comptroller Operations (EA).....	6,650	6,650	6,746
Transfer for Wine, Beer, and Spirits Boards (EA)	3,737	3,000	3,000
Transfer to the General Fund (EA).....	185,100	180,422 ^a	80,668

STATE STORES FUND TOTAL.....	\$ 2,792,919	\$ 2,626,073	\$ 2,463,766

^a Reflects recommended executive authorization reduction of \$4,678,000.

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

LIQUOR CONTROL:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-
OTHER FUNDS	2,792,919	2,626,073	2,463,766	2,445,889	2,430,760	2,416,201
DEPARTMENT TOTAL	<u>\$ 2,792,919</u>	<u>\$ 2,626,073</u>	<u>\$ 2,463,766</u>	<u>\$ 2,445,889</u>	<u>\$ 2,430,760</u>	<u>\$ 2,416,201</u>

Program: Liquor Control

Goal: To responsibly sell wine and spirits as a retailer and wholesaler, regulate Pennsylvania's alcohol industry, promote alcohol education and social responsibility, and maximize financial returns for the benefit of all Pennsylvanians.

Retail Sales of Alcohol

The [Pennsylvania Liquor Control Board \(PLCB\)](#) is the primary retailer of wine and spirits in Pennsylvania, operating Fine Wine & Good Spirits stores, including Premium Collection stores, as well as Licensee Service Centers. The board also offers online sales of wine and spirits delivered to consumers' homes or stores of their choice through their website, [FWGS.com](#). The PLCB aims to provide a wide variety of quality wines and spirits at competitive prices that will appeal to a demographically diverse population of Pennsylvanians. If the board does not carry products consumers seek, it strives to make those products available through special orders, whereby the PLCB facilitates sales between wine and spirits suppliers and customers.

Wholesale Distribution of Alcohol to Licensees

As the wholesaler of wine and spirits to thousands of licensees, the board is committed to partnering with licensees in building collaborative relationships, developing innovative delivery and product offerings, and effectively and efficiently coordinating distribution of alcohol in ways that meet wholesale customers' needs.

Licensees can order products through the [Licensee Online Order Portal \(LOOP\)](#), one of the Licensee Service Centers, or from retail stores. Licensees ordering in larger volume can participate in the PLCB's Licensee Delivery program, which offers a trailer drop program and direct delivery to licensee locations from board distribution centers.

The PLCB's Wholesale Operations division also actively manages product needs for the growing number of wine-to-go retailers in Pennsylvania, including hundreds of grocery and convenience stores across the state.

Licensing

The board licenses and regulates retail and wholesale licensees in the Commonwealth, processes applications for various license and permit authorities, and conducts thousands of investigations each year.

While the PLCB is responsible for issuing and renewing liquor licenses, enforcement of liquor laws is the responsibility of the [Pennsylvania State Police Bureau of Liquor Control Enforcement](#). The board can, however, refuse to renew a license, and has limited authority, through the [Licensee Compliance](#) program, to conduct on-site inspections of establishments and immediately suspend a license if a licensee fails to meet certain license requirements. The PLCB also has a nuisance bar program that utilizes partnerships with the local community, law enforcement agencies, and government entities to build evidence when a licensee has abused license privileges for use during the license renewal process. The board continues to offer multiple opportunities for expired restaurant licenses each year to individuals and entities seeking to obtain these licenses.

Alcohol Education

The PLCB [educates](#) the public on the responsible use of alcohol, focusing on three key pillars: delivering no-use and zero tolerance messages to those under the age of 21, encouraging responsible consumption for those over 21, and promoting responsible alcohol service and practices among licensees.

The board educates the public about the dangers of underage and hazardous drinking through a variety of avenues, including a free alcohol education [conference](#), the creation and distribution of a wide range of educational materials, and training and technical assistance for organizations working to reduce issues related to irresponsible consumption.

The PLCB offers funding for [educational grants](#) that enable schools, colleges, community organizations, and law enforcement agencies to combat underage and dangerous drinking. Additionally, the [Responsible Alcohol Management Program \(RAMP\)](#), offers responsible service training to Pennsylvania licensees.

The board also provides an alcohol education and prevention campaign targeting Pennsylvania parents of children ages 8 through 12, called [Know When. Know How](#). The objective of the campaign is to prevent underage drinking by providing parents with the information, tools, and confidence they need to begin having meaningful and effective conversations about alcohol at an early age before trial or use of alcohol begins.

Program: Liquor Control, continued

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Operations (EA)		Comptroller Operations (EA)	
\$ 45,068	—to continue current program.	\$ 96	—to continue current program.
Purchase of Liquor (EA)		Transfer to the General Fund (EA)	
\$ (107,717)	—for inventory costs.	\$ (99,754)	—decrease in the amount available for transfer to the General Fund.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE STORES FUND:							
General Operations (EA) ...	\$ 840,232	\$ 748,404	\$ 793,472	\$ 793,472	\$ 793,472	\$ 793,472	\$ 793,472
Purchase of Liquor (EA)	1,757,200	1,687,577	1,579,860	1,561,890	1,546,760	1,532,200	1,520,630
Comptroller Operations (EA).....	6,650	6,650	6,746	6,746	6,746	6,746	6,746
Transfer for Wine, Beer, and Spirits Boards (EA)	3,737	3,000	3,000	3,000	3,000	3,000	3,000
Transfer to the General Fund (EA)	185,100	180,422	80,668	80,761	80,762	80,763	80,763
TOTAL STATE STORES FUND	\$2,792,919	\$2,626,053	\$2,463,746	\$2,445,869	\$2,430,740	\$2,416,181	\$2,404,611

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase revenue contributions to the General Fund by maximizing returns.							
Pennsylvania State Liquor Stores.....	594	588	586	584	576	576	576
Gross sales (in thousands, excluding liquor taxes and sales taxes)	\$ 2,327,109	2,427,021	2,537,413	2,521,149	2,541,922	2,512,630	2,478,800
Total contributions from State Stores Fund (in thousands, including liquor taxes, sales taxes, and General Fund transfer)	\$ 764,816	786,016	813,423	811,240	815,000	810,650	704,290
Increase the number of individuals that receive alcohol education to promote moderation and avoidance of abuse among legal consumers, and prevention of purchase and consumption by minors.							
Alcohol education grants awarded.....	82	83	97	97	86	86	95
Alcohol education grant money awarded (in thousands)	\$ 1,400	1,388	1,698	1,667	1,701	1,611	2,000
Owners/managers receiving Responsible Alcohol Management Program (RAMP) training	5,577	6,595	6,731	6,643	6,981	7,000	7,000
Servers/sellers receiving RAMP training	70,833	98,851	104,273	108,572	107,477	110,000	110,000
Establishments that are RAMP certified	1,824	1,761	2,229	1,863	2,817	2,900	3,000



MILITARY AND VETERANS AFFAIRS

Pennsylvania's [Department of Military and Veterans Affairs \(DMVA\)](#) has a dual mission: to provide quality service to the Commonwealth's veterans and their families, and to oversee and support the members of the [Pennsylvania National Guard \(PNG\)](#).

The department provides resources and assistance to veterans and their families and quality care for aging and disabled veterans.

DMVA strengthens our Commonwealth and nation by serving our veterans and citizens through partnerships with other governmental and non-governmental agencies, while simultaneously preparing military personnel to safeguard our way of life, both domestically and abroad.

Programs and Goals

State Military Readiness: *To achieve and maintain readiness capability in units of the Pennsylvania National Guard for quick and effective response to state or federal mobilization.*

Veterans Homes: *To provide nursing and domiciliary care for veterans.*

Compensation and Assistance: *To provide advisory and financial assistance to eligible Pennsylvania veterans, guard members, and their dependents.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 36,571	\$ 38,999	\$ 41,161
(F)Facilities Maintenance	110,000	115,000	120,000
(F)Federal Construction Grants.....	120,000	80,000	80,000
(F)Suicide Mortality Review.....	600	600	-
(F)Suicide Mortality Review (EA)	600	-	-
(F)State Opioid Response (EA).....	2,385	892	-
(F)Byrne State Crisis Intervention Program (EA)	-	103	42
(A)Utility Reimbursements.....	80	85	90
(A)Housing Fees	95	140	183
(A)IRA Direct Pay Tax Credit Reimbursement.....	-	29	-
(A)Miscellaneous.....	70	76	51
(R)Audiovisual Upgrades-DMVA (EA).....	-	- ^a	-
(R)Military Family Relief Assistance.....	57	100	100
(R)State Military Justice	-	1	1
(R)Seized/Forfeited Property-Federal	-	250	250
Subtotal.....	<u>\$ 270,458</u>	<u>\$ 236,275</u>	<u>\$ 241,878</u>
Keystone State ChalleNGe Academy.....	2,175	2,535	2,749
Burial Detail Honor Guard.....	187	187	187
American Battle Monuments	50	50	50
Armory Maintenance and Repair.....	3,145	3,245	3,965
Special State Duty	70	70	200
Subtotal - State Funds.....	\$ 42,198	\$ 45,086	\$ 48,312
Subtotal - Federal Funds.....	233,585	196,595	200,042
Subtotal - Augmentations	245	330	324
Subtotal - Restricted	57	351	351
Total - General Government.....	<u>\$ 276,085</u>	<u>\$ 242,362</u>	<u>\$ 249,029</u>

Institutional:

Veterans Homes.....	\$ 161,595	\$ 146,891	\$ 131,219
(F)Operations and Maintenance.....	60,164	92,000	124,000
(F)Medical Reimbursements	100	100	250
(F)Enhanced Veterans Reimbursement.....	38,950	38,950	38,000
(A)Residential Fees.....	17,254	22,405	23,200
(A)Aid and Attendance Payments	4,428	-	-
(A)Pharmaceutical Reimbursements.....	2,152	2,154	2,226
(A)Estate Collections.....	2,637	2,245	2,662
(A)Physical and Occupational Therapy Reimbursements.....	470	471	472

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(A)Insurance and Third-Party Reimbursements.....	18	16	20
(A)Miscellaneous.....	10	15	11
Subtotal.....	\$ 287,778	\$ 305,247	\$ 322,060
Subtotal - State Funds.....	\$ 161,595	\$ 146,891	\$ 131,219
Subtotal - Federal Funds.....	99,214	131,050	162,250
Subtotal - Augmentations.....	26,969	27,306	28,591
Total - Institutional.....	\$ 287,778	\$ 305,247	\$ 322,060
Grants and Subsidies:			
Education of Veterans Children	\$ 320	\$ 375 ^b	\$ 425
Transfer to Educational Assistance Program Fund.....	13,525	14,525	14,525
Blind Veterans Pension.....	222	222	222
Amputee and Paralyzed Veterans Pension.....	4,173	4,575	5,040
National Guard Pension	5	5	5
Supplemental Life Insurance Premiums	164	164	164
Civil Air Patrol	100	100	120
Disabled American Veterans Transportation.....	336	336	336
Veterans Outreach Services	4,802	4,802	4,901
Total - Grants and Subsidies.....	\$ 23,647	\$ 25,104	\$ 25,738
STATE FUNDS.....	\$ 227,440	\$ 217,081	\$ 205,269
FEDERAL FUNDS.....	332,799	327,645	362,292
AUGMENTATIONS	27,214	27,636	28,915
RESTRICTED.....	57	351	351
GENERAL FUND TOTAL.....	\$ 587,510	\$ 572,713	\$ 596,827
OTHER FUNDS:			
EDUCATIONAL ASSISTANCE PROGRAM FUND:			
National Guard Education (EA).....	\$ 3,415 ^c	\$ 3,183 ^c	\$ 3,475 ^c
(R)Military Family Education (EA).....	- ^c	- ^c	- ^c
EDUCATIONAL ASSISTANCE PROGRAM FUND TOTAL	\$ 3,415	\$ 3,183	\$ 3,475
PENNSYLVANIA VETERANS MONUMENTS AND MEMORIAL TRUST FUND:			
Veterans Memorial (EA).....	\$ 95	\$ 95	\$ 95
STATE TREASURY ARMORY FUND:			
Armory Improvements.....	\$ 464	\$ 575	\$ 600
VETERANS TRUST FUND:			
Grants and Assistance (EA).....	\$ 1,455	\$ 1,600	\$ 1,600

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 227,440	\$ 217,081	\$ 205,269
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	332,799	327,645	362,292
AUGMENTATIONS	27,214	27,636	28,915
RESTRICTED	57	351	351
OTHER FUNDS.....	5,429	5,453	5,770
TOTAL ALL FUNDS	\$ 592,939	\$ 578,166	\$ 602,597

^a Transfer from Enterprise and Technology not added to avoid double counting. Audiovisual Upgrades-DMVA (EA) for 2025-26 Available is \$504,000.

^b Includes recommended supplemental appropriation of \$25,000.

^c The National Guard Education (EA) for 2024-25 Actual is \$13,698,000, 2025-26 Available is \$13,830,000, and 2026-27 Budget is \$14,000,000. The (R)Military Family Education (EA) for 2024-25 Actual is \$3,242,000, 2025-26 Available is \$3,878,000, and 2026-27 Budget is \$4,000,000. The amount of the General Fund transfer into the Educational Assistance Program Fund is not included to avoid double counting.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE MILITARY READINESS:							
GENERAL FUND.....	\$ 40,023	\$ 42,551	\$ 45,563	\$ 45,563	\$ 45,563	\$ 45,563	\$ 45,563
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	232,385	195,892	200,000	200,000	200,000	200,000	200,000
AUGMENTATIONS	245	330	324	324	324	324	324
RESTRICTED	-	250	250	250	250	250	250
OTHER FUNDS.....	559	670	695	616	516	416	316
SUBCATEGORY TOTAL....	<u>\$ 273,212</u>	<u>\$ 239,693</u>	<u>\$ 246,832</u>	<u>\$ 246,753</u>	<u>\$ 246,653</u>	<u>\$ 246,553</u>	<u>\$ 246,453</u>
VETERANS HOMES:							
GENERAL FUND.....	\$ 161,595	\$ 146,891	\$ 131,219	\$ 133,313	\$ 135,033	\$ 136,753	\$ 138,473
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	99,214	131,050	162,250	162,250	162,250	162,250	162,250
AUGMENTATIONS	26,969	27,306	28,591	28,591	28,591	28,591	28,591
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 287,778</u>	<u>\$ 305,247</u>	<u>\$ 322,060</u>	<u>\$ 324,154</u>	<u>\$ 325,874</u>	<u>\$ 327,594</u>	<u>\$ 329,314</u>
COMPENSATION AND ASSISTANCE:							
GENERAL FUND.....	\$ 25,822	\$ 27,639	\$ 28,487	\$ 31,631	\$ 33,309	\$ 35,497	\$ 36,197
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,200	703	42	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	57	101	101	101	101	101	101
OTHER FUNDS.....	4,870	4,783	5,075	2,000	1,550	717	1,206
SUBCATEGORY TOTAL....	<u>\$ 31,949</u>	<u>\$ 33,226</u>	<u>\$ 33,705</u>	<u>\$ 33,732</u>	<u>\$ 34,960</u>	<u>\$ 36,315</u>	<u>\$ 37,504</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 227,440	\$ 217,081	\$ 205,269	\$ 210,507	\$ 213,905	\$ 217,813	\$ 220,233
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	332,799	327,645	362,292	362,250	362,250	362,250	362,250
AUGMENTATIONS	27,214	27,636	28,915	28,915	28,915	28,915	28,915
RESTRICTED	57	351	351	351	351	351	351
OTHER FUNDS.....	5,429	5,453	5,770	2,616	2,066	1,133	1,522
DEPARTMENT TOTAL	<u>\$ 592,939</u>	<u>\$ 578,166</u>	<u>\$ 602,597</u>	<u>\$ 604,639</u>	<u>\$ 607,487</u>	<u>\$ 610,462</u>	<u>\$ 613,271</u>

Program: State Military Readiness

Goal: To achieve and maintain readiness capability in units of the Pennsylvania National Guard for quick and effective response to state or federal mobilization.

The [Department of Military and Veterans Affairs \(DMVA\)](#) runs the [State Military Readiness](#) program which provides the administrative, logistical, and training support necessary for the [Pennsylvania National Guard \(PNG\)](#) to maintain requisite readiness capability to serve during emergencies. Such emergencies may result in full or partial mobilization of the PNG for state service in the Commonwealth or federal service anywhere in the world. Costs for military equipment, supplies, and training are funded solely by the federal government. The readiness capability of units is evaluated according to established federal inspection and training standards. Primary efforts are directed toward maintaining the PNG in top readiness condition to perform state and federal missions. The training of personnel is dependent upon the operation, maintenance, and repair of numerous PNG armories and readiness centers, support facilities, Air National Guard bases, and installations. These facilities may also be utilized as mass care centers for disaster victims in addition to providing meeting and recreational facilities for local civic and youth organizations. A statewide communications network provides fast and effective response to state or federal mobilization.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		Special State Duty	
\$ 2,162	—to continue current program.	\$ 130	—to continue current program.
Armory Maintenance and Repair			
\$ 720	—to continue current program while ensuring continued solvency in the State Treasury Armory Fund.		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
General Government Operations...	\$ 36,571	\$ 38,999	\$ 41,161	\$ 41,161	\$ 41,161	\$ 41,161	\$ 41,161
Burial Detail Honor Guard.....	187	187	187	187	187	187	187
American Battle Monuments.....	50	50	50	50	50	50	50
Armory Maintenance and Repair ...	3,145	3,245	3,965	3,965	3,965	3,965	3,965
Special State Duty	70	70	200	200	200	200	200
TOTAL GENERAL FUND	\$ 40,023	\$ 42,551	\$ 45,563	\$ 45,563	\$ 45,563	\$ 45,563	\$ 45,563

Program: State Military Readiness, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain the strength and readiness of the Pennsylvania Army National Guard.							
Pennsylvania Army National Guard End Strength Ceiling	14,655	14,655	14,315	13,260	13,321	13,300	13,000
Pennsylvania Army National Guard Assigned	13,670	13,245	12,960	12,943	13,145	13,300	13,000
Percentage of Pennsylvania Army National Guard Current Strength %	93	90	91	98	98	100	100
Department of Defense personnel receiving training at Fort Indiantown Gap	103,066	93,177	117,629	135,595	119,017	141,073	141,073
Non-Department of Defense personnel receiving training at Fort Indiantown Gap	4,058	11,287	5,605	7,507	8,654	8,275	8,275
Maintain the strength and readiness of the Pennsylvania Air National Guard.							
Pennsylvania Air National Guard End Strength Ceiling	4,184	4,190	4,114	4,151	4,187	4,151	4,151
Pennsylvania Air National Guard Assigned	4,021	3,951	3,857	3,812	3,823	4,151	4,151
Percentage of the Pennsylvania Air National Guard Current Strength %	96	94	94	92	91	100	100
Maintain a network of readiness centers and Air National Guard bases that provide a professional working environment, ensure cost effectiveness, and establish the National Guard as a good neighbor.							
Percentage of readiness centers and field sites rated adequate to satisfy the mission..... %	50	46	53	60	60	59	59

Program: Veterans Homes

Goal: To provide nursing and domiciliary care for veterans.

DMVA provides Pennsylvania veterans with various levels of care at six veterans homes located throughout the Commonwealth. The [Pennsylvania Soldiers and Sailors Home](#) in Erie, the [Hollidaysburg Veterans Home](#) in Duncansville, and the [Southeastern Veterans Center](#) in Spring City provide skilled nursing, dementia/memory care, and domiciliary and personal care. The [Gino J. Merli Veterans Center](#) in Scranton, the [Southwestern Veterans Center](#) in Pittsburgh, and the [Delaware Valley Veterans Home](#) in Philadelphia provide skilled nursing and dementia/memory care.

The United States Department of Veterans Affairs provides financial assistance for care received at the state veterans homes, including a personal needs allowance for residents. DMVA maximizes federal funds and augmentations through participation in the Enhanced Veterans Reimbursement initiative for residents eligible for Medicaid reimbursement, Medicare Part B, Medicare Part D, and PACE/PACENET.

Expenditures by Veterans Home: (Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27		2024-25	2025-26	2026-27
	Actual	Available	Budget		Actual	Available	Budget
Pennsylvania Soldiers and Sailors Home				Southwestern Veterans Center			
State Funds	\$ 19,760	\$ 22,507	\$ 18,002	State Funds.....	\$ 20,412	\$ 18,746	\$ 13,546
Federal Funds.....	10,601	8,912	16,887	Federal Funds.....	16,614	24,144	29,809
Augmentations.....	4,062	4,172	4,544	Augmentations	2,939	2,993	3,071
TOTAL.....	\$ 34,423	\$ 35,591	\$ 39,433	TOTAL	\$ 39,965	\$ 45,883	\$ 46,426
Hollidaysburg Veterans Home				Delaware Valley Veterans Home			
State Funds	\$ 33,623	\$ 32,915	\$ 32,215	State Funds.....	\$ 14,781	\$ 12,212	\$ 10,790
Federal Funds.....	17,656	21,254	25,904	Federal Funds.....	16,837	22,610	26,935
Augmentations.....	6,271	6,549	6,699	Augmentations	3,887	3,914	4,110
TOTAL.....	\$ 57,550	\$ 60,718	\$ 64,818	TOTAL	\$ 35,505	\$ 38,736	\$ 41,835
Southeastern Veterans Center				Central Veterans Homes Services			
State Funds	\$ 25,840	\$ 18,044	\$ 16,834	State Funds.....	\$ 27,087	\$ 26,687	\$ 24,595
Federal Funds.....	19,991	29,653	33,868	Federal Funds.....	-	-	-
Augmentations.....	5,628	5,496	5,769	Augmentations	-	-	-
TOTAL.....	\$ 51,459	\$ 53,193	\$ 56,471	TOTAL	\$ 27,087	\$ 26,687	\$ 24,595
Gino J. Merli Veterans Center				TOTAL - ALL VETERANS HOMES			
State Funds	\$ 20,092	\$ 15,780	\$ 15,237	State Funds.....	\$ 161,595	\$ 146,891	\$ 131,219
Federal Funds.....	17,515	24,477	28,847	Federal Funds.....	99,214	131,050	162,250
Augmentations.....	4,182	4,182	4,398	Augmentations	26,969	27,306	28,591
TOTAL.....	\$ 41,789	\$ 44,439	\$ 48,482	TOTAL	\$ 287,778	\$ 305,247	\$ 322,060

Program: Veterans Homes, continued

Veterans Home Populations

	Population	Population	Projected Population	Projected Bed Capacity	Projected % of Capacity
Veterans Home	July 2024	July 2025	July 2026	July 2026	July 2026
Pennsylvania Soldiers and Sailors Home	161	161	172	207	83.1%
Hollidaysburg Veterans Home	251	264	265	300	88.3%
Southeastern Veterans Center	208	232	250	292	85.6%
Gino J. Merli Veterans Center	177	181	190	196	96.9%
Southwestern Veterans Center	148	171	172	236	72.9%
Delaware Valley Veterans Home	160	159	171	171	100.0%
Total	1,105	1,168	1,220	1,402	87.0%

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Veterans Homes

\$ (15,672) —to reflect change in federal earnings.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Veterans Homes	<u>\$ 161,595</u>	<u>\$ 146,891</u>	<u>\$ 131,219</u>	<u>\$ 133,313</u>	<u>\$ 135,033</u>	<u>\$ 136,753</u>	<u>\$ 138,473</u>

Program: Compensation and Assistance

Goal: To provide advisory and financial assistance to eligible Pennsylvania veterans, guard members, and their dependents.

DMVA administers several activities within this program to aid qualified veterans, guard members, and their families.

- [Education of Children of Deceased and Disabled Veterans](#). The program provides financial assistance to children of honorably discharged veterans who have service-connected disabilities and served during a period of war or armed conflict and children of veterans who die or died in service during a period of war or armed conflict.
- [Educational Assistance — National Guard](#). Tuition grants are provided for certain members of the PNG who enroll in a Pennsylvania institution of higher learning with degree-granting status.
- [Military Family Education Program](#). PNG members who commit to an additional six years of service can receive ten semesters of higher education benefits for their spouses and children.
- [Blind Veterans Pension](#). Pensions are provided for Pennsylvania veterans who incurred functional blindness while performing active military service and are rated as blinded through service connection by the U.S. Department of Veterans Affairs (USDVA).
- [Amputee and Paralyzed Veterans Pension](#). Pensions are provided to Pennsylvania veterans who are rated by the USDVA to have a service-connected loss or loss of use of two or more extremities.
- [National Guard Pension](#). The program provides compensation for guard members who are injured or disabled or to dependent family members of guard members who die while performing duty in active service to the Commonwealth, or in the performance of other state military duty.
- [Supplemental Life Insurance Premiums](#). DMVA pays or reimburses the cost not paid by the federal government of group life insurance premiums for eligible soldiers and airmen of the PNG.
- [Veterans Outreach Services](#). The Veterans Service Organizations program provides grants to veteran service organizations for the improvement of the administration and delivery of services to Pennsylvania veterans.
- [Disabled Veterans Real Estate Tax Exemption](#). This program provides a real estate tax exemption for any honorably discharged veteran who is determined by the USDVA to be 100 percent permanently disabled and demonstrate financial need.
- [Military Family Relief Assistance Program](#). The program was created to provide for short-term financial relief to families in need due to deployment of a family member.
- [Keystone State Challenge Academy](#). The academy serves young people who are experiencing difficulty in traditional high school through a quasi-military, five-month residential program. Among graduates, the vast majority leave the program with a recognized credential or with credits toward high school graduation.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Keystone State Challenge Academy		Civil Air Patrol	
\$	214	—to continue current program.	\$ 20 —to continue current program.
Education of Veterans Children		Veterans Outreach Services	
\$	50	—to continue current program.	\$ 99 —to continue current program.
Amputee and Paralyzed Veterans Pension			
\$	465	—to continue current program.	

Program: Compensation and Assistance, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
GENERAL FUND:	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Keystone State Challenge Academy	\$ 2,175	\$ 2,535	\$ 2,749	\$ 2,749	\$ 2,749	\$ 2,749	\$ 2,749
Education of Veterans Children	320	375	425	425	425	425	425
Transfer to Educational Assistance Program Fund	13,525	14,525	14,525	17,500	19,000	21,000	21,500
Blind Veterans Pension	222	222	222	222	222	222	222
Amputee and Paralyzed Veterans Pension ..	4,173	4,575	5,040	5,040	5,040	5,040	5,040
National Guard Pension.....	5	5	5	5	5	5	5
Supplemental Life Insurance Premiums	164	164	164	164	164	164	164
Civil Air Patrol	100	100	120	120	120	120	120
Disabled American Veterans Transportation	336	336	336	336	336	336	336
Veterans Outreach Services	4,802	4,802	4,901	5,070	5,248	5,436	5,636
TOTAL GENERAL FUND	\$ 25,822	\$ 27,639	\$ 28,487	\$ 31,631	\$ 33,309	\$ 35,497	\$ 36,197

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Improve access and increase the number of eligible veterans and family members who receive federal, state, and local benefits.							
Burial Honors Program services	3,407	3,424	2,937	3,200	2,937	3,100	3,100
Veterans who received benefits in accordance with the Veterans Temporary Assistance (VTA) Program	338	414	462	476	591	505	505
New federal claims for Pennsylvania veterans (compensation and pension claims)	36,519	38,359	42,285	47,604	51,916	50,503	50,503
New claims filed by participants in the Veterans Service Officer Outreach Grant Program (Act 66 of 2007)	73,284	73,156	73,803	75,134	77,538	78,169	78,169
Increase placement and referral opportunities of transitioning service members, veterans, and Pennsylvania reservists for behavioral health, education/training, and career placement services.							
National Guard personnel receiving educational financial aid	1,880	1,891	2,102	2,180	2,152	2,300	2,400
Veterans assisted through Veterans Trust Fund grants.....	10,922	20,325	17,500	17,500	17,500	23,500	23,500
New individuals registered through the Veterans Registry - service in Armed Forces ..	7,320	5,161	6,765	8,922	5,397	15,546	15,546
New individuals registered through the Veterans Registry - no service in Armed Forces.....	309	267	255	438	283	1,296	1,296
Recipients in the Military Family Education Program	196	225	268	313	344	400	450



MILK BOARD

The mission of the [Milk Board](#) is to ensure that Pennsylvania's dairy industry remains viable by providing a regulatory environment that facilitates a safe, adequate supply of wholesome milk, while providing security for its dairy farmers and milk dealers, and protection for the public health and welfare of consumers.

Programs and Goals

Milk Industry Regulation: *To maintain an adequate supply of wholesome fluid milk.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:**MILK MARKETING FUND:**

General Operations	\$ 2,840	\$ 2,947	\$ 2,947

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

MILK INDUSTRY REGULATION:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-
OTHER FUNDS	2,840	2,947	2,947	2,947	2,947	2,947
DEPARTMENT TOTAL	<u>\$ 2,840</u>	<u>\$ 2,947</u>	<u>\$ 2,947</u>	<u>\$ 2,947</u>	<u>\$ 2,947</u>	<u>\$ 2,947</u>

Program: Milk Industry Regulation

Goal: To maintain an adequate supply of wholesome fluid milk.

The [Milk Board](#) is financed through milk industry licensing fees, permitting fees, and fines. The board supervises, inspects, and regulates the milk industry throughout the Commonwealth, and establishes reasonable trade control and marketing practices. The board formulates policy, holds public hearings, and subsequently issues and enforces general marketing orders, rules, and regulations. The board also handles prosecution and levying of penalties against violators of the [Milk Marketing Law](#), the [Milk Producers' Security Act](#), and [board regulations](#).

The board's major function is to ensure an adequate milk supply by setting minimum prices paid to farmers, minimum prices dealers can charge wholesale and retail customers, and minimum prices stores can charge consumers. Pennsylvania is divided into six milk marketing areas for purposes of establishing minimum wholesale and retail prices. The regulation process is complicated by the existence of federal marketing orders, which are prices established by the federal government that must be paid to producers.

The board generally holds two public hearings each year dealing specifically with Class 1 producer prices; these hearings establish the over-order premium. Additionally, the board holds one hearing each year for each milk marketing area to update costs and minimum prices.

The board has implemented an automated milk accounting and regulatory system. The system values milk based on component pricing by allowing adaptation to changes in the state and federal regulatory environment. [Pricing information](#) collected through the system and from [public hearings](#) is used by the board to establish minimum milk prices.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Operations is recommended at the current year funding level.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MILK MARKETING FUND:							
General Operations	\$ 2,840	\$ 2,947	\$ 2,947	\$ 2,947	\$ 2,947	\$ 2,947	\$ 2,947

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain producer payment compliance at or above 99 percent for all payment amounts due to Pennsylvania dairy farmers.							
Percentage of producer payments made adequately and on time	%	99	99	99	99	99	99
Audit milk dealers for compliance with milk sales, rules, and regulations.							
Percentage of milk dealers audited for compliance of milk sales, rules, and regulations	%	100	100	100	100	100	100



PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM

The mission of the [Public School Employees' Retirement System \(PSERS\)](#) is to be a partner with our members to fulfill the promise of a secure retirement.

The system is responsible for administering the Public School Employees' Retirement Fund, the PSERS - Defined Contribution Fund, as well as premium assistance benefits and supplemental retirement allowances for annuitants.

Programs and Goals

Public School Employees' Retirement: *To provide retirement benefits to public school employees of the Commonwealth of Pennsylvania.*

Public School Employees' Retirement System

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:

PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND:

Administration.....	\$ 61,403	\$ 64,523	\$ 65,537
Investment Related Expenses.....	37,783	40,881	37,987
(R)Health Insurance Account	1,285	1,317	1,084

PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND TOTAL	\$ 100,471	\$ 106,721	\$ 104,608

PSERS - DEFINED CONTRIBUTION FUND:

(R)Administration.....	\$ 1,282	\$ 1,405	\$ 1,499

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	101,753	108,126	106,107
TOTAL ALL FUNDS	\$ 101,753	\$ 108,126	\$ 106,107

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

PUBLIC SCHOOL EMPLOYEES' RETIREMENT:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-
OTHER FUNDS	101,753	108,126	106,107	106,107	106,107	106,107
DEPARTMENT TOTAL	\$ 101,753	\$ 108,126	\$ 106,107	\$ 106,107	\$ 106,107	\$ 106,107

Public School Employees' Retirement System

Program: Public School Employees' Retirement

Goal: To provide retirement benefits to public school employees of the Commonwealth of Pennsylvania.

The [Public School Employees' Retirement System \(PSERS\)](#) was established in 1917 to administer retirement benefits of eligible public school employees. The Public School Employees' Retirement Fund uses contributions from employees and their employers, as well as earnings from investments, to pay for annuities, disability benefits, and administration of the system.

PSERS undergoes an annual independent [actuarial valuation](#) to calculate the assets and liabilities of the pension fund. Based on the actuarial valuation process and legal requirements, PSERS develops the recommended employer contribution rate. Normal retirement for most public school employees is age 60, or at any age with 35 years of service. Retirement is possible after five years of service but is actuarially reduced to the equivalent of the annuity that would have been payable at normal system retirement age.

PSERS' [investment portfolio](#) is diversified to emphasize a long-term investment approach. The system aims to invest its assets to maximize returns based on the level of risk taken and strives to achieve a net-of-fee return that exceeds the [Policy Index](#). The Policy Index is a custom benchmark, based on the PSERS board-established asset allocation structure, that seeks to generate a return that meets the actuarial rate of return assumption.

[Act 5 of 2017](#) implemented a substantial change to PSERS' operations and made significant changes to PSERS' benefit structure for new members. On July 1, 2019, the stand-alone defined benefit plan was discontinued for new members of PSERS but individuals were able to choose one of three retirement plan options for their retirement benefits. The new plan design options include two [hybrid plans](#) consisting of defined benefit and defined contribution components and a stand-alone [defined contribution plan](#).

PSERS is also responsible for the administration of the [Public School Retirees' Health Insurance Account](#) that provides [premium assistance](#) benefits to retirees.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND:			PSERS - DEFINED CONTRIBUTION FUND:		
Administration			Administration		
\$ 1,014	—to continue current program.		\$ 94	—to continue current program.	
Investment Related Expenses					
\$ (2,894)	—to continue current program.				

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND:							
Administration	\$ 61,403	\$ 64,523	\$ 65,537	\$ 65,537	\$ 65,537	\$ 65,537	\$ 65,537
Investment Related Expenses	37,783	40,881	37,987	37,987	37,987	37,987	37,987
TOTAL PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND	\$ 99,186	\$ 105,404	\$ 103,524	\$ 103,524	\$ 103,524	\$ 103,524	\$ 103,524

Public School Employees' Retirement System

Program: Public School Employees' Retirement, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PSERS - DEFINED CONTRIBUTION FUND:							
(R)Administration	\$ 1,282	\$ 1,405	\$ 1,499	\$ 1,499	\$ 1,499	\$ 1,499	\$ 1,499

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase members' awareness of PSERS benefits.							
Percentage of retiring members attending counseling with PSERS	% 60	62	63	64	63	64	64
Provide timely and accurate retirement benefit payments.							
Retired employees (annuitants), beneficiaries, and survivor annuitants ..	242,839	246,901	249,724	253,896	254,735	257,282	259,855
Pension and Health Care Premium Assistance benefit payments (in billions).....	\$ 7.27	7.41	7.59	7.71	7.90	8.04	8.18



PUBLIC UTILITY COMMISSION

The mission of the [Pennsylvania Public Utility Commission \(PUC\)](#) is to balance the needs of consumers and utilities; ensure safe and reliable utility service at reasonable rates; protect the public interest; educate consumers to make independent and informed utility choices; further economic development; and foster new technologies and competitive markets in an environmentally sound manner.

The commission is comprised of five members appointed by the Governor with Senate confirmation.

Programs and Goals

Regulation of Public Utilities: *To ensure that safe and adequate public utility services are available to the public at fair and reasonable rates.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
(R)General Government Operations	\$ 88,386	\$ 96,006	\$ 98,102
(F)Natural Gas Pipeline Safety.....	4,200	5,110	5,383
(F)Motor Carrier Safety	2,016	500	-
(F)IRA-Transmission Siting Program	1,500	2,500	-
(A)Grants from Other Entities.....	-	650	1,300
Subtotal - Federal Funds.....	7,716	8,110	5,383
Subtotal - Augmentations	-	650	1,300
Subtotal - Restricted.....	88,386	96,006	98,102
Total - General Government.....	\$ 96,102	\$ 104,766	\$ 104,785
FEDERAL FUNDS	7,716	8,110	5,383
AUGMENTATIONS	-	650	1,300
RESTRICTED	88,386	96,006	98,102
GENERAL FUND TOTAL	\$ 96,102	\$ 104,766	\$ 104,785
<u>OTHER FUNDS:</u>			
MARCELLUS LEGACY FUND:			
Transfer to Highway Bridge Improvement (EA)	\$ 14,416	\$ 22,170	\$ 19,746
Transfer to Environmental Stewardship Fund (EA).....	5,766	8,868	7,898
(R)Transfer to Hazardous Sites Cleanup Fund (EA).....	15,000	15,000	15,000
Transfer to Hazardous Sites Cleanup Fund (EA).....	2,883	4,434	3,949
County Rec Planning, Development, and Rehabilitation (EA)	8,649	13,302	11,847
Transfer to Commonwealth Financing Authority-H2O (EA)	7,208	11,084	9,872
Transfer to Commonwealth Financing Authority (EA).....	11,532	17,736	15,796
MARCELLUS LEGACY FUND TOTAL.....	\$ 65,454	\$ 92,594	\$ 84,108
UNCONVENTIONAL GAS WELL FUND:			
Gas Well Fee Administration (EA).....	\$ 1,000	\$ 1,000	\$ 1,000
Conservation District Grants (EA)	4,969	5,131	5,304
Transfer to Conservation District Fund (EA)	4,969	5,131	5,304
Transfer to Housing Afford and Rehab Enhancement Fund (EA).....	5,000	5,000	5,000
Host Counties (EA).....	29,338	46,087	40,849
Host Municipalities (EA)	30,153	47,367	41,984
Local Municipalities (EA).....	22,003	34,565	30,637
Transfer to Marcellus Legacy Fund (EA)	57,662	88,678	78,980
UNCONVENTIONAL GAS WELL FUND TOTAL	\$ 155,094	\$ 232,959	\$ 209,058

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	7,716	8,110	5,383
AUGMENTATIONS	-	650	1,300
RESTRICTED	88,386	96,006	98,102
OTHER FUNDS	220,548	325,553	293,166
TOTAL ALL FUNDS	\$ 316,650	\$ 430,319	\$ 397,951

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
REGULATION OF PUBLIC UTILITIES:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	7,716	8,110	5,383	5,383	5,383	5,383	5,383
AUGMENTATIONS	-	650	1,300	-	-	-	-
RESTRICTED	88,386	96,006	98,102	98,102	98,102	98,102	98,102
OTHER FUNDS	220,548	325,553	293,166	277,614	270,507	254,503	247,094
DEPARTMENT TOTAL	\$ 316,650	\$ 430,319	\$ 397,951	\$ 381,099	\$ 373,992	\$ 357,988	\$ 350,579

Program: Regulation of Public Utilities

Goal: To ensure that safe and adequate public utility services are available to the public at fair and reasonable rates.

The [Pennsylvania Public Utility Commission \(PUC\)](#) balances the needs of consumers and utilities to ensure safe and reliable utility service at reasonable rates; protects the public interest; educates consumers to make independent and informed utility choices; furthers economic development; and fosters new technologies and competitive markets in an environmentally sound manner.

The commission oversees over 9,000 entities furnishing a variety of essential services including electricity, natural gas, telephone, water, wastewater collection, and steam heat. Also included are entities furnishing transportation of passengers and property by motor coach, truck, taxicab, and natural gas pipeline operators, including those who transport hazardous materials. PUC is empowered to enforce federal pipeline safety laws as they relate to non-public utility gas and hazardous liquids pipeline equipment and facilities within Pennsylvania. The commission is funded by assessments on the regulated entities based upon their operating revenues along with federal grant monies.

The focus of PUC has expanded from the traditional role of approving the cost-based rates and regulating the service of all public utilities to a broader mandate of also enabling and facilitating competitive markets for the electric, natural gas, and telecommunications industries. The commission receives a steady number of rate requests from electric, natural gas, and water companies. PUC approval of mergers and acquisitions is an ongoing process, especially affecting the water and telecommunications industries.

The commission also:

- Collects unconventional gas well impact fees under [Act 13 of 2012](#) and distributes the proceeds to counties and municipalities;
- Ensures Pennsylvania's seven largest electric distribution companies develop [energy efficiency and conservation](#) plans to reduce the amount of electricity consumed by residential and business consumers;
- Enforces the [statute](#) requiring electric distribution companies and generation suppliers to include electricity generated from alternative energy resources in their sales to retail customers;
- Monitors the [broadband](#) deployment initiatives requiring participating incumbent local exchange carriers to provide access to broadband service to all Pennsylvanians at minimum speed standards for uploads and downloads;
- Ensures that telecommunications services for [eligible low-income consumers and households](#) meet or exceed national standards;
- Reviews petitions authorized under [Act 11 of 2012](#) by jurisdictional water and wastewater, natural gas, and electric utilities to implement a distribution system improvement charge to fund infrastructure upgrades; and
- Provides oversight of transportation services under [Act 164 of 2016](#), including services ranging from traditional taxis and limousines to ride-hailing transportation network companies.

Program Recommendations:

This budget recommends the following change from the restricted account: (Dollar Amounts in Thousands)

General Government Operations

\$ 2,096 —to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
(R)General Government Operations...	\$ 88,386	\$ 96,006	\$ 98,102	\$ 98,102	\$ 98,102	\$ 98,102	\$ 98,102

*Program: Regulation of Public Utilities, continued***Program Measures:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain safe and reliable utility services at affordable rates for consumers.							
Fixed Utility Audits Conducted - Adjustment Clause Rate and Reconciliation Reviews	382	382	387	362	370	370	370
Fixed Utility Audits Conducted - Management	6	6	4	6	9	9	6
Fixed Utility Audits Conducted - Financial Audits	64	86	68	71	82	70	75
Enforcement/Investigations Audits Conducted - Gas Safety	1,723	1,680	2,133	3,217	2,064	2,539	2,500
Transportation Audits Conducted - Rail Safety	2,018	2,020	2,025	2,025	2,064	2,045	2,040
Transportation Audits Conducted - Motor Safety	7,919	8,300	8,250	10,778	9,478	9,500	9,500



REVENUE

The mission of the [Department of Revenue](#) is to fairly, efficiently, and accurately administer Pennsylvania tax and Lottery programs.

The department collects all tax levies as well as various fees, fines, and other monies due to the Commonwealth. The department also supervises the administration and collection of monies for the first- and second-class county sales tax and various special funds.

The department prepares the official estimates of the tax yield due to the Commonwealth and analyzes the effect on revenues of proposed changes in either the laws or the tax structure of the Commonwealth.

Programs and Goals

Revenue Collection and Administration: To ensure the availability of resources for the Commonwealth's programs through the equitable and efficient administration of Pennsylvania's revenue system.

Community Development and Preservation: To equitably distribute the Public Utility Realty Tax to all reporting local taxing authorities.

Homeowners and Renters Assistance: To increase economic stability by assisting eligible Pennsylvania citizens in maintaining their homes.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
General Government Operations	\$ 159,401	\$ 160,198	\$ 167,990
(A)Departmental Services	- ^a	-	-
(A)Local Sales Tax Administration Fees	6,079	5,136	5,136
(A)Interagency Services	711	761	761
(A)Cigarette Tax Collection	601	894	894
(A)Tax Information.....	586	100	100
(A)Small Games of Chance.....	132	20	20
(A)Miscellaneous.....	3	6	6
(R)Adult Use Cannabis-Administration	-	-	1,500
Technology and Process Modernization	13,993	7,592	12,435
Commissions-Inheritance and Realty Transfer Taxes (EA).....	15,500	15,748	16,173
Subtotal - State Funds.....	\$ 188,894	\$ 183,538	\$ 196,598
Subtotal - Augmentations	8,112	6,917	6,917
Subtotal - Restricted.....	-	-	1,500
Total - General Government.....	\$ 197,006	\$ 190,455	\$ 205,015
<i>Grants and Subsidies:</i>			
Distribution of Public Utility Realty Tax	\$ 32,801	\$ 34,457	\$ 35,491
STATE FUNDS	\$ 221,695	\$ 217,995	\$ 232,089
AUGMENTATIONS	8,112	6,917	6,917
RESTRICTED	-	-	1,500
GENERAL FUND TOTAL	\$ 229,807	\$ 224,912	\$ 240,506
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Collections-Liquid Fuels Taxes	\$ 24,797	\$ 25,500	\$ 20,000
(F)Federal Fuel Tax Evasion Project (EA)	250	250	250
Subtotal - State Funds.....	\$ 24,797	\$ 25,500	\$ 20,000
Subtotal - Federal Funds.....	250	250	250
Total - General Government.....	\$ 25,047	\$ 25,750	\$ 20,250
<i>Refunds:</i>			
Refunding Liquid Fuels Taxes (EA)	\$ 29,715	\$ 30,280	\$ 25,480
STATE FUNDS	\$ 54,512	\$ 55,780	\$ 45,480
FEDERAL FUNDS	\$ 250	\$ 250	\$ 250
MOTOR LICENSE FUND TOTAL	\$ 54,762	\$ 56,030	\$ 45,730

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>LOTTERY FUND:</u>			
<i>General Government:</i>			
General Operations (EA)	\$ 83,701	\$ 83,701	\$ 83,701
(A)Licenses, Fees, and Assessments	21	163	30
Lottery Advertising (EA)	55,000	55,000	55,000
(A)Responsible Gambling Advertising Campaign	515	515	515
Property Tax and Rent Rebate-General Operations (EA)	25,000	25,000	25,000
On-Line Vendor Commissions (EA)	76,213	75,540	81,381
Instant Vendor Commissions (EA)	52,397	41,967	51,154
iLottery Vendor Commissions (EA)	29,300	32,314	32,055
Payment of Prize Money (EA)	500,151	495,209	539,443
Subtotal - State Funds	\$ 821,762	808,731	867,734
Subtotal - Augmentations	536	678	545
Total - General Government	\$ 822,298	\$ 809,409	\$ 868,279
<i>Grants and Subsidies:</i>			
Property Tax and Rent Rebate for Older Pennsylvanians (EA)	\$ 324,400	\$ 323,700	\$ 316,500
Subtotal - State Funds	\$ 324,400	\$ 323,700	\$ 316,500
Total - Grants and Subsidies	\$ 324,400	\$ 323,700	\$ 316,500
STATE FUNDS	\$ 1,146,162	\$ 1,132,431	\$ 1,184,234
AUGMENTATIONS	536	678	545
LOTTERY FUND TOTAL	\$ 1,146,698	\$ 1,133,109	\$ 1,184,779
<u>OTHER FUNDS:</u>			
FANTASY CONTEST FUND:			
(R)Fantasy Contest Operations	\$ 418	\$ 418	\$ 150
PA RACE HORSE DEVELOPMENT TRUST FUND:			
(R)Transfer to State Racing Fund-Drug Testing	\$ 10,425	\$ 15,305	\$ 16,305
(R)Transfer to State Racing Fund-Promotion of Racing (EA)	2,195	1,871	1,857
PA RACE HORSE DEVELOPMENT TRUST FUND TOTAL	\$ 12,620	\$ 17,176	\$ 18,162
PROPERTY TAX RELIEF FUND:			
Transfer to Lottery Fund-Property Tax and Rent Rebate (EA)	\$ - ^b	\$ - ^b	\$ - ^b

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
STATE GAMING FUND:			
(R)General Operations	\$ 7,122	\$ 8,032	\$ 8,434
Transfer to Compulsive/Problem Gambling Treatment Fund (EA)	7,895	9,407	8,847
Transfer to Compulsive/Problem Gambling Treatment Fd-D&A (EA)	6,225	7,558	7,580
STATE GAMING FUND TOTAL	\$ 21,242	\$ 24,997	\$ 24,861
STATE RACING FUND:			
Collections-State Racing Fund	\$ 277	\$ 281	\$ 281
VIDEO GAMING FUND:			
(R)Video Gaming Operations	\$ 683	\$ 683	\$ 250
(R)Skill Games Operations	\$ -	\$ -	\$ 25,000
VIDEO GAMING FUND TOTAL	\$ 683	\$ 683	\$ 25,250
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 221,695	\$ 217,995	\$ 232,089
MOTOR LICENSE FUND	54,512	55,780	45,480
LOTTERY FUND	1,146,162	1,132,431	1,184,234
FEDERAL FUNDS	250	250	250
AUGMENTATIONS	8,648	7,595	7,462
RESTRICTED	-	-	1,500
OTHER FUNDS	35,240	43,555	68,704
TOTAL ALL FUNDS	\$ 1,466,507	\$ 1,457,606	\$ 1,539,719

^a Not added to avoid double counting: 2024-25 Actual amount is \$29,610,318.

^b Not added to avoid double counting with Lottery Fund Property Tax and Rent Rebate for Older Pennsylvanians: 2024-25 Actual is \$204,000,000, 2025-26 Available is \$323,700,000, and 2026-27 Budget is \$316,500,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
REVENUE COLLECTION AND ADMINISTRATION:							
GENERAL FUND.....	\$ 188,894	\$ 183,538	\$ 196,598	\$ 197,506	\$ 198,330	\$ 199,133	\$ 199,320
MOTOR LICENSE FUND ...	54,512	55,780	45,480	41,400	41,200	41,000	41,000
LOTTERY FUND	821,762	808,731	867,734	888,090	906,326	922,108	938,540
FEDERAL FUNDS.....	250	250	250	250	250	250	250
AUGMENTATIONS	8,648	7,595	7,462	7,462	7,462	7,462	7,462
RESTRICTED	-	-	1,500	500	500	500	500
OTHER FUNDS.....	35,240	43,555	68,704	81,538	82,024	82,516	82,998
SUBCATEGORY TOTAL....	<u>\$ 1,109,306</u>	<u>\$ 1,099,449</u>	<u>\$ 1,187,728</u>	<u>\$ 1,216,746</u>	<u>\$ 1,236,092</u>	<u>\$ 1,252,969</u>	<u>\$ 1,270,070</u>
COMMUNITY DEVELOPMENT AND PRESERVATION:							
GENERAL FUND.....	\$ 32,801	\$ 34,457	\$ 35,491	\$ 35,846	\$ 36,204	\$ 36,566	\$ 36,932
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 32,801</u>	<u>\$ 34,457</u>	<u>\$ 35,491</u>	<u>\$ 35,846</u>	<u>\$ 36,204</u>	<u>\$ 36,566</u>	<u>\$ 36,932</u>
HOMEOWNERS AND RENTERS ASSISTANCE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	324,400	323,700	316,500	315,500	314,700	314,100	313,600
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	<u>\$ 324,400</u>	<u>\$ 323,700</u>	<u>\$ 316,500</u>	<u>\$ 315,500</u>	<u>\$ 314,700</u>	<u>\$ 314,100</u>	<u>\$ 313,600</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 221,695	\$ 217,995	\$ 232,089	\$ 233,352	\$ 234,534	\$ 235,699	\$ 236,252
MOTOR LICENSE FUND ...	54,512	55,780	45,480	41,400	41,200	41,000	41,000
LOTTERY FUND	1,146,162	1,132,431	1,184,234	1,203,590	1,221,026	1,236,208	1,252,140
FEDERAL FUNDS.....	250	250	250	250	250	250	250
AUGMENTATIONS	8,648	7,595	7,462	7,462	7,462	7,462	7,462
RESTRICTED	-	-	1,500	500	500	500	500
OTHER FUNDS.....	35,240	43,555	68,704	81,538	82,024	82,516	82,998
DEPARTMENT TOTAL	<u>\$ 1,466,507</u>	<u>\$ 1,457,606</u>	<u>\$ 1,539,719</u>	<u>\$ 1,568,092</u>	<u>\$ 1,586,996</u>	<u>\$ 1,603,635</u>	<u>\$ 1,620,602</u>

Program: Revenue Collection and Administration

Goal: To ensure the availability of resources for the Commonwealth's programs through the equitable and efficient administration of Pennsylvania's revenue system.

The [Department of Revenue \(DOR\)](#) administers the Commonwealth's revenue statutes by assessing and collecting various taxes. Major revenue sources for the General Fund include corporation, personal income, inheritance, sales and use, cigarette, beverage, and realty transfer taxes. Tax revenue is also collected for the first- and second-class county sales taxes and for the Motor License, State Racing, and State Gaming Funds.

The department continues to expand the use of technology, permitting quick deposit of funds and an efficient review of a tax return's accuracy. One such application is the Pennsylvania Tax Hub, or [myPATH](#), a web-based portal system that taxpayers can use to file their tax returns, [pay personal income tax](#), liquid fuels tax, fuels tax, sales tax, corporate tax, employer withholding tax, and apply for a property tax and rent rebate. To ensure fairness in tax administration, DOR audits and verifies tax returns to detect fraud and non-filers. In addition, there is an extensive delinquent tax collection effort that involves automation as well as traditional tax collection methods.

This program is responsible for the administration of the [Pennsylvania Lottery](#). Through a network of private retailers, the Commonwealth sells lottery tickets, the proceeds of which support [programs for older Pennsylvanians](#).

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:		LOTTERY FUND:	
General Government Operations		On-Line Vendor Commissions (EA)	
\$ 7,792	—to continue current program.	\$ 5,841	—based on the latest projection of program requirements.
Technology and Process Modernization		Instant Vendor Commissions (EA)	
\$ 4,843	—to complete system upgrades.	\$ 9,187	—based on the latest projection of program requirements.
Commissions-Inheritance and Realty Transfer Taxes (EA)		iLottery Vendor Commissions (EA)	
\$ 425	—to continue current program.	\$ (259)	—based on the latest projection of program requirements.
MOTOR LICENSE FUND:		Payment of Prize Money (EA)	
Collections-Liquid Fuels Taxes		—based on the latest projection of program requirements.	
\$ (5,500)	—based on current estimates.	\$ 44,234	
Refunding Liquid Fuels Taxes (EA)			
\$ (4,800)	—based on current estimates.		

Program: Revenue Collection and Administration, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations.....	\$ 159,401	\$ 160,198	\$ 167,990	\$ 167,990	\$ 167,990	\$ 167,990	\$ 167,990
Technology and Process Modernization..	13,993	7,592	12,435	12,435	12,435	12,435	12,435
Commissions-Inheritance and Realty Transfer Taxes (EA)	15,500	15,748	16,173	17,081	17,905	18,708	18,895
TOTAL GENERAL FUND	\$ 188,894	\$ 183,538	\$ 196,598	\$ 197,506	\$ 198,330	\$ 199,133	\$ 199,320
MOTOR LICENSE FUND:							
Collections-Liquid Fuels Taxes.....	\$ 24,797	\$ 25,500	\$ 20,000	\$ 20,000	\$ 20,000	\$ 20,000	\$ 20,000
Refunding Liquid Fuels Taxes (EA)	29,715	30,280	25,480	21,400	21,200	21,000	21,000
TOTAL MOTOR LICENSE FUND	\$ 54,512	\$ 55,780	\$ 45,480	\$ 41,400	\$ 41,200	\$ 41,000	\$ 41,000
LOTTERY FUND:							
General Operations (EA)	\$ 83,701	\$ 83,701	\$ 83,701	\$ 83,701	\$ 83,701	\$ 83,701	\$ 83,701
Lottery Advertising (EA).....	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Property Tax and Rent Rebate-General Operations (EA)	25,000	25,000	25,000	25,000	25,000	25,000	25,000
On-Line Vendor Commissions (EA).....	76,213	75,540	81,381	83,191	85,859	88,261	90,180
Instant Vendor Commissions (EA).....	52,397	41,967	51,154	52,292	53,968	55,478	56,685
iLottery Vendor Commissions (EA).....	29,300	32,314	32,055	32,714	33,678	34,666	35,360
Payment of Prize Money (EA)	500,151	495,209	539,443	556,192	569,120	580,002	592,614
TOTAL LOTTERY FUND	\$ 821,762	\$ 808,731	\$ 867,734	\$ 888,090	\$ 906,326	\$ 922,108	\$ 938,540

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Continually improve customer service.							
Average wait time of customer phone calls to the Customer Experience Center (in minutes)	8	13	13	11	11	12	12
Continually improve business processes and technology.							
Percentage of returns filed electronically	% 87	93	87	89	91	93	94
Continually improve public confidence.							
Percentage of refunds paid by the required timeframe.....	% 89	91	91	91	91	95	95
Continually improve Lottery sales and net profits.							
Net Lottery profits (in billions)	\$ 1.24	1.11	1.04	1.14	0.89	0.97	0.97

Program: Community Development and Preservation

Goal: To equitably distribute the Public Utility Realty Tax to all reporting local taxing authorities.

An amendment in 1968 to the state constitution exempted public utilities from locally administered property taxes and authorized the collection of a similar statewide tax known as the [Public Utility Realty Tax](#). The proceeds of the tax are distributed to each local taxing authority thereby providing local revenue while ensuring fair treatment for utilities.

The distribution is based on the ratio between the total tax receipts of a local taxing authority and the total tax receipts of all reporting tax authorities. This ratio is then applied to the total amount of taxes that reporting authorities could have collected had they been able to directly tax public utility realty.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Distribution of Public Utility Realty Tax

\$ 1,034 —reflects estimated tax assessments.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Distribution of Public Utility Realty Tax.....	\$ 32,801	\$ 34,457	\$ 35,491	\$ 35,846	\$ 36,204	\$ 36,566	\$ 36,932

Program: Homeowners and Renters Assistance

Goal: To increase economic stability by assisting eligible Pennsylvania citizens in maintaining their homes.

This program allows Pennsylvanians 65 years of age or older, surviving spouses over 50, and permanently disabled people 18 years of age or older who meet household income limits to lead fuller lives by restoring a portion of their income through property tax and rent rebate assistance.

The [Property Tax and Rent Rebate](#) program provides rebates to eligible homeowners and renters. In claim year 2025, and being paid in 2026-27, homeowners and renters with household incomes of \$48,110 or less qualify for rebates of \$380 to \$1,000. Additionally, the household income eligibility limits are now indexed to inflation.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Property Tax and Rent Rebate for Older Pennsylvanians (EA)

\$ (7,200) —based on current estimates for participation.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
LOTTERY FUND:							
Property Tax and Rent Rebate for Older Pennsylvanians (EA).....	<u>\$ 324,400</u>	<u>\$ 323,700</u>	<u>\$ 316,500</u>	<u>\$ 315,500</u>	<u>\$ 314,700</u>	<u>\$ 314,100</u>	<u>\$ 313,600</u>

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Continually improve business processes and technology.							
Property Tax and Rent Rebate claims sent to Treasury with a July 1 payment date..... %	96	65 ^a	78	93	88	95	95

^a The 2021-22 measure amount is lower than normal due to delays in information needed to process claims timely.



STATE

The mission of the Pennsylvania [Department of State](#) is to promote the integrity of the electoral process; to provide the initial infrastructure for economic development through corporate organizations and transactions; and to protect the health and safety of the public.

The department encourages the highest standards of ethics and competence in elections, campaign finance, lobbying disclosure, notarization, professional and occupational licensure, charitable solicitation, and the sports of boxing, wrestling, and mixed martial arts. By employing the latest technology, the Department of State delivers exceptional public service remaining a leader in all regulatory and enforcement policies and practices aimed at protecting every resident of the Commonwealth.

Programs and Goals

Consumer Protection: *To protect the consumer from fraudulent solicitation and unqualified professional and occupational practitioners and establishments.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 10,462	\$ 10,737	\$ 10,264
(F)Federal Election Reform	11,110	8,387	4,300
(F)Occupational Licensing	1,000	1,000	1,000
(A)Departmental Services	- ^a	- ^a	- ^a
(R)Professional and Occupational Affairs	72,812	73,093	68,417
(R)State Board of Medicine	11,025	10,191	9,813
(R)State Board of Osteopathic Medicine	3,204	2,553	2,423
(R)State Board of Podiatry	454	474	461
(R)State Athletic Commission	997	1,396	1,270
(R)Bureau of Corporations and Charitable Organizations (EA)	14,288	14,086	13,037
Subtotal	<u>\$ 125,352</u>	<u>\$ 121,917</u>	<u>\$ 110,985</u>
Statewide Uniform Registry of Electors	20,574	20,681	20,594
Voter Registration and Education	546	571	1,998
Lobbying Disclosure	562	912	622
(R)Lobbying Disclosure	698	540	600
Subtotal	<u>\$ 1,260</u>	<u>\$ 1,452</u>	<u>\$ 1,222</u>
Publishing Constitutional Amendments (EA)	1,300	-	1,300
Electoral College	10	-	-
Subtotal - State Funds	<u>\$ 33,454</u>	<u>\$ 32,901</u>	<u>\$ 34,778</u>
Subtotal - Federal Funds	12,110	9,387	5,300
Subtotal - Restricted	103,478	102,333	96,021
Total - General Government	<u>\$ 149,042</u>	<u>\$ 144,621</u>	<u>\$ 136,099</u>
<i>Grants and Subsidies:</i>			
Absentee Voting by Persons in Military Services	\$ 20	\$ 20	\$ 20
County Election Expenses (EA)	2,400	1,000	400
Election Code Debt Service	9,247	9,242	9,236
Total - Grants and Subsidies	<u>\$ 11,667</u>	<u>\$ 10,262</u>	<u>\$ 9,656</u>
STATE FUNDS	<u>\$ 45,121</u>	<u>\$ 43,163</u>	<u>\$ 44,434</u>
FEDERAL FUNDS	12,110	9,387	5,300
RESTRICTED	103,478	102,333	96,021
GENERAL FUND TOTAL	<u>\$ 160,709</u>	<u>\$ 154,883</u>	<u>\$ 145,755</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
OTHER FUNDS:			
REAL ESTATE RECOVERY FUND:			
Real Estate Recovery Payments (EA)	\$ 150	\$ 150	\$ 150
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 45,121	\$ 43,163	\$ 44,434
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	12,110	9,387	5,300
AUGMENTATIONS	-	-	-
RESTRICTED	103,478	102,333	96,021
OTHER FUNDS	150	150	150
TOTAL ALL FUNDS	\$ 160,859	\$ 155,033	\$ 145,905

^a Not added to avoid double counting: 2024-25 Actual is \$7,537,000, 2025-26 Available is \$7,923,000, and 2026-27 Budget is \$7,773,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
CONSUMER PROTECTION:							
GENERAL FUND	\$ 45,121	\$ 43,163	\$ 44,434	\$ 40,923	\$ 40,315	\$ 38,894	\$ 29,698
MOTOR LICENSE FUND	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	12,110	9,387	5,300	5,300	5,300	5,300	5,300
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	103,478	102,333	96,021	96,021	96,021	96,021	96,021
OTHER FUNDS	150	150	150	150	150	150	150
DEPARTMENT TOTAL	\$ 160,859	\$ 155,033	\$ 145,905	\$ 142,394	\$ 141,786	\$ 140,365	\$ 131,169

Program: Consumer Protection

Goal: To protect the consumer from fraudulent solicitation and unqualified professional and occupational practitioners and establishments.

Protection of the Electoral Process

The [Department of State](#) ensures efficiency, uniformity, integrity, and security in the administration of the Election Code. The Pennsylvania Voter Registration Act integrates voter registration into driver's license applications and complies with the National Voter Registration Act. A statewide voter registration database serves as the official registry of all voters in the Commonwealth. The department reviews candidate nomination petitions for compliance with statutory standards and processes them for inclusion on the ballot. As required by the Election Code, committees file campaign expense reports with the Department of State, and the public is provided the opportunity to review the reports. The department tabulates, publishes, and disseminates statistics for both voter registration and all elections. It also serves as the primary repository of the maps and descriptions of over 9,000 election precincts.

The department works with county election officials, election stakeholders, and federal and state security and law enforcement partners to maintain a secure and safe electoral process in Pennsylvania. These partnerships supplement the Commonwealth's ongoing efforts to maintain the security and integrity of the statewide voter registry and other election-related software applications. This also enables the department to connect counties with free or low-cost training opportunities to supplement their own efforts to secure election infrastructure. The Department of State also provides support for online services like [online voter registration](#) and [online ballot request](#).

The department continues to assist counties with a newer generation of voting systems that utilize a [modern and secure](#) platform and that employ a [voter verifiable paper record](#). These systems provide enhanced voter confidence in the electoral process, increased resiliency of our election process, and meaningful auditability of election results.

Protection through Voter Record Accuracy and Integrity

The Department of State also develops and maintains an integrated voter registration database containing all electors in the Commonwealth. The integrated [Statewide Uniform Registry of Electors \(SURE\)](#) database supports the efforts of hundreds of county election officials to process voter registrations and absentee and mail ballot requests. It includes online voter registration and online absentee applications that make applying easier and more convenient while enhancing the accuracy of the voter rolls by reducing the amount of manual data entry. In addition, the database also provides support for county voter list maintenance activities to maintain up-to-date and accurate voter rolls.

Protection of Public Health and Safety through Professional Licensing

The Department of State protects the health and safety of the public from fraudulent and unethical practitioners through the administration of the professional and occupational licensing programs. The 29 licensing boards and commissions, established by statute, ensure that professionals provide high-quality and safe services to the people of the Commonwealth. To accomplish this, these boards and commissions have been authorized to set and enforce standards for both initial licensure and practice.

The [department](#) works with [board and commission members](#), professional occupation stakeholders, and the licensing community to modernize operations and administer licensure in the Commonwealth. The Department of State utilizes the [Pennsylvania Licensing System \(PALS\)](#) and will continue to pursue and implement solutions to modernize the licensing process through the reduction of processing times, increased electronic and automated workflows, and continuous improvement of existing processes and technologies.

Protection through Regulation of Consumer Products and Promotion of Fair Business Practices

The [department](#) maintains the records repository of more than 3 million companies that do business in the Commonwealth and serves as the centralized filing office for [Uniform Commercial Code](#) financing statements. To register a business, online filing is available through [PennFile](#) to ensure expeditious processing of corporate documents. The Department of State also administers the state's charitable solicitation law. It maintains [registration](#) and financial information on over 13,000 charities soliciting in the Commonwealth, as well as more than 450 professional solicitors and fundraising counsels.

Program: Consumer Protection, continued

The [State Athletic Commission](#) monitors and regulates all professional and amateur boxing, kickboxing and mixed martial arts events, professional wrestling contests, and the licensing of all persons who participate in these events. The individual license categories include announcer, agent, boxer, judge, manager, matchmaker, physician, promoter (including those promoting professional wrestling), referee, second, timekeeper, trainer, and athletic agents. The commission is financially self-sufficient and supported solely from relevant license fees.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

General Government Operations		This budget also recommends the following changes in appropriations and executive authorizations from restricted accounts:	
\$	(473)	—to continue current program.	
Statewide Uniform Registry of Electors			Professional and Occupational Affairs
\$	(87)	—to continue current program.	\$ (3,708) —nonrecurring costs for professional licensure system.
Voter Registration and Education			(968) —to continue current program.
\$	27	—to continue current program.	\$ (4,676) <i>Appropriation Decrease</i>
	1,400	—Initiative—for voter education and direct outreach.	
\$	1,427	<i>Appropriation Increase</i>	
Lobbying Disclosure			State Board of Medicine
\$	(290)	—to continue current program.	\$ (378) —to continue current program.
Publishing Constitutional Amendments (EA)			State Board of Osteopathic Medicine
\$	1,300	—for costs associated with advertising and publishing proposed constitutional amendments.	\$ (130) —to continue current program.
County Election Expenses (EA)			State Board of Podiatry
\$	(600)	—nonrecurring recount and special election expenses.	\$ (13) —to continue current program.
Election Code Debt Service			State Athletic Commission
\$	(6)	—the net effect on principal and interest requirements and other costs relating to debt service.	\$ (126) —to continue current program.
			Bureau of Corporations and Charitable Organizations (EA)
			\$ (1,049) —to continue current program.

Program: Consumer Protection, continued**Appropriations within this Program:**

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations.....	\$ 10,462	\$ 10,737	\$ 10,264	\$ 10,264	\$ 10,264	\$ 10,264	\$ 10,264
Statewide Uniform Registry of Electors	20,574	20,681	20,594	19,790	17,877	17,794	17,794
Voter Registration and Education	546	571	1,998	598	598	598	598
Lobbying Disclosure	562	912	622	622	622	622	622
Publishing Constitutional Amendments (EA).....	1,300	-	1,300	-	1,300	-	-
Electoral College.....	10	-	-	-	10	-	-
Absentee Voting by Persons in Military Services	20	20	20	20	20	20	20
County Election Expenses (EA).....	2,400	1,000	400	400	400	400	400
Election Code Debt Service	9,247	9,242	9,236	9,229	9,224	9,196	-
TOTAL GENERAL FUND	\$ 45,121	\$ 43,163	\$ 44,434	\$ 40,923	\$ 40,315	\$ 38,894	\$ 29,698

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Ensure voter records are accurate and effectively maintained.							
Percentage of voter registration applications submitted by calendar year through the online voter registration process versus through paper submission..... %	72	64	66	65	63	65	60
Percentage of absentee ballot applications submitted by calendar year through the online process versus paper submission..... %	45	54	56	40	49	54	50
Strengthen public safety by increasing compliance in inspections for licensed facilities.							
Inspections and investigations completed	29,650	35,258	32,373	35,461	37,069	37,950	38,853
Modernizing the Charities Registration System allows for an online presence to file transactions.							
Percentage of charities filings online %	26	26	50	40	45	80	85



STATE EMPLOYEES' RETIREMENT SYSTEM

The mission of the [State Employees' Retirement System \(SERS\)](#) is to prepare system members and participants to achieve financial success and security in retirement.

The system is responsible for administering the State Employees' Retirement Fund, the SERS - Defined Contribution Fund, supplemental retirement allowances, and cost-of-living increases for annuitants. The system also administers the Commonwealth's Deferred Compensation Program.

Programs and Goals

State Employees' Retirement: *To provide retirement benefits to employees of the Commonwealth of Pennsylvania.*

State Employees' Retirement System

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:

STATE EMPLOYEES' RETIREMENT FUND:

Administration.....	\$ 39,795	\$ 43,249	\$ 43,176
Investment Related Expenses.....	9,633	12,230	12,157

STATE EMPLOYEES' RETIREMENT FUND TOTAL.....	\$ 49,428	\$ 55,479	\$ 55,333

SERS - DEFINED CONTRIBUTION FUND:

(R)Administration.....	\$ 5,979	\$ 2,895	\$ 2,879

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	-	-	-
AUGMENTATIONS.....	-	-	-
RESTRICTED.....	-	-	-
OTHER FUNDS.....	55,407	58,374	58,212
TOTAL ALL FUNDS.....	\$ 55,407	\$ 58,374	\$ 58,212

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

STATE EMPLOYEES' RETIREMENT:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-	-	-	-
LOTTERY FUND.....	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-
AUGMENTATIONS.....	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-
OTHER FUNDS.....	55,407	58,374	58,212	58,212	58,212	58,212
DEPARTMENT TOTAL.....	\$ 55,407	\$ 58,374	\$ 58,212	\$ 58,212	\$ 58,212	\$ 58,212

State Employees' Retirement System

Program: State Employees' Retirement

Goal: To provide retirement benefits to employees of the Commonwealth of Pennsylvania.

The [State Employees' Retirement System \(SERS\)](#) was established in 1923 to administer the Commonwealth's [defined benefit pension plan](#). The State Employees' Retirement Fund is funded by employer and employee contributions and investment earnings, all of which are used solely for payment of pension benefits and administration of the defined benefit plan. SERS undergoes an annual independent [actuarial valuation](#) to calculate the value of system actuarial assets and liabilities, based on the expected employer payroll, and the [employer contribution rates](#).

Most members, depending on when they entered SERS membership, contribute 6.25 percent of pay toward their pension. Their membership class also determines their vesting period and benefit formula, which is based on years of credited service, final average salary, and the annual accrual rate.

[Act 5 of 2017](#) changed the benefit structure for new employees beginning January 1, 2019. New employees can choose one of three retirement plan options: two [hybrid plans](#) containing defined benefit and defined contribution components or a stand-alone [defined contribution plan](#) (similar to a 401(k) plan). The pension component of each hybrid plan features different benefit accrual rates and different employee and employer contribution rates. The defined contribution plan has three-year vesting for employer contributions and immediate vesting for employee contributions.

SERS is also responsible for the administration of the Commonwealth's [Deferred Compensation Program](#) that allows Commonwealth employees to voluntarily defer a portion of their salaries to a retirement savings account.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

STATE EMPLOYEES' RETIREMENT FUND:		SERS - DEFINED CONTRIBUTION FUND:	
Administration		Administration	
\$ (73)	—to continue current program.	\$ (16)	—to continue current program.
Investment Related Expenses			
\$ (73)	—to continue current program.		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
STATE EMPLOYEES' RETIREMENT FUND:							
Administration	\$ 39,795	\$ 43,249	\$ 43,176	\$ 43,176	\$ 43,176	\$ 43,176	\$ 43,176
Investment Related Expenses	9,633	12,230	12,157	12,157	12,157	12,157	12,157
TOTAL STATE EMPLOYEES' RETIREMENT FUND	<u>\$ 49,428</u>	<u>\$ 55,479</u>	<u>\$ 55,333</u>	<u>\$ 55,333</u>	<u>\$ 55,333</u>	<u>\$ 55,333</u>	<u>\$ 55,333</u>
SERS - DEFINED CONTRIBUTION FUND:							
(R)Administration	<u>\$ 5,979</u>	<u>\$ 2,895</u>	<u>\$ 2,879</u>	<u>\$ 2,879</u>	<u>\$ 2,879</u>	<u>\$ 2,879</u>	<u>\$ 2,879</u>

State Employees' Retirement System

Program: State Employees' Retirement, continued

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Provide adequate retirement counseling sessions to members as requested.							
Retirement counseling sessions	5,081	4,625	4,877	4,852	4,858	4,900	5,100
Percentage of members counseled %	100	100	100	100	100	100	100
Maintain a record of the total number of active members.							
Active members	100,962	97,857	96,395	98,115	100,131	102,000	102,000
Percent of active members participating in Lunch and Learn programs..... %	3	5	7	8	8	9	9
Maintain a record of the total number of retired employees.							
Retired employees and beneficiaries....	133,847	135,004	142,512	143,917	144,173	144,400	144,700
Maintain a record of total benefit payments.							
Benefit payments (in billions)..... \$	3.59	3.85	3.86	3.97	4.02	4.09	4.16



STATE POLICE

The mission of the [Pennsylvania State Police \(PSP\)](#) is to seek justice, preserve peace, and improve the quality of life for all.

PSP promotes traffic safety, investigates crime, reduces criminal activity, and provides investigative assistance and support services to all law enforcement agencies within the Commonwealth. In addition, the State Police maintains and provides to criminal justice agencies up-to-date law enforcement information, evaluates the competence level of law enforcement within the Commonwealth, and provides prompt, competent service in emergency situations. PSP ensures personal protection and security for the Governor and other persons designated by proper authority and enforces all other state statutes as directed by proper authority.

Programs and Goals

Public Protection and Law Enforcement: *To enforce the law and preserve the peace through detection of crime and apprehension of criminals, patrol of highways, and enforcement of the Vehicle and Liquor Codes.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 1,072,441	\$ 1,141,750	\$ 1,243,810
(F)Area Computer Crime	19,000	15,455	16,455
(F)Homeland Security Grants (EA)	3,250	4,150	5,650
(F)Law Enforcement Preparedness (EA)	8,900	13,150	13,400
(F)Law Enforcement Projects (EA)	4,300	4,300	5,000
(F)PA State Opioid Response (EA)	2,500	938	1,251
(F)IIJA-Cybersecurity (EA)	560	560	650
(A)Turnpike Police Coverage	72,890	75,000	75,000
(A)Delaware River Toll Bridge Police Coverage	3,787	3,000	3,000
(A)Construction Zone Patrolling	8,340	5,000	7,000
(A)Criminal History Record Checks	36,430	36,000	36,000
(A)Fingerprint Record Checks	1,927	1,900	1,900
(A)Reimbursement for Services	5,184	4,000	5,000
(A)Superload Reimbursements	710	700	700
(A)Miscellaneous	2,966	2,948	2,948
(R)Federal Property Forfeiture	4,022	2,925	2,925
(R)State Drug Act Forfeiture	2,866	5,000	3,000
(R)State Drug Act Forfeiture-Municipalities	99	55	55
(R)State Criminal Enforcement Forfeiture	-	65	65
(R)Crime Lab User Fees	1,279	6,100	1,100
(R)Auto Theft and Insurance Fraud Investigation	3,149	2,650	2,650
(R)Adult Use Cannabis-Enforcement and Expungement	-	-	2,250
(R)Vehicle Code Fines	4,393	1,500	900
Subtotal	<u>\$ 1,258,993</u>	<u>\$ 1,327,146</u>	<u>\$ 1,430,709</u>
(F)Office of Homeland Security (EA)	2,602	2,681	2,484
Statewide Public Safety Radio System	28,506	27,062	28,488
(F)Broadband Network Planning	4,050	4,050	4,050
(A)Miscellaneous	-	2	-
(R)Radio Systems Development Project	207	9	-
(R)Tower Management	1,290	1,800	1,000
(R)Broadband Middle Mile	100	5	5
Subtotal	<u>\$ 34,153</u>	<u>\$ 32,928</u>	<u>\$ 33,543</u>
Law Enforcement Information Technology	27,596	27,871	34,140
Municipal Police Training	3,555	3,555	3,555
(A)Pre-Employment Testing	45	50	50
(A)Retired Law Enforcement Identification	4	5	5
Subtotal	<u>\$ 3,604</u>	<u>\$ 3,610</u>	<u>\$ 3,610</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Multi-Biometric Identification System	885	885	885
Gun Checks	7,582	4,582	8,905
(R)Firearm Records Check	200	8,218	4,300
(R)Firearms License Validation System	135	500	500
Subtotal	\$ 7,917	\$ 13,300	\$ 13,705
Patrol Vehicles	20,000	13,000	15,600
(R)Vehicle Sales and Purchases	860	1,500	1,500
Subtotal	\$ 20,860	\$ 14,500	\$ 17,100
Commercial Vehicle Inspections	15,008	15,258	15,572
(F)Motor Carrier Safety	8,378	8,598	10,269
(F)IIJA-Motor Carrier Safety	8,500	8,500	9,500
(A)Sale of Vehicles	23	69	35
(A)Waste Transportation Safety Enforcement	750	750	750
Subtotal	\$ 32,659	\$ 33,175	\$ 36,126
Subtotal - State Funds	\$ 1,175,573	\$ 1,233,963	\$ 1,350,955
Subtotal - Federal Funds	62,040	62,382	68,709
Subtotal - Augmentations	133,056	129,424	132,388
Subtotal - Restricted	18,600	30,327	20,250
Total - General Government	\$ 1,389,269	\$ 1,456,096	\$ 1,572,302
Grants and Subsidies:			
Municipal Police Training Grants	\$ 5,000	\$ 5,000	\$ 5,000
STATE FUNDS	\$ 1,180,573	\$ 1,238,963	\$ 1,355,955
FEDERAL FUNDS	62,040	62,382	68,709
AUGMENTATIONS	133,056	129,424	132,388
RESTRICTED	18,600	30,327	20,250
GENERAL FUND TOTAL	\$ 1,394,269	\$ 1,461,096	\$ 1,577,302
<u>MOTOR LICENSE FUND:</u>			
General Government:			
General Government Operations	\$ 250,000	\$ 250,000	\$ 250,000
Total - General Government	\$ 250,000	\$ 250,000	\$ 250,000
MOTOR LICENSE FUND TOTAL	\$ 250,000	\$ 250,000	\$ 250,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:**DNA DETECTION FUND:**

DNA Detection of Offenders (EA).....	\$ 5,313	\$ 5,388	\$ 5,145

STATE GAMING FUND:

(R)Gaming Enforcement	\$ 38,018	\$ 41,857	\$ 44,442

STATE STORES FUND:

Liquor Control Enforcement.....	\$ 38,915	\$ 40,241	\$ 40,241
(A)Enforcement Reimbursement.....	-	25	25
(A)Sale of Vehicles	239	50	50

STATE STORES FUND TOTAL.....	\$ 39,154	\$ 40,316	\$ 40,316

DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ 1,180,573	\$ 1,238,963	\$ 1,355,955
MOTOR LICENSE FUND	250,000	250,000	250,000
LOTTERY FUND	-	-	-
FEDERAL FUNDS	62,040	62,382	68,709
AUGMENTATIONS	133,056	129,424	132,388
RESTRICTED	18,600	30,327	20,250
OTHER FUNDS	82,485	87,561	89,903
TOTAL ALL FUNDS	\$ 1,726,754	\$ 1,798,657	\$ 1,917,205

Program Funding Summary

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated

PUBLIC PROTECTION AND LAW ENFORCEMENT:

GENERAL FUND.....	\$ 1,180,573	\$ 1,238,963	\$ 1,355,955	\$ 1,386,312	\$ 1,381,712	\$ 1,386,312	\$ 1,381,712
MOTOR LICENSE FUND ...	250,000	250,000	250,000	250,000	250,000	250,000	250,000
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	62,040	62,382	68,709	68,709	68,709	68,709	68,709
AUGMENTATIONS	133,056	129,424	132,388	132,388	132,388	132,388	132,388
RESTRICTED	18,600	30,327	20,250	15,761	14,950	14,950	14,950
OTHER FUNDS	82,485	87,561	89,903	91,452	90,752	90,652	90,652
DEPARTMENT TOTAL	\$ 1,726,754	\$ 1,798,657	\$ 1,917,205	\$ 1,944,622	\$ 1,938,511	\$ 1,943,011	\$ 1,938,411

Program: Public Protection and Law Enforcement

Goal: To enforce the law and preserve the peace through detection of crime and apprehension of criminals, patrol of highways, and enforcement of the Vehicle and Liquor Codes.

Traffic Supervision

Enforcing the Commonwealth's traffic laws is a major responsibility of the [Pennsylvania State Police \(PSP\)](#). PSP has jurisdiction in all political subdivisions within the Commonwealth and routinely [aids](#) municipal, state, and federal law enforcement agencies. The State Police patrols a significant portion of the Commonwealth's roadways while providing various levels of police services and traffic enforcement to municipalities. PSP is also responsible for providing primary police services and traffic enforcement on the Pennsylvania Turnpike and the interstate highway system.

The State Police seeks to reduce commercial motor vehicle crashes, fatalities, and injuries through consistent, uniform, and effective [commercial motor vehicle safety programs](#).

Criminal Law Enforcement and Crime Prevention

Most PSP efforts in criminal law enforcement are performed at the station level and consist of investigations of violent crimes and property crimes. At the statewide level, the State Police conducts investigations into organized crime, terrorism, white-collar crime, public corruption, arson, computer crime, technology crime, special drug and narcotics cases, and criminal personality profiling. PSP troopers, along with local, state, and federal agencies, target major drug-trafficking organizations utilizing a comprehensive strategy that involves intelligence gathering, financial background information, criminal investigation, and asset forfeiture proceedings.

The State Police administers and manages the [Pennsylvania AMBER Alert System](#), a child abduction alert notification system. AMBER Alert utilizes the Emergency Alert System to inform the public of an abduction of a child under the age of 18 whom the police believe to be in danger of serious bodily harm or death.

To reduce the incidence of crime, PSP utilizes resident involvement and educational crime prevention techniques. Initiatives such as Neighborhood Crime Watch, block parents, [Crime Stoppers](#), and business tip programs encourage the reporting of suspicious activity.

The State Police ensures the timely exchange of relevant information pertaining to sexually violent predators and other sexual offenders between public agencies and officials, and releases information regarding offenders to the public as required by [Megan's Law](#).

PSP is responsible for managing the [Pennsylvania Instant Check System \(PICS\)](#). PICS provides instant access to background records on an individual to determine if the person is eligible to acquire a firearm or a license to carry a firearm.

Emergency Assistance

The State Police has primary police jurisdiction in the majority of the Commonwealth's land area. PSP is normally called upon whenever a medium- to large-scale emergency occurs within the Commonwealth. The State Police Watch Center provides situational awareness of emergencies to all levels of the State Police by establishing a standard alert condition procedure. The [Pennsylvania Statewide Radio Network \(PA-STARNet\)](#) is the two-way public safety radio system used by PSP and various other Commonwealth agencies. The [Governor's Office of Homeland Security](#) works with federal agencies, regional task forces, local governments, and the private sector to prevent, protect, and mitigate against acts of terrorism. The office develops and reviews a strategic plan, identifying and reducing the vulnerabilities of critical infrastructure and key resources through a unified outreach campaign and collaborating with the Western Pennsylvania All Hazards Fusion Center, the Pennsylvania Criminal Intelligence Center, and other recognized regional fusion centers.

Liquor Control and Gaming Enforcement

The State Police directs and controls coordinated [enforcement of the Pennsylvania Liquor Code](#) and related sections of the Crimes Code. Operations include conducting covert and overt investigations, assisting municipal police agencies, conducting routine license investigations, and performing establishment audits and border patrols. PSP is also responsible for investigating and prosecuting criminal infractions, conducting various background checks, and providing overall law enforcement services for Pennsylvania's gaming facilities.

Program: Public Protection and Law Enforcement, continued**Program Recommendations:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND AND MOTOR LICENSE FUND COMBINED:

General Government Operations		Gun Checks	
\$ 85,829	—to continue current program.	\$ 4,323	—to supplement gun check fees to cover
16,231	—for cadet class schedule, including 4 new classes		Pennsylvania Instant Check System (PICS) costs.
	beginning in 2026-27, to train 380 new trooper cadets.		
\$ 102,060	<i>Appropriation Increase</i>		
Statewide Public Safety Radio System		Patrol Vehicles	
\$ 1,426	—to continue current program.	\$ 2,600	—to continue current program.
Law Enforcement Information Technology		Commercial Vehicle Inspections	
\$ 6,269	—to continue current program.	\$ 314	—to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 1,072,441	\$ 1,141,750	\$ 1,243,810	\$ 1,273,286	\$ 1,268,686	\$ 1,273,286	\$ 1,268,686
Statewide Public Safety Radio System	28,506	27,062	28,488	29,058	29,058	29,058	29,058
Law Enforcement Information Technology .	27,596	27,871	34,140	34,140	34,140	34,140	34,140
Municipal Police Training.....	3,555	3,555	3,555	3,555	3,555	3,555	3,555
Multi-Biometric Identification System.....	885	885	885	885	885	885	885
Gun Checks	7,582	4,582	8,905	8,905	8,905	8,905	8,905
Patrol Vehicles.....	20,000	13,000	15,600	15,600	15,600	15,600	15,600
Commercial Vehicle Inspections.....	15,008	15,258	15,572	15,883	15,883	15,883	15,883
Municipal Police Training Grants	5,000	5,000	5,000	5,000	5,000	5,000	5,000
TOTAL GENERAL FUND	\$ 1,180,573	\$ 1,238,963	\$ 1,355,955	\$ 1,386,312	\$ 1,381,712	\$ 1,386,312	\$ 1,381,712
MOTOR LICENSE FUND:							
General Government Operations	250,000	250,000	250,000	250,000	250,000	250,000	250,000
TOTAL MOTOR LICENSE FUND	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000

*Program: Public Protection and Law Enforcement, continued***Program Measures:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Reduce motor vehicle crashes.							
Motor vehicle crashes.....	71,221	75,402	72,248	72,167	74,111	72,900	71,600
Reduce fatal motor vehicle crashes.							
Fatal motor vehicle crashes.....	544	551	508	532	485	480	470
Reduce DUI-related crashes.							
DUI-related crashes.....	4,742	4,616	4,338	4,106	3,954	3,900	3,800
Reduce violent crime.							
Violent crimes per 100,000 population .	118	104	98	97	87	86	85
Arrests for violent crimes per 100,000 population	67	52	50	52	47	48	48
Percentage of violent crimes cleared (i.e., cases solved and prosecuted or disposed of through other legal means) %	68	69	72	76	80	82	85
Reduce property crime.							
Property crimes per 100,000 population	550	592	607	562	508	500	490
Arrests for property crimes per 100,000 population	151	179	210	215	201	205	210
Percentage of property crimes cleared (i.e., cases solved and prosecuted or disposed of through other legal means) %	31	34	38	42	43	45	46
Achieve and maintain a clearance rate at or above the state and national averages for Crime Index offenses.							
Crime Index offenses per 100,000 population	668	696	705	660	595	590	580
Arrests for Crime Index offenses per 100,000 population	219	231	260	267	248	250	260
Percentage of Crime Index offenses cleared (i.e., cases solved and prosecuted or disposed of through other legal means)..... %	38	39	43	47	49	50	52
Increase drug enforcement efforts.							
Drug offenses per 100,000 population..	483	347	319	315	305	300	295
Drug-related arrests per 100,000 population	433	300	270	261	251	255	260
Increase compliance with liquor laws at licensed establishments.							
Liquor law violations	14,085	9,905	10,083	9,731	8,548	8,400	8,300
Ensure intelligence information obtained concerning criminal activity and possible terrorism is shared with law enforcement agencies throughout the Commonwealth.							
Municipal law enforcement agencies receiving information from the Pennsylvania Criminal Intelligence Center	1,207	1,268	1,288	1,312	1,353	1,380	1,400

Program: Public Protection and Law Enforcement, continued**Program Measures, continued:**

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Intelligence products disseminated by the Pennsylvania Criminal Intelligence Center and the Western Pennsylvania All Hazards Fusion Center	68,084	61,761	62,688	55,713	65,432	66,500	67,600
Ensure the rapid collection and appropriate dissemination of accurate information on emergency situations throughout the Commonwealth.							
State Police Watch Center immediate reports	2,637	2,703	2,781	2,015	2,012	2,050	2,080
Municipal public safety agencies receiving road closure reports from the State Police Watch Center	1,270	1,286	1,282	1,236	1,237	1,237	1,237
Increase the effectiveness of the Pennsylvania Statewide Radio Network (PA-STARNet).							
Percentage of statewide land area covered by PA-STARNet	% 97.9	97.9	97.9	97.9	97.9	97.9	97.9
Percentage of statewide road coverage by PA-STARNet	% 98.4	98.4	98.4	98.4	98.4	98.4	98.4
Increase cadet applications, applicant retention rates, and applicants from traditionally underrepresented groups.							
Cadet applications	5,928	3,645	2,889	6,970	5,031	5,100	5,200
Cadet applications from traditionally underrepresented groups	2,714	1,632	1,347	3,221	2,458	2,500	2,540
Individuals from traditionally underrepresented groups graduating from the State Police Academy	12	55	41	43	49	50	51
Individuals graduating from the State Police Academy	51	261	215	205	195	182	300
Average length of time in months from application date until State Police Academy start date	25	22	19	14	12	12	12



TRANSPORTATION

The mission of the [Department of Transportation \(PennDOT\)](#) is to enhance, connect, and add value to our communities by providing a sustainable, equitable transportation system and quality services for all.

Programs and Goals

Transportation Support Services: To provide an effective administrative system supporting both non-highway and highway transportation programs.

Highways and Bridges: To provide a safe and efficient state-administered highway network through road and bridge improvements, as well as through ongoing maintenance activities including winter traffic services.

Local Highway and Bridge Assistance: To assist local governments in the maintenance and construction of their portion of the total highway and bridge system.

Multimodal Transportation: To support public transportation, intercity bus, intercity rail, rail freight, ports, aviation, and bicycle and pedestrian facilities options that improve the mobility and the quality of life for urban and rural Pennsylvanians and enhance economic activity throughout the Commonwealth.

Driver and Vehicle Services: To minimize traffic accidents attributable to driver error and mechanically defective vehicles and to promote highway safety programs.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
Vehicle Sales Tax Collections	\$ 443	\$ 447	\$ 441
Voter Registration.....	759	1,059	1,268
Transfer to Aviation Restricted Account.....	1,600	1,600	1,600
(R)Child Passenger Restraint Fund	201	300	300
(R)School Bus Safety Grant Program	188	500	500
Subtotal - State Funds.....	\$ 2,802	\$ 3,106	\$ 3,309
Subtotal - Restricted.....	389	800	800
Total - General Government.....	\$ 3,191	\$ 3,906	\$ 4,109
<i>Grants and Subsidies:</i>			
(F)Surface Transportation Assistance.....	\$ 975	\$ 975	\$ 975
(F)FTA-Capital Improvement Grants.....	39,000	39,000	39,000
(F)TEA 21-Access to Jobs	2,000	-	-
(F)Surface Transportation-Operating	19,500	32,500	32,500
(F)Surface Transportation Assistance Capital	52,000	52,000	52,000
(F)FTA-Safety Oversight	3,000	8,000	8,000
(F)FTA-Keystone Corridor Equipment and Purchases	70,000	70,000	70,000
(F)FTA-Hybrid Mass Transit Vehicles	30,000	30,000	30,000
(F)FTA - Urbanized Formula	-	-	635
(F)FRA-State of Good Repair.....	30,000	30,000	30,000
(R)Reimbursements to Municipalities-Vehicle Code Fines	4,755	7,000	7,000
Subtotal - Federal Funds.....	246,475	262,475	263,110
Subtotal - Restricted.....	4,755	7,000	7,000
Total - Grants and Subsidies.....	\$ 251,230	\$ 269,475	\$ 270,110
STATE FUNDS	\$ 2,802	\$ 3,106	\$ 3,309
FEDERAL FUNDS	246,475	262,475	263,110
RESTRICTED	5,144	7,800	7,800
GENERAL FUND TOTAL	\$ 254,421	\$ 273,381	\$ 274,219

MOTOR LICENSE FUND:

General Government:

General Government Operations	\$ 85,476	\$ 92,250	\$ 95,556
(A)Reimbursements	1,820	1,414	1,414
(A)Duplicating Services	81	300	300
(A)IRA Direct Pay Tax Credit Reimbursement.....	-	50	-
(A)Administrative Hearings.....	1	40	40

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Welcome Centers.....	4,807	4,822	4,971
Subtotal.....	\$ 92,185	\$ 98,876	\$ 102,281
Highway and Safety Improvements	630,000	650,000	450,000
(F)Highway Research, Planning, and Construction	1,651,088 ^a	2,158,754 ^a	2,159,647
(F)National Electric Vehicle Infrastructure.....	7,130	10,000	10,000
(F)V2X Data Exchange Vehicle Integration (EA)	669	2,493	830
(A)Highway Construction Contributions and Reimbursements	15,198	11,222	12,081
(A)Joint Use Leases.....	415	541	435
(A)Reimbursements	67	598	206
(A)Proceeds from Sale of Right-of-Way.....	580	465	197
(A)Licensing Fees-Engineering Software.....	124	174	81
Highway Capital Projects (EA)	300,000	340,000	350,000
(R)Highway Capital Projects-Excise Tax (EA)	371,224	370,294	368,953
(R)Bridges-Excise Tax (EA)	120,648	120,346	119,910
(R)Highway Bridge Projects (EA)	145,000	145,000	145,000
(F)Federal Aid-Highway Bridge Projects	541,181	600,000	600,000
(F)Federal Disaster Reimbursement-FHWA	6,058	-	-
(A)Bridge Construction Contributions.....	6,868	3,003	3,003
(A)Right of Way-State Bridge	449	-	-
(A)Reimbursements from Local Governments	37	-	-
Subtotal.....	\$ 3,796,736	\$ 4,412,890	\$ 4,220,343
Highway Maintenance	1,144,293	1,185,500	1,199,588
(F)Highway Research, Planning, and Construction	74,826	130,805	149,845
(F)Disaster Recovery-FHWA.....	13,024	12,500	12,500
(F)Disaster Recovery-FEMA	10,727	31,540	12,500
(F)COVID-Reimbursement-FEMA.....	17	-	-
(F)VTO-Electric Construction Vehicles (EA)	446	685	246
(F)FMCSA Innovative Technology Deployment (EA).....	300	606	-
(F)Highway Safety-Maintenance (EA).....	28,540	28,540	28,540
(A)Highway Maintenance Contributions.....	6,281	18,819	23,191
(A)Accident Damage Claims	13,618	12,936	8,000
(A)Sale of Equipment and Supplies	1,994	4,731	5,000
(A)Marcellus Shale Road Damage.....	448	447	700
(A)Heavy Hauling-Bonded Roads	354	250	500
(A)Miscellaneous.....	106	308	100
(R)Highway Maintenance-Excise Tax (EA).....	176,331	175,890	175,253
(R)Highway Maintenance Enhancement (EA)	259,079	259,246	258,207
(R)Expanded Highway and Bridge Maintenance (EA)	309,941	326,300	309,848
(A)Expanded Maintenance Contributions	1,452	10,000	10,000
(R)Automated Work Zone Speed Enforcement (EA)	- ^b	- ^b	- ^b

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Highway Systems Technology and Innovation	20,000	20,000	25,000
(F)Intelligent Transportation System	3,198	3,000	3,000
Reinvestment in Facilities.....	16,500	16,500	16,500
(A)Proceeds from Bond Sales.....	19	-	-
(R)Delegated Facility Projects.....	19	-	-
Subtotal.....	<u>\$ 2,081,513</u>	<u>\$ 2,238,603</u>	<u>\$ 2,238,518</u>
Driver and Vehicle Services.....	231,055	274,540	283,850
Homeland Security-REAL ID.....	32,535	-	-
(F)Motor Carrier Safety Improvement (EA)	4,000	4,000	4,000
(A)Photo ID Program.....	59,212	51,500	51,500
(A)Reimbursements	1,213	1,208	1,098
(A)Postage	759	717	717
(A)Miscellaneous.....	305	218	328
(R)Reimbursements to Other States- Apportioned Registration	9,261	15,000	15,000
(R)Motorcycle Safety Education.....	6,480	5,000	5,000
(R)CDL-Hazardous Material Fees.....	353	500	500
Subtotal.....	<u>\$ 345,173</u>	<u>\$ 352,683</u>	<u>\$ 361,993</u>
(R)Aviation Operations	4,577	4,751	4,989
(F)Aviation Planning (EA).....	900	900	2,000
(A)Reimbursement-Flight Operations	689	460	460
(A)Airport Inspections and Licensing.....	34	40	40
Subtotal.....	<u>\$ 6,200</u>	<u>\$ 6,151</u>	<u>\$ 7,489</u>
Subtotal - State Funds.....	<u>\$ 2,464,666</u>	<u>\$ 2,583,612</u>	<u>\$ 2,425,465</u>
Subtotal - Federal Funds.....	<u>2,342,104</u>	<u>2,983,823</u>	<u>2,983,108</u>
Subtotal - Augmentations	<u>112,124</u>	<u>119,441</u>	<u>119,391</u>
Subtotal - Restricted.....	<u>1,402,913</u>	<u>1,422,327</u>	<u>1,402,660</u>
Total - General Government.....	<u>\$ 6,321,807</u>	<u>\$ 7,109,203</u>	<u>\$ 6,930,624</u>
Grants and Subsidies:			
Local Road Maintenance and Construction	\$ 243,911	\$ 236,886	\$ 231,937
Supplemental Local Road Maintenance and Construction	5,000	5,000	5,000
Municipal Roads and Bridges	30,000	30,000	30,000
Maintenance and Construction of County Bridges	5,000	5,000	5,000
Municipal Traffic Signals	40,000	45,000	40,000
Payment to Turnpike Commission (EA)	28,000	28,000	28,000
(R)Toll Roads-Excise Tax (EA)	132,052	130,703	129,964
(R)Local Road Payments-Excise Tax (EA)	111,374	111,101	110,687
(R)Payments to Municipalities (EA).....	77,727	77,782	77,462
(R)Local Grants for Bridge Projects (EA)	25,000	25,000	25,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
(F)Federal Aid-Local Grants for Bridge Projects	22,822	12,500	12,500
(A)Bridge Reimbursements from Local Governments	1,145	100	100
(R)Local Bridge Projects (EA)	25,250	24,800	25,300
(R)County Bridges-Excise Tax (EA)	19,280	21,435	9,223
(F)Federal Aid-County Bridges.....	16	-	-
(R)Federal Reimbursements-Local Bridge Projects.....	84,739	75,000	75,000
(R)County Bridge Projects-Marcellus Shale (EA)	15,948	14,416	22,170
(R)Annual Maintenance Payments-Highway Transfer (EA)	19,376	19,376	19,384
(R)Restoration Projects-Highway Transfer (EA)	11,000	11,000	11,000
(R)Fee for Local Use	36,892	30,000	30,000
(R)Red Light Photo Enforcement	20,328	12,000	12,000
(R)Federal Reimbursements-Political Subdivisions	102,557	140,000	140,000
 (R)Airport Development.....	 6,000	 6,000	 6,000
(F)Airport Development (EA).....	50,000	50,000	50,000
(R)Real Estate Tax Rebate	250	250	250
Subtotal.....	\$ 1,113,667	\$ 1,111,349	\$ 1,095,977
Subtotal - State Funds.....	\$ 351,911	\$ 349,886	\$ 339,937
Subtotal - Federal Funds.....	72,838	62,500	62,500
Subtotal - Augmentations	1,145	100	100
Subtotal - Restricted	687,773	698,863	693,440
Total - Grants and Subsidies.....	\$ 1,113,667	\$ 1,111,349	\$ 1,095,977
Refunds:			
Refunding Collected Monies (EA)	\$ 2,500	\$ 2,500	\$ 2,500
Subtotal.....	\$ 2,500	\$ 2,500	\$ 2,500
STATE FUNDS	\$ 2,819,077	\$ 2,935,998	\$ 2,767,902
FEDERAL FUNDS	2,414,942	3,046,323	3,045,608
AUGMENTATIONS	113,269	119,541	119,491
RESTRICTED	2,090,686	2,121,190	2,096,100
MOTOR LICENSE FUND TOTAL	\$ 7,437,974	\$ 8,223,052	\$ 8,029,101
LOTTERY FUND:			
Grants and Subsidies:			
Older Pennsylvanians Shared Rides (EA)	\$ 75,000	\$ 75,000	\$ 75,000
Transfer to Public Transportation Trust Fund (EA).....	95,907	95,907	95,907
Total - Grants and Subsidies.....	\$ 170,907	\$ 170,907	\$ 170,907
LOTTERY FUND TOTAL	\$ 170,907	\$ 170,907	\$ 170,907

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
OTHER FUNDS:			
GOV. CASEY ORGAN AND TISSUE DONATION AWARENESS TRUST FUND:			
Reimbursement to Transportation (EA)	\$ 60	\$ -	\$ -
HIGHWAY BEAUTIFICATION FUND:			
Control of Outdoor Advertising (EA)	\$ 390	\$ 390	\$ 390
LIQUID FUELS TAX FUND:			
Payments to Counties	\$ 22,310	\$ 26,138	\$ 26,624
Auditor General's Audit Costs (EA)	700	700	700
LIQUID FUELS TAX FUND TOTAL	\$ 23,010	\$ 26,838	\$ 27,324
MOTOR VEHICLE TRANSACTION RECOVERY FUND:			
Titling and Registration Fees	\$ 11	\$ 4	\$ 4
Titling and Registration-Sales Tax	68	16	16
MOTOR VEHICLE TRANSACTION RECOVERY FUND TOTAL	\$ 79	\$ 20	\$ 20
MULTIMODAL TRANSPORTATION FUND:			
Aviation Grants (EA)	\$ 7,686	\$ 8,161	\$ 8,161
Rail Freight Grants (EA)	12,806	13,598	13,598
Passenger Rail Grants (EA)	10,246	10,880	10,880
Ports and Waterways Grants (EA)	12,806	13,598	13,598
Bicycle and Pedestrian Facilities Grants (EA)	2,561	2,719	2,719
Statewide Programs Grants (EA)	40,000	40,000	40,000
Multimodal Administration and Oversight (EA)	10,870	11,414	11,710
Transfer to Commonwealth Financing Authority (EA)	94,774	92,297	73,934
MULTIMODAL TRANSPORTATION FUND TOTAL	\$ 191,749	\$ 192,667	\$ 174,600
PENNSYLVANIA INFRASTRUCTURE BANK FUND:			
Infrastructure Bank Loans (EA)	\$ 30,000	\$ 30,000	\$ 30,000
PUBLIC TRANSPORTATION ASSISTANCE FUND:			
Mass Transit (EA)	\$ 267,005	\$ 277,140	\$ 285,164
Transfer to Public Transportation Trust Fund (EA)	- ^d	- ^d	- ^d
PUBLIC TRANSPORTATION ASSISTANCE FUND TOTAL	\$ 267,005	\$ 277,140	\$ 285,164
PUBLIC TRANSPORTATION TRUST FUND:			
(R)Mass Transit Operating (EA)	\$ 1,114,093 ^e	1,134,093 ^e	1,184,093 ^e
(R)Asset Improvement (EA)	995,000	1,214,900	840,000
(F)Passenger Rail Capital (EA)	33,000	33,000	33,000
(R)Capital Improvement (EA)	40,000	40,000	40,000
(A)Capital Improvement-Reimbursements	2,677	1,000	1,000
(R)Programs of Statewide Significance (EA)	286,000	286,000	300,000
(A)Programs of Statewide Significance-CNG Capital	-	50	50
(R)Transit Administration and Oversight (EA)	5,250	5,513	5,788
PUBLIC TRANSPORTATION TRUST FUND TOTAL	\$ 2,476,020	\$ 2,714,556	\$ 2,403,931

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
UNCONVENTIONAL GAS WELL FUND:			
Rail Freight Assistance (EA)	\$ 1,000	\$ 1,000	\$ 1,000
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 2,802	\$ 3,106	\$ 3,309
MOTOR LICENSE FUND	2,819,077	2,935,998	2,767,902
LOTTERY FUND	170,907	170,907	170,907
FEDERAL FUNDS	2,661,417	3,308,798	3,308,718
AUGMENTATIONS	113,269	119,541	119,491
RESTRICTED	2,095,830	2,128,990	2,103,900
OTHER FUNDS	2,989,313	3,242,611	2,922,429
TOTAL ALL FUNDS	\$ 10,852,615	\$ 11,909,951	\$ 11,396,656

^a Includes funding above the traditional allotment as authorized under the Federal Infrastructure Investment and Jobs Act: 2024-25 Actual is \$837,617,000 and 2025-26 Available is \$883,754,000.

^b Not added to avoid double counting: 2024-25 Actual is \$2,909,100, 2025-26 Available is \$4,000,000, and 2026-27 Budget is \$4,000,000.

^c Act 1-A of 2025 transferred funding to Driver and Vehicle Services, due to the May 7, 2025, REAL ID implementation.

^d Not added to the total to avoid double counting: 2024-25 Actual is \$25,209,663, 2025-26 Available is \$25,998,000, and 2026-27 Budget is \$26,622,000.

^e Lottery Fund Transfer to Public Transportation Trust Fund not added to the total to avoid double counting: 2024-25 Actual is \$1,210,000,000, 2025-26 Available is \$1,230,000,000, and 2026-27 Budget is \$1,280,000,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
TRANSPORTATION SUPPORT SERVICES:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	87,976	94,750	98,056	98,056	98,056	98,056	98,056
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	1,902	1,804	1,754	1,754	1,754	1,754	1,754
RESTRICTED	389	800	800	800	800	800	800
OTHER FUNDS.....	11	4	4	4	4	4	4
SUBCATEGORY TOTAL....	<u>\$ 90,278</u>	<u>\$ 97,358</u>	<u>\$ 100,614</u>	<u>\$ 100,614</u>	<u>\$ 100,614</u>	<u>\$ 100,614</u>	<u>\$ 100,614</u>
HIGHWAYS AND BRIDGES:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	2,143,600	2,244,822	2,074,059	2,059,016	2,072,913	2,087,476	2,101,588
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	2,337,204	2,978,923	2,977,108	2,966,465	2,966,129	2,966,032	2,966,032
AUGMENTATIONS	48,010	63,494	63,494	63,494	63,494	63,494	63,494
RESTRICTED	1,514,647	1,528,279	1,507,635	1,493,009	1,482,335	1,458,720	1,468,885
OTHER FUNDS.....	30,390	30,390	30,390	30,390	20,390	10,390	8,390
SUBCATEGORY TOTAL....	<u>\$ 6,073,851</u>	<u>\$ 6,845,908</u>	<u>\$ 6,652,686</u>	<u>\$ 6,612,374</u>	<u>\$ 6,605,261</u>	<u>\$ 6,586,112</u>	<u>\$ 6,608,389</u>
LOCAL HIGHWAY AND BRIDGE ASSISTANCE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	323,911	321,886	311,937	311,080	306,413	304,192	301,950
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	22,838	12,500	12,500	12,500	12,500	12,500	12,500
AUGMENTATIONS	1,145	100	100	100	100	100	100
RESTRICTED	549,471	561,910	557,226	550,405	543,572	540,823	537,186
OTHER FUNDS.....	23,010	26,838	27,324	26,863	26,645	26,376	26,079
SUBCATEGORY TOTAL....	<u>\$ 920,375</u>	<u>\$ 923,234</u>	<u>\$ 909,087</u>	<u>\$ 900,948</u>	<u>\$ 889,230</u>	<u>\$ 883,991</u>	<u>\$ 877,815</u>
MULTIMODAL TRANSPORTATION:							
GENERAL FUND.....	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	170,907	170,907	170,907	170,907	170,907	170,907	170,907
FEDERAL FUNDS.....	297,375	313,375	315,110	301,475	301,475	301,475	301,475
AUGMENTATIONS	723	500	500	500	500	500	500
RESTRICTED	15,582	18,001	18,239	18,239	18,239	18,239	18,239
OTHER FUNDS.....	2,935,834	3,185,363	2,864,695	2,945,792	3,033,109	2,953,284	2,993,929
SUBCATEGORY TOTAL....	<u>\$ 3,422,021</u>	<u>\$ 3,689,746</u>	<u>\$ 3,371,051</u>	<u>\$ 3,438,513</u>	<u>\$ 3,525,830</u>	<u>\$ 3,446,005</u>	<u>\$ 3,486,650</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
DRIVER AND VEHICLE SERVICES:							
GENERAL FUND.....	\$ 1,202	\$ 1,506	\$ 1,709	\$ 1,709	\$ 1,709	\$ 1,709	\$ 1,709
MOTOR LICENSE FUND...	263,590	274,540	283,850	283,850	283,850	283,850	283,850
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	4,000	4,000	4,000	4,000	4,000	4,000	4,000
AUGMENTATIONS	61,489	53,643	53,643	53,643	53,643	53,643	53,643
RESTRICTED	15,741	20,000	20,000	20,000	20,000	20,000	20,000
OTHER FUNDS.....	68	16	16	16	16	16	16
SUBCATEGORY TOTAL....	<u>\$ 346,090</u>	<u>\$ 353,705</u>	<u>\$ 363,218</u>	<u>\$ 363,218</u>	<u>\$ 363,218</u>	<u>\$ 363,218</u>	<u>\$ 363,218</u>
ALL PROGRAMS:							
GENERAL FUND.....	\$ 2,802	\$ 3,106	\$ 3,309	\$ 3,309	\$ 3,309	\$ 3,309	\$ 3,309
MOTOR LICENSE FUND...	2,819,077	2,935,998	2,767,902	2,752,002	2,761,232	2,773,574	2,785,444
LOTTERY FUND	170,907	170,907	170,907	170,907	170,907	170,907	170,907
FEDERAL FUNDS.....	2,661,417	3,308,798	3,308,718	3,284,440	3,284,104	3,284,007	3,284,007
AUGMENTATIONS	113,269	119,541	119,491	119,491	119,491	119,491	119,491
RESTRICTED	2,095,830	2,128,990	2,103,900	2,082,453	2,064,946	2,038,582	2,045,110
OTHER FUNDS.....	2,989,313	3,242,611	2,922,429	3,003,065	3,080,164	2,990,070	3,028,418
DEPARTMENT TOTAL	<u>\$10,852,615</u>	<u>\$11,909,951</u>	<u>\$11,396,656</u>	<u>\$11,415,667</u>	<u>\$11,484,153</u>	<u>\$11,379,940</u>	<u>\$11,436,686</u>

Program: Transportation Support Services

Goal: To provide an effective administrative system supporting both non-highway and highway transportation programs.

The [Department of Transportation \(PennDOT\)](#) develops general guidelines for highway-related activities while directing and coordinating construction, maintenance, and safety functions discussed under the [Highways and Bridges](#) program and the [Driver and Vehicle Services](#) program. Managerial responsibilities include providing support in legal, budgetary, accounting, personnel, procurement, information systems, and public relations matters. PennDOT handles grant allocations to local governments and coordinates highway transfer activities. In addition, the [State Transportation Commission](#) and the Transportation Advisory Committee are funded within this program. This program also provides for refunds of Motor License Fund overpayments associated with operator licenses, vehicle registrations, and safety inspection stickers.

The department also provides direct supervision and oversight of aviation, mass transportation, rail freight, ports and waterways, and bicycle and pedestrian facilities activities, which are shown under the [Multimodal Transportation](#) program.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

MOTOR LICENSE FUND:

General Government Operations

\$ 3,306 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
MOTOR LICENSE FUND:							
General Government Operations...	\$ 85,476	\$ 92,250	\$ 95,556	\$ 95,556	\$ 95,556	\$ 95,556	\$ 95,556
Refunding Collected Monies (EA)...	2,500	2,500	2,500	2,500	2,500	2,500	2,500
TOTAL MOTOR LICENSE FUND .	\$ 87,976	\$ 94,750	\$ 98,056	\$ 98,056	\$ 98,056	\$ 98,056	\$ 98,056

Program: Highways and Bridges

Goal: To provide a safe and efficient state-administered highway network through road and bridge improvements, as well as through ongoing maintenance activities including winter traffic services.

Highway and Bridge Construction/Reconstruction

PennDOT's [Highway and Bridge Construction/Reconstruction activities](#) support the economic vitality of the Commonwealth and the mobility and quality of life of its residents.

PennDOT is actively involved in planning, facilitating, and making improvements to the transportation system, by liaisons for [Metropolitan and Rural Planning Organizations](#), the [State Transportation Commission](#), and the Transportation Advisory Committee, as well as transportation management associations, the public, and other stakeholders. The products of this collaboration, at a high level, are the [Statewide Transportation Improvement Program](#) and the [Twelve Year Program](#), which include projects highlighted on the [PA Transportation Projects](#) website.

State Highway and Bridge Maintenance

Pennsylvania experiences high volumes of traffic and is subject to inclement weather. Roadway treatments that prolong the useful life of infrastructure range from crack sealing to resurfacing. Bridge activity ranges from deck washing to preventive maintenance of deck surface and structural components. Unscheduled maintenance services must be performed in response to flooding, windstorms, landslides, sinkholes, and similar acts of nature.

A base level of [State Highway and Bridge Maintenance](#) activity is funded by a portion of the unrestricted Motor License Fund. This is supplemented by a dedicated share of the Oil Company Franchise Tax.

The Highway Systems Technology and Innovation appropriation includes costs associated with the department's traffic management centers, operation and maintenance of intelligent transportation equipment, traveler information provided to the public, and other key traffic operations efforts. This also covers costs for 511 services including the [511 PA website](#), the alert service, and a mobile application to communicate with Pennsylvania travelers.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Welcome Centers		Highway Maintenance	
\$ 149	—to continue current program.	\$ 14,088	—to continue current program.
Highway and Safety Improvements		Highway Systems Technology and Innovation	
\$ (200,000)	—based on current revenue estimates.	\$ 5,000	—to continue current program.
Highway Capital Projects (EA)			
\$ 10,000	—to continue current program.		

Program: Highways and Bridges, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Welcome Centers	\$ 4,807	\$ 4,822	\$ 4,971	\$ 4,971	\$ 4,971	\$ 4,971	\$ 4,971
Highway and Safety Improvements	630,000	650,000	450,000	430,000	440,000	450,000	460,000
Highway Capital Projects (EA)	300,000	340,000	350,000	350,000	350,000	350,000	350,000
Highway Maintenance	1,144,293	1,185,500	1,199,588	1,204,545	1,208,442	1,213,005	1,217,117
Highway Systems Technology and Innovation	20,000	20,000	25,000	25,000	25,000	25,000	25,000
Reinvestment in Facilities ..	16,500	16,500	16,500	16,500	16,500	16,500	16,500
Payment to Turnpike Commission (EA)	28,000	28,000	28,000	28,000	28,000	28,000	28,000
TOTAL MOTOR LICENSE FUND	\$2,143,600	\$2,244,822	\$2,074,059	\$2,059,016	\$2,072,913	\$2,087,476	\$2,101,588

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the percentage of highway system in good or excellent condition.							
Miles of new highway construction	8	16	8	9 ^a	9 ^a	9 ^a	9 ^a
Miles of Interstate reconstruction or restoration	140	110	120	120 ^a	120 ^a	120 ^a	120 ^a
Miles of Non-Interstate reconstruction or restoration	190	160	140	140 ^a	140 ^a	140 ^a	140 ^a
Percentage of Interstate Highway System in good condition	% 70.8	65.3	70.0	67.9	71.2	76.4	75.5
Percentage of Interstate Highway System in fair condition	% 28.5	33.8	29.0	31.2	28.0	23.0	23.9
Percentage of Interstate Highway System in poor condition	% 0.7	0.9	1.1	0.9	0.8	0.6	0.6
Percentage of National Highway System Non-Interstate highways in good condition	% 34.5	35.2	31.1	31.6	33.5	33.3	32.1
Percentage of National Highway System Non-Interstate highways in fair condition	% 62.4	61.7	65.2	65.0	63.4	63.3	64.3
Percentage of National Highway System Non-Interstate highways in poor condition	% 3.1	3.2	3.8	3.4	3.1	3.4	3.6
Percentage of bridges in good condition	% 29.8	29.9	29.9	30.4	30.6	31.0	33.0
Percentage of bridges in fair condition ..	% 64.0	64.6	64.8	63.9	63.8	63.7	62.0
Percentage of bridges in poor condition	% 6.0	5.5	5.4	5.6	5.6	5.3	5.0

Program: Highways and Bridges, continued

Program Measures, continued:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Poor bridges rehabilitated/replaced	119	141	171	149	145	145	155
Closed bridges	28	29	23	31	32	30	30
Posted bridges	437	444	416	432	422	430	450
Bridge Preservations	175	248	271	215	157	200	225
Continue to maintain miles of highways and bridges.							
Structural restoration	109	323	246	250	253	198	181
Resurfacing	258	1,054	1,945	1,584	1,730	1,587	980
Surface repairs	2,726	4,100	4,370	4,624	3,839	3,992	4,406

^a Does not include impact of federal transportation infrastructure funding.

Program: Local Highway and Bridge Assistance

Goal: To assist local governments in the maintenance and construction of their portion of the total highway and bridge system.

PennDOT provides several programs to assist municipal and county governments in the maintenance and construction of their roadways (roughly two-thirds of Pennsylvania highways) and bridges. The majority of state funds are distributed by statutory formula, while federal funds are allocated in partnership with the [Metropolitan and Regional Planning Organizations](#).

Dedicated Motor License Fund revenues are received from a portion of the Oil Company Franchise Tax and registration fees of Commonwealth-registered vehicles having a gross weight in excess of 26,000 pounds. For the local program, both municipalities and counties are eligible for grants on bridges greater than 20 feet long owned by these political subdivisions.

The [Highway Transfer Turnback Program](#) is a voluntary program in which the department pays to upgrade a road segment to acceptable standards, transfers ownership to a political subdivision, and provides a yearly subsidy for future maintenance.

There are three programs specifically directed toward county governments. General assistance for highway maintenance and construction and assistance for economically distressed counties with the local share of bridge improvement projects are each funded from a portion of the Oil Company Franchise Tax. A third program for maintenance and construction of county bridges specifies the distribution of an annual appropriation based on each county's percentage of the total county-owned bridge deck area in the state.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Local Road Maintenance and Construction		Municipal Traffic Signals	
\$ (4,949)	—based on current revenue estimates.	\$ (5,000)	—to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Local Road Maintenance and Construction.....	\$ 243,911	\$ 236,886	\$ 231,937	\$ 231,080	\$ 226,413	\$ 224,192	\$ 221,950
Supplemental Local Road Maintenance and Construction.....	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Municipal Roads and Bridges	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Maintenance and Construction of County Bridges	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Municipal Traffic Signals.....	40,000	45,000	40,000	40,000	40,000	40,000	40,000
TOTAL MOTOR LICENSE FUND	\$ 323,911	\$ 321,886	\$ 311,937	\$ 311,080	\$ 306,413	\$ 304,192	\$ 301,950

Program: Multimodal Transportation

Goal: To support public transportation, intercity bus, intercity rail, rail freight, ports, aviation, and bicycle and pedestrian facilities options that improve the mobility and the quality of life for urban and rural Pennsylvanians and enhance economic activity throughout the Commonwealth.

Multimodal Transportation provides support primarily for the Commonwealth's non-highway infrastructure that includes public transportation, aviation, bicycle, pedestrian, passenger and freight rail, and ports. Improvements and programs for non-highway transportation are funded through various sources.

Public Transportation

[Public transportation](#) service within Pennsylvania is provided by transit systems. Operating grants to these organizations are determined by a base allocation equal to the prior-year subsidy and supplemental funding distributed on four performance factors, including total passengers, senior passengers, revenue vehicle miles, and revenue vehicle hours.

Asset Improvement provides public transportation capital funding to maintain and improve vehicles, communication equipment, technology, and transit facilities.

Free Transit Services for Seniors

The [Free Transit](#) program provides free rides on participating local fixed route operations to Pennsylvanians who are 65 years of age or older, while the Shared Ride program enables senior citizens 65 years or older to use demand-responsive service at a significant fare discount. Both programs are funded from a portion of the revenues received from the Pennsylvania Lottery.

Intercity Transportation

[Intercity Bus Services](#) support operations on routes where, without state assistance, essential service would be terminated. The operations are funded with state and Federal Transit Administration funds.

[Intercity rail passenger service](#) in Pennsylvania, as distinguished from local or regional commuter service, is provided by Amtrak. PennDOT has contracted with Amtrak to provide service from Harrisburg to Philadelphia (The Keystone) and between Philadelphia and Pittsburgh (The Pennsylvanian).

PennPORTS

Pennsylvania boasts a deep-water port in Philadelphia, a sprawling inland port in Pittsburgh, and a Great Lakes port in Erie with access to the world through the St. Lawrence Seaway. [PennPORTS](#) supports the operation and maintenance of the ports of Erie, Pittsburgh, and Philadelphia as well as strategic planning, policy development, and project oversight.

Rail Freight

The department administers programs to assist railroad owners with infrastructure improvements, acquisition, accelerated maintenance, and new construction. Through the [Rail Freight Assistance Program](#) and the Rail Transportation Assistance Program, grants may be issued to private railroads, companies utilizing rail in their shipping process, and public authorities or municipalities that are conduits for rail activities.

PennDOT also receives annual funding from the Unconventional Gas Well Fund to provide rail freight grants for projects related to or directly benefitting the Commonwealth's Marcellus Shale gas drilling industry.

Aviation

The department provides programs to improve the safety and effectiveness of the Commonwealth's aviation network, including an airport inspection and licensing program. The State Aviation Development Program is used for public use airports to meet safety, security, capacity, environmental, and planning needs. The [Real Estate Tax Reimbursement Program](#) allows for publicly operated airports to receive rebates on real estate taxes for land that is essential for airport public use.

Multimodal Transportation Fund Statewide Program Grants

[Act 89 of 2013](#) established a dedicated [Multimodal Transportation Fund \(MTF\)](#) to stabilize funding for ports and rail freight, increase aviation investments, establish dedicated funding for bicycle and pedestrian improvements, and allow targeted funding for priority investments in any mode. PennDOT provides grants to improve transportation assets that enhance communities, pedestrian safety, and transit revitalization.

Program: Multimodal Transportation, continued

Bicycle and Pedestrian Facilities

The department has developed a [Statewide Active Transportation Plan](#) to outline a vision and overall strategies to implement bicycle and pedestrian projects throughout Pennsylvania. The plan focuses around six themes, including safety, connectivity, partnerships, economic mobility, transportation equity, and public health.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Transfer to Aviation Restricted Account is recommended at the current year funding level.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Transfer to Aviation Restricted Account.....	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600
LOTTERY FUND:							
Older Pennsylvanians Shared Rides (EA).....	\$ 75,000	\$ 75,000	\$ 75,000	\$ 75,000	\$ 75,000	\$ 75,000	\$ 75,000
Transfer to Public Transportation Trust Fund (EA).....	95,907	95,907	95,907	95,907	95,907	95,907	95,907
TOTAL LOTTERY FUND...	\$ 170,907	\$ 170,907	\$ 170,907	\$ 170,907	\$ 170,907	\$ 170,907	\$ 170,907
MULTIMODAL TRANSPORTATION FUND:							
Aviation Grants (EA)	\$ 7,686	\$ 8,161	\$ 8,161	\$ 8,569	\$ 8,569	\$ 8,998	\$ 8,998
Rail Freight Grants (EA)	12,806	13,598	13,598	14,278	14,278	14,992	14,992
Passenger Rail Grants (EA).....	10,246	10,880	10,880	11,424	11,424	11,995	11,995
Ports and Waterways Grants (EA).....	12,806	13,598	13,598	14,278	14,278	14,992	14,992
Bicycle and Pedestrian Facilities Grants (EA).....	2,561	2,719	2,719	2,855	2,855	2,998	2,998
Statewide Programs Grants (EA).....	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Multimodal Administration and Oversight (EA)	10,870	11,414	11,710	12,015	12,327	12,648	12,648
Transfer to Commonwealth Financing Authority (EA)....	94,774	92,297	73,934	82,628	82,625	85,818	86,127
TOTAL MULTIMODAL TRANSPORTATION FUND	\$ 191,749	\$ 192,667	\$ 174,600	\$ 186,047	\$ 186,356	\$ 192,441	\$ 192,750

Program: Multimodal Transportation, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PUBLIC TRANSPORTATION ASSISTANCE FUND:							
Mass Transit (EA)	\$ 267,005	\$ 277,140	\$ 285,164	\$ 299,524	\$ 316,229	\$ - ^a	\$ - ^a
^a Reflects increased transfer from Public Transportation Assistance Fund to Public Transportation Trust Fund as required by Act 44 of 2007.							
PUBLIC TRANSPORTATION TRUST FUND:							
(R)Mass Transit Operating (EA).....	\$ 1,114,093	\$ 1,134,093	\$ 1,184,093	\$ 1,504,093	\$ 1,654,093	\$ 1,834,093	\$ 1,874,093
(R)Asset Improvement (EA)	995,000	1,214,900	840,000	590,000	560,000	620,000	640,000
(R)Capital Improvement (EA).....	40,000	40,000	40,000	25,000	25,000	25,000	25,000
(R)Programs of Statewide Significance (EA)	286,000	286,000	300,000	300,000	250,000	240,000	220,000
(R)Transit Administration and Oversight (EA)	5,250	5,513	5,788	6,078	6,381	6,700	7,036
TOTAL PUBLIC TRANSPORTATION TRUST FUND	\$ 2,440,343	\$ 2,680,506	\$ 2,369,881	\$ 2,425,171	\$ 2,495,474	\$ 2,725,793	\$ 2,766,129

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Support public transportation, intercity bus, intercity rail, rail freight, ports, and aviation operations that improve the mobility and quality of life for urban and rural Pennsylvanians and enhance economic activity throughout the Commonwealth.							
<u>Mass Transportation:</u>							
Passengers carried by state-assisted operators (in millions)	142.6	196.2	231.4	257.2	257.5	280.5	281.9
Passengers per vehicle hour	14.5	19.6	24.9	27.1	27.1	29.6	29.8
<u>Older Pennsylvanians Transit:</u>							
Number of free transit trips (in millions)	17.8	20.5	24.1	24.7	25.4	26.0	26.1
Trips on state-assisted shared ride vehicles (in millions).....	1.6	2.1	2.4	2.8	2.6	2.7	2.7
Cost to the Commonwealth per trip:							
Free transit.....	\$ 5.40	4.68	3.98	3.88	3.77	3.69	3.67
State-assisted shared ride vehicles	\$ 45.74	36.61	21.04	24.45	27.24	27.53	27.39
<u>Intercity Transportation:</u>							
Passengers handled on Intercity Buses (in thousands)	61.6	132.6	103.7	103.7	101.1	102.0	102.0
Passengers handled on Intercity Rails (in thousands)	402.7	891.7	1,258.6	1,467.2	1,532.9	1,585.0	1,780.0
Subsidy per passenger mile	\$ 0.30	0.26	0.26	0.25	0.14	0.16	0.16
<u>Aviation:</u>							
Runways with a pavement condition index of fair or better.....	% 90	90	84	84	80	78	78

Program: Driver and Vehicle Services

Goal: To minimize traffic accidents attributable to driver error and mechanically defective vehicles and to promote highway safety programs.

[Driver and Vehicle Services](#) processes applications and collects fees for all vehicle registrations, titles, and operator licenses, and oversees operator and vehicular licensing activities such as testing, inspections, financial responsibility, and revocations. This includes [driver's license examinations](#) which certify an individual possesses the knowledge and skills to safely operate passenger and commercial vehicles and motorcycles.

The [Vehicle Safety Inspection Program](#) is intended to minimize traffic accidents due to mechanical failure. The Commonwealth operates an annual [Vehicle Emissions Inspection Program](#) in less than half of Pennsylvania's counties. In the counties not required to participate in the Vehicle Emissions Inspection Program, the annual Vehicle Safety Inspection Program incorporates a visual anti-tampering check for the presence of federally required emission control components that were installed on the vehicle by the manufacturer.

Pennsylvania enforcement officials are responsible for the issuance of citations for Vehicle Code violations. In addition to assigning points for driver infractions, the department suspends, revokes, disqualifies, or recalls driver's licenses for many violations, including accumulation of points. Driver's License program areas also administer the [Motor Voter](#) program and the Commonwealth's [Organ Donor Program](#).

PennDOT processes cancellation notices received from insurance companies. Notification of cancellation prompts the department to have registrants revalidate proper insurance coverage for the vehicle.

Driver and Vehicle Services currently has offices statewide offering driver examination and/or photo licensing services and is working with private business to further decentralize its services to improve access. As part of its ongoing efforts to enhance customer service options and provide customers with another convenient option for taking their driver's skills test, PennDOT has authorized a limited number of third-party entities to administer driver's skills testing. This budget continues to include funding to comply with federal homeland security requirements, which allows Pennsylvania residents to obtain an [optional REAL ID compliant driver's license or state identification card](#) that will be accepted for boarding a domestic commercial flight or entering a federal building.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

GENERAL FUND:			MOTOR LICENSE FUND:		
Vehicle Sales Tax Collections			Driver and Vehicle Services		
\$	(6)	—to continue current program.	\$	9,310	—to continue current program.
Voter Registration					
\$	209	—to continue current program.			

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Vehicle Sales Tax Collections	\$ 443	\$ 447	\$ 441	\$ 441	\$ 441	\$ 441	\$ 441
Voter Registration	759	1,059	1,268	1,268	1,268	1,268	1,268
TOTAL GENERAL FUND	\$ 1,202	\$ 1,506	\$ 1,709	\$ 1,709	\$ 1,709	\$ 1,709	\$ 1,709

Program: Driver and Vehicle Services, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Driver and Vehicle Services.....	\$ 231,055	\$ 274,540	\$ 283,850	\$ 283,850	\$ 283,850	\$ 283,850	\$ 283,850
Homeland Security-REAL ID	32,535	-	-	-	-	-	-
TOTAL MOTOR LICENSE FUND .	\$ 263,590	\$ 274,540	\$ 283,850	\$ 283,850	\$ 283,850	\$ 283,850	\$ 283,850

Program Measures:

	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Provide exceptional customer service through a customer-focused business approach.							
Online eGov transactions (in millions) ..	10.6	10.1	9.0	9.4	9.9	11.9	11.9
Percentage of service center customers served within 30 minutes..... %	82.0	80.0	80.0	85.0	90.0	90.0	90.0



JUDICIARY

The mission of the [Unified Judicial System of Pennsylvania](#) is to deliver fair, timely, and accessible justice for all.

The court system includes the Supreme Court, Superior Court, Commonwealth Court, Courts of Common Pleas, and community courts.

Programs and Goals

State Judicial System: *To provide the citizens of the Commonwealth with prompt and equitable justice under the law.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:*General Government:***Supreme Court:**

Supreme Court	\$ 21,168	\$ 21,257	\$ 24,320
Justice Expenses	118	118	118
Judicial Center Operations.....	1,228	1,228	1,298
Judicial Council.....	141	141	141
District Court Administrators.....	26,136	27,470	32,673
Commission for Fairness and Justice	358	358	509 ^a
Court Management Education	78	78	78
Rules Committees	1,595	1,595	1,945
Court Administrator	15,515	15,515	17,760
(F)Court Improvement Project	1,130	1,130	1,400
(F)STOP Violence Against Women (EA)	300	300	300
Integrated Criminal Justice System	2,522	2,522	3,521
(R)Judicial Computer System	46,799	43,417	46,181
Unified Judicial System Security	2,129	2,129	2,783
Unified Judicial System Cybersecurity and Disaster Recovery	3,490	3,490	3,490
Office of Elder Justice in the Courts	531	531	531
(F)Elder Justice Innovation	1,100	500	1,000
Subtotal.....	\$ 124,338	\$ 121,779	\$ 138,048

Superior Court:

Superior Court	\$ 38,761	\$ 40,721	\$ 45,339
Judges Expenses	183	183	183
Subtotal.....	\$ 38,944	\$ 40,904	\$ 45,522

Commonwealth Court:

Commonwealth Court.....	\$ 24,344	\$ 25,602	\$ 29,264
Judges Expenses	132	132	132
Subtotal.....	\$ 24,476	\$ 25,734	\$ 29,396

Courts of Common Pleas:

Courts of Common Pleas	\$ 146,913	\$ 154,680	\$ 165,126
Senior Judges.....	4,480	4,480	4,480
Judicial Education.....	1,532	1,532	1,593
Treatment Courts	1,348	1,348	1,425
Subtotal.....	\$ 154,273	\$ 162,040	\$ 172,624

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Magisterial District Judges:			
Magisterial District Judges.....	\$ 100,274	\$ 105,378	\$ 119,179
Magisterial District Judge Education	878	1,161	1,025
Subtotal.....	\$ 101,152	\$ 106,539	\$ 120,204
Philadelphia Courts:			
Municipal Court	\$ 10,074	\$ 10,074	\$ 11,027
Subtotal.....	\$ 10,074	\$ 10,074	\$ 11,027
Judicial Conduct:			
Judicial Ethics Advisory Board	\$ 259	\$ 259	\$ 369
Judicial Conduct Board	2,555	2,555	2,970
Court of Judicial Discipline	618	618	618
Subtotal.....	\$ 3,432	\$ 3,432	\$ 3,957
Subtotal - State Funds	\$ 407,360	\$ 425,155	\$ 471,897
Subtotal - Federal Funds	2,530	1,930	2,700
Subtotal - Restricted	46,799	43,417	46,181
Total - General Government	\$ 456,689	\$ 470,502	\$ 520,778
Grants and Subsidies:			
Reimbursement of County Costs:			
Juror Cost Reimbursement	\$ 1,118	\$ 1,118	\$ 1,118
County Court Reimbursement	23,136	23,136	23,136
Senior Judge Reimbursement	1,375	1,375	1,375
Court Interpreter County Grant.....	2,629	2,629	2,629
Subtotal.....	\$ 28,258	\$ 28,258	\$ 28,258
Total - Grants and Subsidies	\$ 28,258	\$ 28,258	\$ 28,258
STATE FUNDS	\$ 435,618	\$ 453,413	\$ 500,155
FEDERAL FUNDS	2,530	1,930	2,700
RESTRICTED	46,799	43,417	46,181
GENERAL FUND TOTAL	\$ 484,947	\$ 498,760	\$ 549,036

^a This budget proposes changing Interbranch Commission to Commission for Fairness and Justice.

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE JUDICIAL SYSTEM:							
GENERAL FUND.....	\$ 435,618	\$ 453,413	\$ 500,155	\$ 516,158	\$ 533,095	\$ 550,977	\$ 569,967
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	2,530	1,930	2,700	2,700	2,700	2,700	2,700
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	46,799	43,417	46,181	46,181	46,181	46,181	46,181
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 484,947</u>	<u>\$ 498,760</u>	<u>\$ 549,036</u>	<u>\$ 565,039</u>	<u>\$ 581,976</u>	<u>\$ 599,858</u>	<u>\$ 618,848</u>

Program: State Judicial System

Goal: To provide the citizens of the Commonwealth with prompt and equitable justice under the law.

Pennsylvania's [Unified Judicial System](#) is a layered court system consisting of the Supreme Court, Commonwealth Court, Superior Court, Courts of Common Pleas, the magisterial district courts, and Philadelphia Municipal Court. The Judiciary's core mission is the delivery of fair, timely, and accessible justice for all Pennsylvanians.

In counties other than Philadelphia, courts at the first level of the system are presided over by [Magisterial District Judges](#) who have jurisdiction over summary criminal cases, landlord-tenant matters, and other civil actions where the amount claimed does not exceed \$12,000. They also have jurisdiction to issue warrants, hold arraignments and preliminary hearings in all criminal cases, and accept guilty pleas under certain circumstances. In Philadelphia, the [Municipal Court](#) is the initial level of the court system. Its limited jurisdiction is analogous to that of the Magisterial District Judges.

The second level in the court system is the [Courts of Common Pleas](#), which are courts of general trial jurisdiction. They have original jurisdiction over all cases not exclusively assigned to another court. Appellate jurisdiction extends to appeals from final orders of the lower courts and appeals from certain state and most local government agencies.

Appeals from the Courts of Common Pleas are generally handled by one of the two intermediate-level appellate courts: [Commonwealth Court](#) and [Superior Court](#). The Commonwealth Court has jurisdiction over appeals involving government agencies and officials and not-for-profit corporations, as well as original jurisdiction over [Election Code](#) matters and cases involving state officials. The Superior Court has jurisdiction over all direct appeals not within the specific statutory jurisdiction of another appellate court. The [Supreme Court](#) is Pennsylvania's court of last resort and is responsible for administration of the entire Unified Judicial System.

As defined by the state constitution, statute, and court rule, the Court Administrator of Pennsylvania heads the [Administrative Office of Pennsylvania Courts \(AOPC\)](#), the administrative arm of the Supreme Court in the court's oversight responsibility of the Unified Judicial System. At the direction of the Supreme Court, AOPC has undertaken initiatives to assist those in need and educate the public by making court documents and information more accessible. In response, the [Office of Elder Justice in the Courts](#) and the [Office of Children and Families in the Courts](#) work to protect the needs of the most vulnerable. In addition, AOPC is focused on the continued expansion of its [treatment courts](#) program, assisting with the treatment and rehabilitation of behaviors and conditions that are often linked to crime and social problems. Through the Judiciary's commitment to continued improvements in language access and interpreter services, individuals who are limited-English proficient, deaf, or hard of hearing can fully participate in court processes, preserving their access to justice.

Pennsylvania's state court system was the second system in the country to go online, and through its [Judicial Computer System \(JCS\)](#) has been among the nation's leaders in using technology to more efficiently administer its courts and broaden public accessibility to court information. The JCS is now an integral part of not only court operations statewide, but also in supplying data for a broad array of state and local government agencies, especially in law enforcement through the Commonwealth's multi-agency [Pennsylvania Justice Network](#).

Program: State Judicial System, continued**Program Recommendations:**

This budget recommends the following changes: (Dollar Amounts in Thousands)

Supreme Court		Commonwealth Court	
\$ 3,063	—to continue current program.	\$ 3,662	—to continue current program.
Judicial Center Operations		Courts of Common Pleas	
\$ 70	—to continue current program.	\$ 10,446	—to continue current program.
District Court Administrators		Judicial Education	
\$ 5,203	—to continue current program.	\$ 61	—to continue current program.
Commission for Fairness and Justice		Treatment Courts	
\$ 151	—to continue current program.	\$ 77	—to continue current program.
Rules Committees		Magisterial District Judges	
\$ 350	—to continue current program.	\$ 13,801	—to continue current program.
Court Administrator		Magisterial District Judge Education	
\$ 2,245	—to continue current program.	\$ (136)	—to continue current program.
Integrated Criminal Justice System		Municipal Court	
\$ 999	—to continue current program.	\$ 953	—to continue current program.
Unified Judicial System Security		Judicial Ethics Advisory Board	
\$ 654	—to continue current program.	\$ 110	—to continue current program.
Superior Court		Judicial Conduct Board	
\$ 4,618	—to continue current program.	\$ 415	—to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL FUND:							
Judiciary.....	\$ 435,618	\$ 453,413	\$ 500,155	\$ 516,158	\$ 533,095	\$ 550,977	\$ 569,967



LEGISLATURE

The mission of the [General Assembly of Pennsylvania](#) is to formulate and enact responsible public policy on behalf of the people of the Commonwealth.

The General Assembly is composed of two bodies — the [Senate](#) and the [House of Representatives](#). The legislature convenes at the [Capitol Complex](#) in Harrisburg. Its sessions begin on the first Tuesday of each year unless otherwise convened by proclamation of the Governor.

Programs and Goals

Legislature: *To formulate and enact the public policy of the Commonwealth, to define the functions of state government, to provide revenue for the Commonwealth, and to appropriate money for the operation of state agencies and for other purposes.*

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2024-25	2025-26	2026-27
ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:*General Government:***Senate:**

Senators' Salaries	\$ 9,307	\$ 9,493	\$ 9,493
Employees of Chief Clerk	3,614	3,686	3,686
Salaried Officers and Employees	16,672	17,005	17,005
Incidental Expenses	3,775	3,851	3,851
Expenses-Senators	1,487	1,517	1,517
Legislative Purchasing and Expenses	8,450	8,619	8,619
Committee on Appropriations (R) and (D)	-	-	3,229
Committee on Appropriations (R)	1,583	1,615	-
Committee on Appropriations (D)	1,583	1,614	-
Caucus Operations (R) and (D)	-	-	98,610
Caucus Operations (R)	51,238	51,277	-
Caucus Operations (D)	45,438	47,333	-
Subtotal	\$ 143,147	\$ 146,010	\$ 146,010

House of Representatives:

Members' Salaries, Speaker's Extra Compensation	\$ 42,230	\$ 42,230	\$ 42,230
Caucus Operations (R) and (D)	-	-	152,044
Caucus Operations (R)	71,061	72,981	-
Caucus Operations (D)	76,983	79,063	-
Speaker's Office	1,873	1,910	1,910
Bi-Partisan Committee, Chief Clerk, Comptroller, and EMS	18,510	18,880	18,880
Mileage-Representatives, Officers, and Employees	672	672	672
Chief Clerk and Legislative Journal	2,816	2,816	2,816
Contingent Expenses (R) and (D)	-	-	1,118
Speaker	20	20	-
Chief Clerk	2,000	1,000	-
Floor Leader (R)	7	7	-
Floor Leader (D)	7	7	-
Whip (R)	6	6	-
Whip (D)	6	6	-
Chairman-Caucus (R)	3	3	-
Chairman-Caucus (D)	3	3	-
Secretary-Caucus (R)	3	3	-
Secretary-Caucus (D)	3	3	-
Chairman-Appropriations Committee (R)	6	6	-

Summary by Fund and Appropriation

	(Dollar Amounts in Thousands)		
	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
Chairman-Appropriations Committee (D)	6	6	-
Chairman-Policy Committee (R)	2	2	-
Chairman-Policy Committee (D)	2	2	-
Caucus Administrator (R)	2	2	-
Caucus Administrator (D)	2	2	-
Administrator for Staff (R)	20	20	-
Administrator for Staff (D)	20	20	-
Incidental Expenses	7,569	7,569	7,569
Expenses-Representatives	4,251	4,251	4,251
Legislative Purchasing and Expenses	13,000	14,413	14,413
Committee on Appropriations (R)	3,545	3,616	3,616
Committee on Appropriations (D)	3,545	3,616	3,616
Special Leadership Account (R)	7,045	7,186	7,186
Special Leadership Account (D)	7,045	7,186	7,186
Subtotal	\$ 262,263	\$ 267,507	\$ 267,507
Total - General Government	\$ 405,410	\$ 413,517	\$ 413,517
GENERAL FUND TOTAL	\$ 405,410	\$ 413,517	\$ 413,517

Program Funding Summary

	(Dollar Amounts in Thousands)						
	2024-25 Actual	2025-26 Available	2026-27 Budget	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
LEGISLATURE:							
GENERAL FUND	\$ 405,410	\$ 413,517	\$ 413,517	\$ 413,517	\$ 413,517	\$ 413,517	\$ 413,517
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	-	-	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 405,410</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>

Program: Legislature

Goal: To formulate and enact the public policy of the Commonwealth, to define the functions of state government, to provide revenue for the Commonwealth, and to appropriate money for the operation of state agencies and for other purposes.

This program provides for the operation of the [General Assembly](#), which consists of 253 members; 50 members in the [Senate](#) and 203 members in the [House of Representatives](#).

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

All appropriations are recommended at the current year funding levels.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Legislature	<u>\$ 405,410</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>	<u>\$ 413,517</u>



GOVERNMENT SUPPORT AGENCIES

The mission of the Government Support Agencies is to serve the members of the legislature, legislative committees, the Governor, heads of state agencies, and, in certain cases, citizens of the Commonwealth, by providing research, fiscal and regulatory review, and administrative and operational support.

Programs and Goals

Government Support Agencies: *To provide research, fiscal and regulatory review, and administrative and operational support.*

Government Support Agencies

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2024-25 ACTUAL	2025-26 AVAILABLE	2026-27 BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
Legislative Reference Bureau:			
Legislative Reference Bureau-Salaries and Expenses.....	\$ 11,000	\$ 11,000	\$ 11,000
Printing of PA Bulletin and PA Code	1,100	1,100	1,100
Contingent Expenses.....	25	25	25
Subtotal	\$ 12,125	\$ 12,125	\$ 12,125
Miscellaneous and Commissions:			
Legislative Budget and Finance Committee.....	2,020	2,270	2,270
Legislative Data Processing Center	36,255	37,755	37,755
LDP-Information Technology Modernization	5,000	5,100	5,100
Joint State Government Commission	1,701	1,951	1,951
Local Government Commission	1,283	1,283	1,283
Local Government Codes.....	24	24	24
Legislative Audit Advisory Commission.....	285	285	285
Independent Regulatory Review Commission	2,155	2,306	2,530
Capitol Preservation Committee.....	827	1,827	1,827
Capitol Restoration	3,157	3,157	3,157
Commission on Sentencing	2,553	3,053	3,053
Center for Rural Pennsylvania.....	1,250	1,250	1,250
Commonwealth Mail Processing Center.....	3,583	3,583	3,583
Independent Fiscal Office.....	2,343	2,343	2,343
Subtotal	\$ 62,436	\$ 66,187	\$ 66,411
Total - General Government.....	\$ 74,561	\$ 78,312	\$ 78,536
GENERAL FUND TOTAL	\$ 74,561	\$ 78,312	\$ 78,536
<u>OTHER FUNDS:</u>			
JUSTICE REINVESTMENT FUND:			
(R)Commission on Sentencing (EA)	\$ 923	\$ 575	\$ -
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 74,561	\$ 78,312	\$ 78,536
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	923	575	-
TOTAL ALL FUNDS	\$ 75,484	\$ 78,887	\$ 78,536

Government Support Agencies

Program Funding Summary

(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GOVERNMENT SUPPORT AGENCIES:							
GENERAL FUND.....	\$ 74,561	\$ 78,312	\$ 78,536	\$ 78,536	\$ 78,536	\$ 78,536	\$ 78,536
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	923	575	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 75,484</u>	<u>\$ 78,887</u>	<u>\$ 78,536</u>	<u>\$ 78,536</u>	<u>\$ 78,536</u>	<u>\$ 78,536</u>	<u>\$ 78,536</u>

Program: Government Support Agencies

Goal: To provide research, fiscal and regulatory review, and administrative and operational support.

The following list details government support agencies and their duties:

- The [Legislative Reference Bureau](#) prepares legislative bills and resolutions for introduction in the General Assembly; advises members of the legislature and legislative committees; and, from time to time, prepares proposed codifications of existing general statutes for adoption or rejection by the General Assembly;
- The [Legislative Budget and Finance Committee](#) is a bipartisan, bicameral legislative service agency that conducts studies and makes recommendations aimed at eliminating unnecessary expenditures, promoting economy in the government of the Commonwealth, and ensuring that state funds are being expended in accordance with legislative intent and law;
- The [Legislative Data Processing Center](#) establishes and operates computer systems capable of storing and retrieving all of the financial, factual, procedural, and legal information necessary to serve each of the committees, officers, and agencies of the General Assembly;
- The [Joint State Government Commission](#) serves as the bipartisan and bicameral research agency of the General Assembly;
- The [Local Government Commission](#) is a bipartisan legislative service agency offering research assistance to propose legislation that enables local governments to be more effective and efficient in providing services;
- The [Legislative Audit Advisory Commission](#) plans and performs the audit of the General Assembly's financial transactions;
- The [Independent Regulatory Review Commission](#) reviews Commonwealth agency regulations to ensure that they are in the public interest;
- The [Capitol Preservation Committee](#) works to preserve the art, architecture, and history of the Pennsylvania Capitol Building and Complex;
- The [Commission on Sentencing](#) creates and maintains a consistent and rational statewide sentencing policy through the adoption of guidelines that promote fairer and more uniform sentencing throughout the Commonwealth;
- The [Center for Rural Pennsylvania](#) serves as a resource for rural policy within the General Assembly;
- The Commonwealth Mail Processing Center screens/dispatches correspondence, packages, and parcels; and
- The [Independent Fiscal Office](#) provides nonpartisan budget information and analysis.

Program Recommendations:

This budget recommends the following changes: (Dollar Amounts in Thousands)

Independent Regulatory Review Commission
\$ 224 —to continue current program.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Government Support Agencies....	\$ 74,561	\$ 78,312	\$ 78,536	\$ 78,536	\$ 78,536	\$ 78,536	\$ 78,536



Commonwealth of Pennsylvania

Governor's Executive Budget

CAPITAL BUDGET

Program Summary

This section presents the proposed itemizations and funding sources for the 2026-27 Capital Budget projects including a brief description of each recommended project, its location, and cost components.

Projects are grouped into six categories which are proposed to be funded by a combination of Commonwealth debt obligations, current revenues through new or previous appropriations and authorizations, and funds received from other jurisdictions. Funding source distinctions are noted throughout the section, which itemizes the recommended capital program.

- **Public Improvement Projects** include various types of renovation projects, new buildings, nonstructural improvements, and land acquisition. The Department of General Services administers design and construction for the majority of these projects. However, current revenue projects are generally managed by the departments or, for projects between \$100,000 and \$600,000, through the Job Order Contracting process.
- **Furniture, Fixture, and Equipment Projects** provide for equipping newly completed public improvement projects with original movable furniture, fixtures, and equipment through the Department of General Services. Replacement furniture, fixtures, and equipment for use in existing buildings is purchased through department budgets.
- **Transportation Assistance Projects** include the purchase of rolling stock as well as construction or improvement of facilities operated by mass transportation agencies throughout the Commonwealth; the acquisition, construction, and equipping of rural and intercity common carrier surface transportation systems; and air transportation systems. These projects are administered by the Department of Transportation.
- **Redevelopment Assistance Projects** provide grants for the acquisition and construction of regional economic, cultural, civic, recreational, and historical improvements.
- **Critical Infrastructure Investments** is a proposed new project category of the capital budget targeted to provide funding for major public projects that strengthen community systems, expand economic opportunity, and modernize critical infrastructure.
- **Flood Control Projects** include flood control works and improvements to prevent floods and to preserve, control, and regulate the flow of rivers and streams. These projects are administered by the Department of Environmental Protection.
- **Highway Projects** include the design, purchase of rights-of-way, construction, and reconstruction of highways and bridges on the state highway system. These projects are administered by the Department of Transportation.

Unless otherwise noted, these nonrecurring capital investments would not significantly affect the department's future operating budgets nor affect the services provided by the agency. This is because most capital projects involve the renovation or replacement of existing facilities. Consequently, any operating cost impact is derived from such items as efficiencies in energy consumption and necessary maintenance. These items, when viewed in terms of the total department or program budget, generally tend to be negligible.

An exception is when a large-scale project is implemented or a significant increase in the capital base occurs which will dramatically change efficiencies and other components of an operating budget. In this case, the expected change in operating expenses is quantified. Any such exceptions will be noted and will be included in the department's budget or future year estimates based on when the project is expected to be completed, which is usually several years after a capital project itemization has been enacted and authorized.

There are several categories of capital authorizations for which no estimate of operating cost impact is provided. Among these are Redevelopment Assistance, Flood Control, Transportation Assistance, and Critical Infrastructure Investment projects. These projects constitute improvements to the property of other entities, primarily local jurisdictions such as cities, boroughs, townships, and universities, among others. Any change in operating costs will therefore be borne by an entity other than the Commonwealth.

Finally, the Highway Projects category also will not provide any statements of operating cost impacts. This is because the bulk of capital spending in this category is for the rehabilitation of the existing highway network rather than the addition of new mileage. As new construction or rehabilitation takes place, high maintenance costs are avoided initially. These avoided maintenance costs are generally shifted to other segments of roadway where repair needs are relatively significant. As a result, the total highway operating budget experiences minimum net change.

Estimated Capital Expenditures State Funds

This table presents summary data on the source and use of funding for currently authorized and proposed capital projects. Detailed information on debt issued for capital projects is contained in the Public Debt section of this budget document.

(Dollar Amounts in Thousands)

	2026-27 Estimated	2027-28 Estimated	2028-29 Estimated	2029-30 Estimated	2030-31 Estimated
GENERAL OBLIGATION BOND FUNDING:					
Revenues					
Capital Facilities Bonds:					
Public Improvement Projects - Buildings and Structures	\$ 1,200,000	\$ 1,200,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000
Public Improvement Projects - Furniture, Fixtures, and Equipment	20,000	20,000	30,000	20,000	20,000
Redevelopment Assistance Projects	325,000	325,000	300,000	300,000	300,000
Flood Control Projects	-	-	-	-	-
Transportation Assistance Projects	100,000	175,000	175,000	175,000	175,000
Critical Infrastructure Investment	-	-	250,000	250,000	250,000
Less: Costs of Issue	(1,500)	(1,500)	(1,500)	(1,500)	(1,500)
Miscellaneous Revenue	40,000	40,000	35,000	34,000	34,000
Use/(Surplus) of Cash	130,500	157,500	129,500	27,500	27,500
Total	<u>\$ 1,814,000</u>	<u>\$ 1,916,000</u>	<u>\$ 2,018,000</u>	<u>\$ 1,905,000</u>	<u>\$ 1,905,000</u>
Expenditures					
Capital Facilities Fund:					
Public Improvement Projects - Buildings and Structures	\$ 1,250,000	\$ 1,350,000	\$ 1,200,000	\$ 1,100,000	\$ 1,100,000
Public Improvement Projects - Furniture, Fixtures, and Equipment	29,000	31,000	33,000	20,000	20,000
Redevelopment Assistance Projects	360,000	360,000	360,000	360,000	360,000
Flood Control Projects	-	-	-	-	-
Transportation Assistance Projects	175,000	175,000	175,000	175,000	175,000
Critical Infrastructure Investment	-	-	250,000	250,000	250,000
Total General Obligation Bonds	<u>\$ 1,814,000</u>	<u>\$ 1,916,000</u>	<u>\$ 2,018,000</u>	<u>\$ 1,905,000</u>	<u>\$ 1,905,000</u>

FROM CURRENT REVENUES:

General Fund - (R)State Park Resource Restoration	^a	\$	7,639	\$	7,639	\$	7,639	\$	7,639	\$	7,639
Motor License Fund - Dirt and Gravel Roads ..	^a		952		952		952		952		952
Motor License Fund - (R)Forestry Bridges - Excise Tax	^a		2,116		2,116		2,116		2,116		2,116
Environmental Stewardship Fund - Parks and Forest Facility Rehabilitation.....	^a		3,850		3,850		3,850		3,850		3,850
Keystone Recreation, Park, and Conservation Fund - Parks and Forest Facility Rehabilitation ^a			41,837		41,837		41,837		41,837		41,837
Oil and Gas Lease Fund - State Parks and Forests Infrastructure Projects.....	^a		26,900		15,000		10,000		5,000		-
Game Fund - Wildlife Management	^a		11,213		11,213		11,213		11,213		11,213
Manufacturing Fund	^a		10,075		-		-		-		-
Highway Projects - Motor License Fund	^{a, b}		1,976,087		1,950,358		1,956,075		1,950,472		1,979,128
Total Current Revenues.....		\$	2,080,669	\$	2,032,965	\$	2,033,682	\$	2,023,079	\$	2,046,735
TOTAL ALL FUNDS		\$	3,894,669	\$	3,948,965	\$	4,051,682	\$	3,928,079	\$	3,951,735

^a Projects will continue to be evaluated based on available revenues.

^b Motor License Fund restricted and unrestricted revenues.

Recommended 2026-27 Project Itemizations

This table provides a summary of proposed project itemizations by department, funding source, and capital category.

(Dollar Amounts in Thousands)

	Capital Facilities Bond Issuances				Current Revenues	
	Public Improvement Projects	Furniture, Fixtures, and Equipment Projects	Transportation Assistance Projects	Flood Control Projects	Public Improvement Projects	Highway Projects
Agriculture	\$ 330,500	\$ -	\$ -	\$ -	\$ -	\$ -
Conservation and Natural Resources... ^a	1,422,650	24,194	-	-	83,994	-
Corrections	2,274,523	44,050	-	-	10,075	-
Education	12,637,013	282,350	-	-	-	-
Emergency Management Agency	97,000	32,000	-	-	-	-
Environmental Protection	651,060	-	-	9,900	-	-
Executive Offices	14,000	-	-	-	-	-
Fish and Boat Commission	208,900	-	-	-	-	-
Game Commission..	-	-	-	-	11,213	-
General Services.....	1,235,000	120,000	-	-	-	-
Health.....	60,000	-	-	-	-	-
Historical and Museum Commission	219,500	32,000	-	-	-	-
Human Services.....	1,775,000	180,000	-	-	-	-
Military and Veterans Affairs.....	1,905,400	98,000	-	-	-	-
State Police	703,500	100,000	-	-	-	-
Transportation	8,988,916	4,600	2,597,000	-	-	6,052,632
Total	\$ 32,522,962	\$ 917,194	\$ 2,597,000	\$ 9,900	\$ 105,282	\$ 6,052,632

^a Bond projects may also be funded by current revenues.

Agriculture

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Programs	
Protection and Development of Agricultural Industries	\$ 305,500
Horse Racing Regulation	25,000
TOTAL	<u>\$ 330,500</u>
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	<u>\$ 330,500</u>
Program: Protection and Development of Agricultural Industries	
Capital Facilities Fund-Public Improvement Projects	
Building, Infrastructure, and Site Improvements including Land Acquisition	
Animal Diagnostic Laboratory, Pennsylvania State University, Centre County	\$ 25,000
Livestock Evaluation Center, Centre County	20,000
Plant Science Facility, Pennsylvania State University, Centre County	50,000
Annex, Dauphin County	15,000
Entomology Laboratory, Dauphin County	15,000
Farm Show Complex, Dauphin County	50,000
Greenhouse and Nematology Laboratory, Dauphin County	10,000
Headquarters, Department of Agriculture, Dauphin County	25,000
Headquarters, Veterinary Laboratory, and Farm Show Complex, Dauphin County	20,000
Animal Health Diagnostic Laboratory, County to be determined	75,500
PROGRAM TOTAL	<u>\$ 305,500</u>
Program: Horse Racing Regulation	
Capital Facilities Fund-Public Improvement Projects	
New Bolton Center, Chester County	
Construction of Pennsylvania Equine Toxicology and Research Laboratory on New Bolton Campus of The University of Pennsylvania	\$ 25,000
PROGRAMS TOTAL	<u>\$ 330,500</u>

Conservation and Natural Resources

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Parks and Forest Management.....	\$ 1,530,838
Source of Funds	
Bond Issuances ^a	
Capital Facilities Fund-Public Improvement Projects	\$ 1,422,650
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	24,194
Subtotal General Obligation Bond Issues	\$ 1,446,844
Current Revenues	
General Fund-(R)State Park Resource Restoration	\$ 7,639
Motor License Fund-Dirt and Gravel Roads	1,652
Motor License Fund-(R)Forestry Bridges-Excise Tax.....	2,116
Environmental Stewardship Fund-Parks and Forest Facility Rehabilitation	3,850
Keystone Recreation, Park, and Conservation Fund-Parks and Forest Facility Rehabilitation.....	41,837
Oil and Gas Lease Fund-State Parks and Forests Infrastructure Projects.....	26,900
Subtotal Current Revenues.....	\$ 83,994
TOTAL.....	\$ 1,530,838

Program: Parks and Forest Management

Capital Facilities Fund-Public Improvement Projects

Building, Infrastructure, and Site Improvements

Point State Park, Allegheny County.....	\$ 25,000
Raccoon Creek State Park, Beaver County	12,500
Blue Knob State Park, Bedford County	25,000
French Creek State Park, Berks County	25,000
Delaware Canal State Park, Bucks County	37,500
Moraine State Park, Butler County	45,000
Gallitzin State Forest, Cambria County.....	23,000
Lehigh Gorge State Park, Carbon County	7,000
Prince Gallitzin State Park, Cambria County	12,500
Elk State Forest, Cameron County	5,250
Hickory Run State Park, Carbon County	25,000
Black Moshannon State Park, Centre County	12,500
Forest Fire Protection, Centre County	10,000
Penn Nursery, Centre County.....	6,300
Sproul State Forest, Centre County.....	4,500
Big Elk Creek State Park, Chester County	19,000
Moshannon State Forest, Clearfield County.....	2,500
Bald Eagle State Forest, Clinton County	5,625
Pymatuning State Park, Crawford County	27,000
Forestry Laboratory, Dauphin County.....	40,000
Geologic Survey Headquarters, Dauphin County.....	30,000
Ridley Creek State Park, Delaware County.....	25,000
Presque Isle State Park, Erie County	71,250
Laurel Caverns, Fayette County	30,000
Cornplanter State Park, Forest County.....	17,000
Michaux State Forest, Franklin County.....	30,000
Buchanan State Forest, Fulton County.....	3,600

Capital Budget

Cowans Gap State Park, Fulton County	6,000
Ryerson Station State Park, Greene County	12,500
Yellow Creek State Park, Indiana County	7,500
Clear Creek State Forest, Jefferson County	3,500
Forest Fire Protection, Luzerne County	5,000
Pinchot State Forest, Luzerne County	25,000
Tiadaghton State Forest, Lycoming County	5,000
Maurice K. Goddard State Park, Mercer County	8,500
Tuscarora State Forest, Mifflin County	5,750
Denton Hill State Park, Potter County	37,500
Gallitzin State Forest, Somerset County	5,625
Laurel Hill State Park, Somerset County	25,000
Loyalsock State Forest, Sullivan County	2,000
Leonard Harrison State Park, Tioga County	4,500
Tioga State Forest, Tioga County	43,750
Vosburg Neck State Park, Wyoming County	19,000
Susquehanna Riverlands State Park, York County	32,000
Forestry, Statewide	60,000
State Parks, Statewide	221,000

Bridge and Related Infrastructure Replacement and Repair

Point State Park, Allegheny County	\$ 6,000
Delaware Canal State Park, Bucks County	6,000
Norristown Farm Park, Montgomery County	37,000

Dam Rehabilitation

Mira Lloyd Dock Conservation Center, Centre County	\$ 5,000
Moshannon State Forest, Clearfield County	11,000
Parker Dam State Park, Clearfield County	37,500
Cowans Gap State Park, Fulton County	9,000
Ryerson Station State Park, Greene County	4,000
Pinchot State Forest, Lackawanna County	6,000
Memorial Lake State Park, Lebanon County	17,000
Shikellamy State Park, Northumberland County	60,000
Delaware State Forest, Pike County	11,000
Kooser State Park, Somerset County	12,000
State Parks, Statewide	95,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Point State Park, Allegheny County	\$ 819
Delaware Canal State Park, Bucks County	1,000
Gallitzin State Forest, Cambria County	750
Big Elk Creek State Park, Chester County	2,000
Forestry Laboratory, Dauphin County	3,000
Geologic Survey Headquarters, Dauphin County	2,000
Laurel Caverns State Park, Fayette County	2,000
Pinchot State Forest, Luzerne County	875
Maurice K. Goddard State Park, Mercer County	750
Denton Hill State Park, Potter County	5,000
Vosburg Neck State Park, Wyoming County	2,000
Susquehanna Riverlands State Park, York County	2,000
Training Academy and Range, Statewide	2,000

GENERAL OBLIGATION BOND ISSUES TOTAL	\$ 1,446,844

From Current Revenues

General Fund-(R)State Park Resource Restoration

Poe Valley State Park, Centre County, Poe Lake Dredging.....	\$	6,915
Forbes State Forest, Fayette County, Carroll Cabin Rehabilitation.....		724

Motor License Fund-Dirt and Gravel Roads

Bald Eagle State Forest, Centre County, Rehab of Marina Road & West Launch Road	\$	952
State Parks Region 2, Statewide, Paving at Various State Parks		700

Motor License Fund-(R)Forestry Bridges-Excise Tax

Tuscarora State Forest, Juniata County, Nelson Wild Area Culvert.....	\$	750
Bald Eagle State Forest, Mifflin County, Havice Service Valley Road		590
Bald Eagle State Forest, Mifflin County, Strongs Improvement Road.....		776

Environmental Stewardship Fund-Parks and Forest Facility Rehabilitation

Moshannon State Forest, Clearfield County, Construct Solar Array	\$	850
Colonel Denning State Park, Cumberland County, Construct Solar Array		300
Chapman State Park, Warren County, Construct Solar Array.....		700
Laurel Ridge State Park, Westmoreland County, Shafer Run Restoration		2,000

Keystone Recreation, Park, and Conservation Fund-Parks and Forest Facility Rehabilitation

Raccoon Creek State Park, Beaver County, Waste Water Treatment Plant Upgrades	\$	300
Gallitzin State Forest, Bedford County, Swinging Bridge over Clear Shade Creek		575
Shawnee State Park, Bedford County, Groundwater Conversion.....		1,000
Lehigh Gorge State Park, Carbon County, Glen Onoko Trail Redevelopment		1,000
Michaux State Forest, Cumberland County, Heath Tender Trail System Parking Area.....		300
Laurel Caverns State Park, Fayette County, Visitor Center Reno includes HVAC, Foundation Repair Site Accessibility, Wheelchair Lift, Cave Electrical Repairs, Water and Septic Upgrades		4,300
Ohiopyle State Park, Fayette County, Trail Construction and Pressley Ridge Parking		4,662
Cowans Gap State Park, Fulton County, Construct New Office and New Residence		5,000
Weiser State Forest, Luzerne and Schuylkill Counties, Catawissa Rec Area Office,Storage		
Buildings and Access Road, and Catawissa Southern Parking Lot		15,550
Clear Creek State Forest, Mercer County, McKeever Auditorium and Site Renovation		8,500
Evansburg State Park, Montgomery County, Septic Repair and Upgrades at Leased Residence		400
Promised Land State Park, Pike County, Repair Sewer Line in Village		250

Oil and Gas Lease Fund-State Parks and Forests Infrastructure Projects

Bureau of Geologic Survey, Dauphin County, Rock Sample Building Repair	\$	300
Weiser State Forest, Luzerne and Schuylkill Counties, Catawissa Rec Area Bridge Installations		200
Little Buffalo State Park, Perry County, Overnight Area Water/Sewer Connection.....		1,000
Susquehanna Riverlands State Park, York County, Iron Masters Site Imprvmt & Park Development .		25,400

CURRENT REVENUES TOTAL	\$	83,994

PROGRAM TOTAL	\$	1,530,838

^a The department may cover the cost of these projects through available current revenues.

Corrections

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Incarcerated Individuals	\$ 2,328,648
Source of Funds	
Bond Issuances^a	
Capital Facilities Fund-Public Improvement Projects	\$ 2,274,523
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	44,050
TOTAL.....	\$ 2,318,573
Current Revenues	
Manufacturing Fund	\$ 10,075
TOTAL.....	\$ 2,328,648

Program: Incarcerated Individuals

Capital Facilities Fund-Public Improvement Projects

Building, Infrastructure, and Site Improvements including Land Acquisition

Benner State Correctional Institution, Centre County	\$ 42,412
Rockview State Correctional Institution, Centre County	10,000
Houtzdale State Correctional Institution, Clearfield County.....	35,590
Cambridge Springs State Correctional Institution, Crawford County.....	31,504
Camp Hill State Correctional Institution, Cumberland County	378,459
Chester State Correctional Institution, Delaware County	29,575
Albion State Correctional Institution, Erie County	35,877
Fayette State Correctional Institution, Fayette County	16,177
Forest State Correctional Institution, Forest County	75,112
Greene State Correctional Institution, Greene County	36,180
Huntingdon State Correctional Institution, Huntingdon County	34,932
Smithfield State Correctional Institution, Huntingdon County.....	27,976
Pine Grove State Correctional Institution, Indiana County	75,760
Elizabethtown Training Academy, Lancaster County	778,976
Dallas State Correctional Institution, Luzerne County	37,750
Muncy State Correctional Institution, Lycoming County	127,143
Mercer State Correctional Institution, Mercer County	34,837
Phoenix State Correctional Institution, Montgomery County	24,826
Coal Township State Correctional Institution, Northumberland County	46,239
Frackville State Correctional Institution, Schuylkill County	72,243
Mahanoy State Correctional Institution, Schuylkill County	68,785
Laurel Highlands State Correctional Institution, Somerset County.....	42,471
Somerset State Correctional Institution, Somerset County	48,948
Waymart State Correctional Institution, Wayne County.....	63,028

Graterford State Correctional Institution, Montgomery County

Demolition of facility including code, permit, site, utility, and infrastructure related issues	\$ 99,723

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Benner State Correctional Institution, Centre County.....	\$ 1,500
Houtzdale State Correctional Institution, Clearfield County.....	1,500
Cambridge Springs State Correctional Institution, Crawford County.....	1,000
Camp Hill State Correctional Institution, Cumberland County.....	15,000

Capital Budget

Chester State Correctional Institution, Delaware County	1,000
Forest State Correctional Institution, Forest County	1,000
Pine Grove State Correctional Institution, Indiana County	1,000
Elizabethtown Training Academy, Lancaster County	5,000
Muncy State Correctional Institution, Lycoming County	8,000
Mercer State Correctional Institution, Mercer County	1,000
Phoenix State Correctional Institution, Montgomery County	1,050
Coal Township State Correctional Institution, Northumberland County	1,000
Frackville State Correctional Institution, Schuylkill County	500
Mahanoy State Correctional Institution, Schuylkill County	1,500
Waymart State Correctional Institution, Wayne County	4,000
GENERAL OBLIGATION BOND ISSUES TOTAL	\$ 2,318,573
From Current Revenues	
<i>Manufacturing Fund</i>	
Correctional Industries at Benner, Centre County, New concrete batch plant	\$ 10,000
Correctional Industries at Houtzdale, Clearfield County, Study for concrete batch plant	75
CURRENT REVENUE TOTAL	\$ 10,075
PROGRAM TOTAL	\$ 2,328,648

^a The department may cover the cost of these projects through available budgeted funding within the State Correctional Institutions appropriation.

Education

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Higher Education.....	\$ 12,919,363
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 12,637,013
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	282,350
TOTAL.....	\$ 12,919,363

Program: Higher Education

Capital Facilities Fund-Public Improvement Projects

Building, Infrastructure, and Site Improvements including Land Acquisition

State-Related Universities

University of Pittsburgh, Allegheny County.....	\$ 6,658,000
University of Pittsburgh, Cambria County	48,000
University of Pittsburgh, McKean County	24,000
University of Pittsburgh, Westmoreland County	24,000
Pennsylvania State University, Centre County	1,537,000
Pennsylvania State University, Dauphin County	50,000
Pennsylvania State University, Huntingdon County	10,000
Pennsylvania State University, Statewide	60,000
Temple University, Philadelphia County	2,140,000
Lincoln University, Chester County.....	774,463
Lincoln University, Philadelphia County.....	2,000
Thaddeus Stevens College of Technology, Lancaster County.....	322,550

State System of Higher Education

Commonwealth University, Lock Haven, Clinton County	\$ 45,000
Commonwealth University, Bloomsburg, Columbia County	65,000
Commonwealth University, Mansfield, Tioga County	20,000
PennWest University, Clarion, Clarion County	44,000
PennWest University, Edinboro, Erie County	63,000
PennWest University, California, Washington County.....	45,000
Kutztown University, Berks County.....	70,000
Slippery Rock University, Butler County	100,000
West Chester University, Chester County	135,000
Cheyney University, Chester and Delaware Counties.....	58,000
Shippensburg University, Cumberland County.....	65,000
Indiana University, Indiana County	80,000
Millersville University, Lancaster County	53,000
East Stroudsburg University, Monroe County.....	70,000
State System of Higher Education, System wide	74,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

State-Related Universities

Pennsylvania State University, Centre County	\$ 84,000
Pennsylvania State University, Huntingdon County	21,000
Temple University, Philadelphia County	20,000
Lincoln University, Chester County.....	79,750
Thaddeus Stevens College of Technology, Lancaster County.....	40,500

State System of Higher Education

Commonwealth University, Lock Haven, Clinton County	\$	3,000
PennWest University, Edinboro, Erie County		1,500
Kutztown University, Berks County		3,000
West Chester University, Chester County		4,000
Cheyney University, Chester and Delaware Counties		4,100
Indiana University, Indiana County		6,800
Millersville University, Lancaster County		4,700
System wide		10,000
PROGRAM TOTAL	\$	12,919,363

Emergency Management Agency

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Emergency Management.....	\$ 129,000
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 97,000
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	32,000
TOTAL.....	\$ 129,000
Program: Emergency Management	
Capital Facilities Fund-Public Improvement Projects	
Building, Infrastructure, and Site Improvements including Land Acquisition	
Headquarters Building, Dauphin County	\$ 6,000
Special Operations Center, Dauphin County	75,000
Western Area Office, Indiana County	6,000
State Fire Academy, Dauphin County.....	10,000
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects	
Furniture, Fixtures, and Equipment	
Special Operations Center Dauphin County.....	\$ 25,000
Western Area Office, Indiana County	3,000
State Fire Academy, Mifflin County.....	4,000
PROGRAM TOTAL	\$ 129,000

Environmental Protection

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Environmental Protection and Management.....	\$ 660,960
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 651,060
Capital Facilities Fund-Flood Control Projects.....	9,900
TOTAL.....	<u>\$ 660,960</u>
Program: Environmental Protection and Management	
Capital Facilities Fund-Public Improvement Projects	
Building, Infrastructure, and Site Improvements including Land Acquisition	
New Laboratory, Dauphin County	\$ 80,000
Rachel Carson State Office Building, Dauphin County.....	11,000
Flood Protection and Waterway Improvement	
Pitcairn Borough, Allegheny County	\$ 6,000
Streets Run, Allegheny County.....	24,000
Kernsville, Berks County	1,500
Northern Cambria Borough, Cambria County.....	2,400
Wilmore Borough, Cambria County	4,800
Solomon Run, Cambria County	10,000
Saint Clair Run, Cambria County	2,000
Sam's Run, Cambria County.....	10,000
Avery Coal Mine, Centre County	3,700
Thompson Brother Coal Mine, Centre County.....	2,700
Baumgardner Coal Mine, Centre County.....	1,350
Hamilton Mines, Clearfield County.....	600
Sky Haven Mine, Clearfield County	5,600
Stinky Run, Clearfield County	14,400
Avery Coal Mine, Clinton County	2,000
Isabella Mine, Fayette County	25,000
Weisner Hollow Slurry Dam, Jefferson County.....	27,200
Hull Creek, Lackawanna County.....	1,000
Roaring Brook, Lackawanna County	13,200
Sulfur Run, Luzerne County.....	7,200
Brown Creek, Luzerne County.....	10,000
Port Allegany Borough, McKean County	30,000
Glenside Area, Montgomery County.....	7,200
Flat Rock Dam, Philadelphia County	150,000
Auburn Dam, Schuylkill County	81,500
Tamaqua Dam, Schuylkill County.....	1,500
Elkland Borough, Tioga County	24,000
Harvey's Lake, Tioga County	2,200
Louder Mine, Washington County.....	3,220
Bare II Surface Mine, Washington County.....	2,750
Banning #4 and Euclid Mine, Westmoreland County	22,000
Northmont and Greensburg City, Westmoreland County	9,600
Brush Creek, Westmoreland County	6,000
Reconstruction, Statewide	40,000

Mine Reclamation

Timothy A. Keck Mine, Clarion County	\$	1,100
Brockway Clay Mine, Jefferson County		1,480
Twenty First Centuramics Mine, McKean County.....		2,860

Capital Facilities Fund-Flood Control Projects

Dam Rehabilitation

Core Creek Dam, Bucks County	\$	3,300
Thatcher Run and Rainbow Dams, Crawford County.....		1,850
Kintz Creek Dam, Pike County		850
Hamilton Dam, Tioga County		3,900

PROGRAM TOTAL	\$	660,960

Executive Offices

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Executive Direction	\$ 14,000
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 14,000
Program: Executive Direction	
Capital Facilities Fund-Public Improvement Projects	
Commonwealth Technology Center, Dauphin County	
Replacement of building systems, mechanical, electrical, and plumbing equipment.....	\$ 14,000
PROGRAM TOTAL	\$ 14,000

Fish and Boat Commission

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Recreational Fishing and Boating	\$ 208,900
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 208,900 ^a
Program: Recreational Fishing and Boating	
Capital Facilities Fund-Public Improvement Projects	
Hatchery and Fish Collection Facility Upgrades	
Fisheries Area 6 Office, Bucks County	\$ 3,000
Bellefonte State Fish Hatchery, Centre County	5,000
Benner Spring State Fish Hatchery, Centre County	5,000
Pleasant Gap State Fish Hatchery, Centre County	7,500
Tylersville State Fish Hatchery, Clinton County	8,000
Huntsdale State Fish Hatchery, Cumberland County	34,000
Lake Erie State Fish Hatchery, Erie County	25,000
Trout Run Steel Head Collection Facility, Erie County	7,000
Union City State Fish Hatchery, Erie County	10,000
Maintenance Area 1 / Fisheries Area 2 Office, Forest County	3,000
Tionesta State Fish Hatchery, Forest County	5,000
Oswayo City State Fish Hatchery, Potter County	6,500
Fisheries Area 5 Office, Wayne County	3,000
Pleasant Mount State Fish Hatchery, Wayne County	9,500
Bridge Repair, Replacement, and Removal	
Bellefonte State Fish Hatchery, Centre County	\$ 1,600
Benner Spring State Fish Hatchery, Centre County	3,400
Spring Creek Canyon Trail, Centre County	5,500
Minsi Lake, Northampton County	5,200
Pleasant Mount State Fish Hatchery, Wayne County	7,200
Sandy Creek, Venango County	1,500
Dam Rehabilitation	
Kahle Lake, Clarion and Venango Counties	\$ 2,000
Hemlock Lake, Indiana County	2,000
Cloe Lake, Jefferson County	8,500
Fords Lake, Lackawanna County	2,000
Harris Pond, Luzerne County	2,000
High Point Lake, Somerset County	2,000
Hunters Lake, Sullivan County	1,500
Miller Pond, Wayne County	1,500
White Oak Pond, Wayne County	1,500
Marina Use and Access Upgrades	
North East Marina, Erie County	\$ 18,000
Walnut Creek Marina, Erie County	12,000
PROGRAM TOTAL	\$ 208,900

^a The commission may cover the cost of these project itemizations through available budgeted funding within the Fish and Boat Funds.

Game Commission

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Wildlife Management	\$ 11,213
Source of Funds	
Current Revenues	
Game Fund	\$ 11,213
Building, Infrastructure, and Site Improvements	
State Game Lands 285, Beaver County, Road Construction	\$ 690
State Game Lands 147, Blair County, Road Construction	350
State Game Lands 095, Butler County, Demolition and Infrastructure Upgrades	126
State Game Lands 108, Cambria County, Construction of Habitat Crew Building	550
State Game Lands 108, Cambria County, Road Construction	543
State Game Lands 091, Carbon County, Road Construction	250
Howard Nursery, Centre County, Construction of Office Building and Woodshop	1,200
State Game Lands 103, Centre County, Road Construction	500
State Game Lands 176, Centre County, Scotia Range Improvements	750
State Game Lands 255, Clinton County, Construction of Habitat Crew Building	500
Headquarters Building, Dauphin County, Auditorium Renovations	465
Headquarters Building, Dauphin County, Installation of Walk-in Cooler/Freezer with Generator	100
State Game Lands 067, Huntingdon County, Road Construction	550
State Game Lands 276, Indiana County, Road Construction	225
State Game Lands 307, Lackawanna County, Archery Range Construction	250
State Game Lands 119, Luzerne County, Road Construction	125
State Game Lands 075, Lycoming County, Road Construction	189
Headquarters Building, Mercer County, Replacement of Fuel Tanks	120
State Game Lands 204, Potter County, Road Construction	320
State Game Lands 188, Snyder County, Construction of Habitat Crew Building	650
State Game Lands 042, Somerset County, Road Construction	375
State Game Lands 208, Tioga County, Road Construction	245
Northwest Regional Office, Venango County, Roof Insulation Replacement	210
State Game Lands 245, Washington County, Rifle Range Construction	285
State Game Lands 057, Wyoming County, Road Construction	1,425
Shooting Ranges (Multiple), Statewide, Lead Remediation at Shooting Ranges	220
PROGRAM TOTAL	\$ 11,213

General Services

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Facility, Property, and Commodity Management.....	\$ 1,355,000
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 1,235,000
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	120,000
TOTAL.....	\$ 1,355,000
Program: Facility, Property, and Commodity Management	
Capital Facilities Fund-Public Improvement Projects	
Construction of Pedestrian Bridges	
Pedestrian Bridges, Dauphin County.....	\$ 95,000
Building, Infrastructure, and Site Improvements including Land Acquisition	
Warehouse and Fleet Garage, Cumberland and Dauphin Counties	\$ 200,000
Finance Building, Dauphin County.....	80,000
Health and Human Services Building, Dauphin County	180,000
Labor and Industry Building, Dauphin County	280,000
Statewide Projects	
Renovations, alterations, construction, site improvements, infrastructure upgrades and land acquisition for Department of General Services owned buildings	\$ 200,000
Solar panel and electric vehicle charging stations at Commonwealth facilities. Includes land acquisition, design, construction, site improvement, and utility work	10,000
Professional services for the development of agency facility strategic master plans and capital planning	40,000
Demolition of existing structures and remediation of environmentally hazardous materials to various Commonwealth-owned buildings	150,000
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects	
Statewide Projects	
Rachel Carson State Office Building, Dauphin County.....	\$ 20,000
Furniture, Fixtures and Equipment for space consolidation efforts in Commonwealth-owned buildings	100,000
PROGRAM TOTAL	\$ 1,355,000

Health

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Health Support Services	\$ 60,000
Source of Funds	
Bond Issuance	
Capital Facilities Fund-Public Improvement Projects	\$ 60,000
Program: Health Support Services	
Capital Facilities Fund-Public Improvement Projects	
New Laboratory, Dauphin County	
Construction, site improvements, infrastructure upgrades, and land acquisition	\$ 60,000
PROGRAM TOTAL	\$ 60,000

Historical and Museum Commission

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
State History.....	\$ 251,500
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 219,500
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	32,000
TOTAL.....	<u>\$ 251,500</u>
Program: State History	
Capital Facilities Fund-Public Improvement Projects	
Building, Infrastructure, and Site Improvements	
Fort Pitt, Allegheny County	\$ 1,000
Old Economy Village, Beaver County.....	10,000
Conrad Weiser Homestead, Berks County.....	5,000
Daniel Boone Homestead, Berks County	10,000
Pennsbury Manor, Bucks County	10,000
Eckley Miners Village, Carbon County.....	10,000
Pennsylvania Military Museum, Centre County	10,000
State Museum of Pennsylvania, Dauphin County	20,000
State Archives, Dauphin County	4,000
Erie Maritime Museum, Erie County	10,000
Anthracite Heritage Museum, Lackawanna County.....	10,000
Landis Valley Village and Farm Museum, Lancaster County	10,000
Railroad Museum of Pennsylvania, Lancaster County	20,000
Cornwall Iron Furnace, Lebanon County	5,000
Hope Lodge, Montgomery County.....	3,000
Joseph Priestley House, Northumberland County.....	1,000
Pennsylvania Lumber Museum, Potter County	5,000
Somerset Historical Center, Somerset County	3,000
Drake Well Museum, Venango County.....	10,000
Bushy Run Battlefield, Westmoreland County.....	7,000
Exhibit Upgrades	
Old Economy Village, Beaver County.....	\$ 2,000
Conrad Weiser Homestead, Berks County.....	1,500
State Museum of Pennsylvania, Dauphin County	30,000
Railroad Museum of Pennsylvania, Lancaster County	2,000
Cornwall Iron Furnace, Lebanon County	2,000
Somerset Historical Center, Somerset County	1,000
Bushy Run Battlefield, Westmoreland County.....	2,000
Statewide Historic Sites	
Renovations, alterations, and site upgrades for maintenance, code, and energy improvements	\$ 15,000
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects	
Furniture, Fixtures, and Equipment	
State Museum of Pennsylvania, Dauphin County	\$ 30,000
Landis Valley Village and Farm Museum, Lancaster County	2,000
PROGRAM TOTAL	<u>\$ 251,500</u>

Human Services

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Programs	
Mental Health and Substance Abuse Services.....	\$ 1,030,000
Intellectual Disabilities/Autism.....	220,000
Human Services.....	705,000
TOTAL.....	\$ 1,955,000

Source of Funds

Bond Issuances

Capital Facilities Fund-Public Improvement Projects	\$ 1,775,000
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	180,000
TOTAL.....	\$ 1,955,000

Program: Mental Health and Substance Abuse Services

Capital Facilities Fund-Public Improvement Projects

Building, Infrastructure, and Site Improvements including Land Acquisition

Wernersville State Hospital, Berks County	\$ 100,000
South Mountain Restoration Center, Franklin County	100,000
Clarks Summit State Hospital, Lackawanna County	100,000
Norristown State Hospital, Montgomery County	350,000
Danville State Hospital, Montour County	100,000
Warren State Hospital, Warren County.....	100,000
Torrance State Hospital, Westmoreland County	100,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Wernersville State Hospital, Berks County	\$ 10,000
Clarks Summit State Hospital, Lackawanna County	10,000
Norristown State Hospital, Montgomery County	30,000
Danville State Hospital, Montour County	10,000
Warren State Hospital, Warren County.....	10,000
Torrance State Hospital, Westmoreland County	10,000

PROGRAM TOTAL	\$ 1,030,000

Program: Intellectual Disabilities/Autism

Capital Facilities Fund-Public Improvement Projects

Building, Infrastructure, and Site Improvements including Land Acquisition

Ebensburg Center, Cambria County	\$ 100,000
Selinsgrove Center, Snyder County.....	100,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Ebensburg Center, Cambria County.....	\$ 10,000
Selinsgrove Center, Snyder County.....	10,000

PROGRAM TOTAL	\$ 220,000

Program: Human Services

Capital Facilities Fund-Public Improvement Projects

Building, Infrastructure, and Site Improvements including Land Acquisition

Western Secure Treatment Unit, Butler County	\$	75,000
South Mountain Secure Treatment Unit, Franklin County		100,000
Youth Forestry Camp Trough Creek, Huntingdon County		100,000
North East Secure Treatment Unit, Luzerne County		50,000
South East Youth Development Center, Montgomery County		100,000
North Central Secure Treatment Unit, Montour County		100,000
Loysville Youth Development Center, Perry County		100,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Western Secure Treatment Unit, Butler County	\$	10,000
South Mountain Secure Treatment Unit, Franklin County		20,000
Youth Forestry Camp Trough Creek, Huntingdon County		10,000
North East Secure Treatment Unit, Luzerne County		10,000
South East Youth Development Center, Montgomery County		10,000
North Central Secure Treatment Unit, Montour County		10,000
Loysville Youth Development Center, Perry County		10,000

PROGRAM TOTAL	\$	705,000

PROGRAMS TOTAL	\$	1,955,000

Military and Veterans Affairs

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Programs	
State Military Readiness	\$ 1,739,000
Veterans Homes	243,400
Compensation and Assistance	21,000
TOTAL	\$ 2,003,400

Source of Funds

Bond Issuances ^a

Capital Facilities Fund-Public Improvement Projects	\$ 1,905,400
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects.....	98,000
TOTAL	\$ 2,003,400

Program: State Military Readiness

Capital Facilities Fund-Public Improvement Projects

Building, Infrastructure, and Site Improvements

Gettysburg Readiness Center, Adams County	\$ 20,000
Combined Support Maintenance Shop, Allegheny County	25,000
Pittsburgh Crane Readiness Center, Allegheny County	15,000
Pittsburgh ANG Base, Allegheny County	20,000
Ford City Readiness Center, Armstrong County	15,000
Beaver Falls Readiness Center, Beaver County	10,000
Berks County Readiness Centers, Berks County	10,000
Hollidaysburg Readiness Center, Blair County.....	27,000
Bucks County Readiness Centers and Maintenance Facilities, Bucks County	77,000
Butler Readiness Center, Butler County	25,000
Cambria County Readiness Centers and Maintenance Facilities, Cambria County	45,000
Lehighon Readiness Center, Carbon County	20,000
Centre County Readiness Centers and Maintenance Facilities, Centre County	32,000
State College Army and Air Readiness Center, Centre County	10,000
Chester County Readiness Centers and Maintenance Facilities, Chester County	40,000
Clearfield Readiness Center, Clearfield County	15,000
Lock Haven Readiness Center, Clinton County	19,000
Crawford County Readiness Centers and Maintenance Facilities, Crawford County	15,000
Carlisle Readiness Center, Cumberland County	15,000
Cumberland County Readiness Centers and Maintenance Facilities, Cumberland County	15,000
Dauphin County Readiness Centers, Dauphin County.....	60,000
Harrisburg ANG Base, Dauphin County	20,000
Erie Readiness Center, Erie County	70,000
Fayette County Readiness Centers and Maintenance Facilities, Fayette County	40,000
Chambersburg Readiness Center, Franklin County	5,000
Franklin County Readiness Centers and Maintenance Facilities, Franklin County	5,000
Huntingdon County Readiness Centers and Maintenance Facilities, Huntingdon County	10,000
Indiana County Readiness Centers and Maintenance Facilities, Indiana County	22,000
Jefferson County Readiness Centers and Maintenance Facilities, Jefferson County	10,000
Carbondale Readiness Center, Lackawanna County.....	15,000
Lackawanna County Readiness Center/Field Maintenance Shop, Lackawanna County.....	15,000
Scranton Maintenance Shop, Lackawanna County.....	10,000
Lackawanna County Readiness Centers and Maintenance Facilities, Lackawanna County	10,000
Elizabethtown Readiness Center, Lancaster County	22,000
New Castle Readiness Center, Lawrence County.....	65,000
Lawrence County Readiness Centers and Maintenance Facilities, Lawrence County	10,000

Fort Indiantown Gap, Lebanon County	150,000
Allentown Readiness Center, Lehigh County	70,000
Luzerne County Readiness Centers, Luzerne County	75,000
Williamsport Readiness Center, Lycoming County	15,000
Lycoming County Readiness Centers and Maintenance Facilities, Lycoming County	10,000
McKean County Readiness Centers and Maintenance Facilities, McKean County	10,000
Mercer County Readiness Centers and Maintenance Facilities, Mercer County	45,000
Mifflin County Readiness Centers and Maintenance Facilities, Mifflin County	10,000
Montgomery County Readiness Centers and Maintenance Facilities, Montgomery County	75,000
Danville Field Maintenance Building, Montour County	5,000
Montour County Readiness Centers and Maintenance Facilities, Montour County	30,000
Easton Readiness Center, Northampton County	20,000
Philadelphia County Readiness Centers, Philadelphia County	30,000
Schuylkill Readiness Center, Schuylkill County	20,000
Friedens Readiness Center, Somerset County	10,000
Tioga County Readiness Centers and Maintenance Facilities, Tioga County	10,000
Washington County Readiness Centers, Washington County	27,000
Honesdale Readiness Center, Wayne County	5,000
Wayne County Readiness Centers and Maintenance Facilities, Wayne County	10,000
Westmoreland County Readiness Centers, Westmoreland County	55,000
York County Readiness Centers, York County	10,000

Acquisition of Land or Facilities for New Readiness Centers

Bedford Readiness Center, Bedford County	\$ 5,000
Cambria Readiness Center, Cambria County	5,000
Lehigh County Readiness Center, Lehigh County	20,000
Luzerne County Readiness Center, Luzerne County	15,000
Central Pennsylvania Readiness Center, County to be determined	10,000
Northeastern Pennsylvania Readiness Center, County to be determined	2,000
Southeastern Pennsylvania Readiness Center, County to be determined	30,000

Fort Indiantown Gap, Lebanon County

Acquisition of Properties for Training and Installation Activities	\$ 8,000
Purchase in-holdings for Joint Land Use Agreements/Army Compatible Use Buffers	8,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Gettysburg Readiness Center, Adams County	\$ 1,000
Combined Support Maintenance Shop, Allegheny County	1,000
Pittsburgh Crane Readiness Center, Allegheny County	1,000
Pittsburgh ANG Base, Allegheny County	1,000
Ford City Readiness Center, Armstrong County	1,000
Beaver Falls Readiness Center, Beaver County	1,000
Berks County Readiness Centers, Berks County	1,000
Hollidaysburg Readiness Center, Blair County	1,000
Bucks County Readiness Centers and Maintenance Facilities, Bucks County	7,000
Butler Readiness Center, Butler County	1,000
Cambria County Readiness Centers and Maintenance Facilities, Cambria County	2,000
Lehighton Readiness Center, Carbon County	1,000
Centre County Readiness Centers and Maintenance Facilities, Centre County	2,000
State College Army and Air Readiness Center, Centre County	1,000
Chester County Readiness Centers and Maintenance Facilities, Chester County	4,000
Clearfield Readiness Center, Clearfield County	1,000
Lock Haven Readiness Center, Clinton County	1,000
Crawford County Readiness Center and Maintenance Facilities, Crawford County	1,000
Carlisle Readiness Center, Cumberland County	1,000

Capital Budget

Cumberland County Readiness Center and Maintenance Facilities, Cumberland County	1,000
Dauphin County Readiness Centers, Dauphin County	1,000
Harrisburg ANG Base, Dauphin County	1,000
Erie Readiness Center, Erie County	1,000
Fayette County Readiness Centers and Maintenance Facilities, Fayette County	4,000
Chambersburg Readiness Center, Franklin County	1,000
Franklin County Readiness Centers and Maintenance Facilities, Franklin County	1,000
Huntingdon County Readiness Centers and Maintenance Facilities, Huntingdon County	1,000
Indiana Readiness Center, Indiana County	1,000
Indiana County Readiness Centers and Maintenance Facilities, Indiana County	1,000
Jefferson County Readiness Centers and Maintenance Facilities, Jefferson County	1,000
Carbondale Readiness Center, Lackawanna County	1,000
Lackawanna County Readiness Center/Field Maintenance Shop, Lackawanna County	1,000
Scranton Maintenance Shop, Lackawanna County	1,000
Lackawanna County Readiness Centers and Maintenance Facilities, Lackawanna County	1,000
Elizabethtown Readiness Center, Lancaster County	1,000
New Castle Readiness Center, Lawrence County	1,000
Lawrence County Readiness Centers and Maintenance Facilities, Lawrence County	1,000
Fort Indiantown Gap, Lebanon County	4,000
Allentown Readiness Center, Lehigh County	1,000
Luzerne County Readiness Centers, Luzerne County	2,000
Williamsport Readiness Center, Lycoming County	1,000
Lycoming County Readiness Centers and Maintenance Facilities, Lycoming County	1,000
McKean County Readiness Centers and Maintenance Facilities, McKean County	1,000
Mercer County Readiness Centers and Maintenance Facilities, Mercer County	2,000
Mifflin County Readiness Centers and Maintenance Facilities, Mifflin County	1,000
Montgomery County Readiness Centers and Maintenance Facilities, Montgomery County	6,000
Danville Field Maintenance Building, Montour County	1,000
Montour County Readiness Center and Maintenance Facilities, Montour County	3,000
Easton Readiness Center, Northampton County	1,000
Philadelphia County Readiness Centers, Philadelphia County	1,000
Schuylkill Readiness Center, Schuylkill County	1,000
Friedens Readiness Center, Somerset County	1,000
Tioga County Readiness Centers and Maintenance Facilities, Tioga County	1,000
Washington Readiness Center, Washington County	1,000
Washinton County Readiness Centers and Maintenance Facilities, Washinton County	1,000
Honesdale Readiness Center, Wayne County	1,000
Wayne County Readiness Centers and Maintenance Facilities, Wayne County	1,000
Westmoreland County Readiness Centers, Westmoreland County	1,000
York County Readiness Centers, York County	1,000
PROGRAM TOTAL	\$ 1,739,000

Program: Veterans Homes

Capital Facilities Fund-Public Improvement Projects

Southwestern Veterans Center, Allegheny County

Renovate Facilities	\$	10,000

Southeastern Veterans Center, Spring City, Chester County

New Community Living Center and Renovate Facilities	\$	74,400

Soldiers' and Sailors' Home, Erie County

Renovate Facilities	\$	10,000

Delaware Valley Veterans Home, Philadelphia County

Renovate Facilities	\$	10,000

Veterans Homes, Statewide

Building, Infrastructure, and Site Improvements including Feasibility Studies	\$	126,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Southwestern Veterans Center, Allegheny County	\$	1,000
Southeastern Veterans Center, Spring City, Chester County		2,000
Soldiers' and Sailors' Home, Erie County		1,000
Delaware Valley Veterans Home, Philadelphia County		1,000
Veterans Homes, Statewide		8,000
PROGRAM TOTAL	\$	243,400

Program: Compensation and Assistance

Capital Facilities Fund-Public Improvement Projects

Veterans Outreach Centers, Statewide

Provide services in areas that have demonstrated the greatest need.....	\$	21,000

PROGRAMS TOTAL	\$	2,003,400

^a Project costs reflect estimated state bond funds only. Federal funds will augment as agreed to through a federal letter of commitment.

State Police

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Program	
Public Protection and Law Enforcement	\$ 803,500
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 703,500
Capital Facilities Fund-Fixtures, Furniture and Equipment Projects.....	100,000
TOTAL.....	\$ 803,500
Program: Public Protection and Law Enforcement	
Capital Facilities Fund-Public Improvement Projects	
Building, Infrastructure, and Site Improvements including Land Acquisition	
State Police Academy, Dauphin County	\$ 163,000
Regional Forensic Laboratory, County to be determined	90,500
Statewide Projects	450,000
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects	
Furniture, Fixtures, and Equipment	
Statewide Projects	\$ 100,000
PROGRAM TOTAL	\$ 803,500

Transportation

(Dollar Amounts in Thousands)

Summary of Recommended Project Itemization Amounts by Program and Source of Funds

	Project Cost
Programs	
Transportation Support Services	\$ 3,000
Highways and Bridges	13,484,348
Multimodal Transportation	3,769,900
Driver and Vehicle Services	385,900
TOTAL	\$ 17,643,148
Source of Funds	
Bond Issuances	
Capital Facilities Fund-Public Improvement Projects	\$ 8,988,916 ^a
Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects	4,600
Capital Facilities Fund-Transportation Assistance Projects	2,597,000
Subtotal General Obligation Bond Issues	\$ 11,590,516
Current Revenues	
Motor License Fund	\$ 6,052,632 ^b
TOTAL	\$ 17,643,148
Program: Transportation Support Services	
Capital Facilities Fund-Public Improvement Projects	
Building, Infrastructure, and Site Improvements	
Keystone Building, Dauphin County	\$ 3,000
Program: Highways and Bridges	
Capital Facilities Fund-Public Improvement Projects	
Building, Infrastructure, and Site Improvements including Land Acquisition	
Projects include district offices, maintenance facility offices, stockpile facilities, winter material storage buildings, general storage buildings, weigh stations, welcome centers, and roadside rests, as well as a fleet management maintenance facility, a regional traffic management center, a materials testing laboratory, a sign shop, and a parking garage.	
Adams County	\$ 60,480
Allegheny County	279,175
Armstrong County	99,050
Beaver County	60,450
Bedford County	49,875
Berks County	125,775
Blair County	118,835
Bradford County	85,425
Bucks County	135,157
Butler County	64,605
Cambria County	76,425
Cameron County	68,825
Carbon County	80,500
Centre County	50,800
Chester County	91,500
Clarion County	66,238
Clearfield County	101,700
Clinton County	113,500
Columbia County	94,500
Crawford County	58,675

Capital Budget

Cumberland County	96,000
Dauphin County	245,400
Delaware County.....	110,450
Elk County.....	75,500
Erie County	137,638
Fayette County.....	128,000
Forest County.....	57,500
Franklin County	90,685
Fulton County.....	99,025
Greene County.....	119,300
Huntingdon County	61,770
Indiana County	114,203
Jefferson County	82,350
Juniata County	78,250
Lackawanna County.....	120,785
Lancaster County	86,680
Lawrence County	68,275
Lebanon County.....	78,075
Lehigh County	118,475
Luzerne County.....	87,780
Lycoming County	110,625
McKean County.....	75,625
Mercer County.....	110,725
Mifflin County	88,325
Monroe County.....	138,050
Montgomery County.....	222,860
Montour County.....	68,800
Northampton County.....	77,925
Northumberland County.....	61,425
Perry County	85,000
Philadelphia County	69,000
Pike County.....	115,650
Potter County	54,900
Schuylkill County.....	83,350
Snyder County	86,500
Somerset County	71,500
Sullivan County	76,000
Susquehanna County	108,830
Tioga County.....	107,325
Union County	82,000
Venango County	111,925
Warren County	74,425
Washington County.....	112,750
Wayne County.....	61,600
Westmoreland County	57,500
Wyoming County.....	57,040
York County	84,830
Multicounty	600,000
Statewide	435,000

Capital Facilities Fund-Furniture, Fixtures, and Equipment Projects

Furniture, Fixtures, and Equipment

Dauphin County	\$	4,000
Lackawanna County.....		600

Current Revenues

Motor License Fund

Highway and Bridge Construction and Reconstruction

Adams County.....	\$ 81,600
Allegheny County.....	2,526,105
Armstrong County.....	9,327
Beaver County.....	202,412
Bedford County.....	3,125
Berks County.....	146,402
Blair County.....	4,353
Bradford County.....	17,174
Bucks County.....	31,381
Butler County.....	34,208
Cambria County.....	6,137
Cameron County.....	21,370
Carbon County.....	4,500
Centre County.....	32,482
Chester County.....	43,353
Clarion County.....	7,450
Clearfield County.....	41,449
Clinton County.....	22,640
Columbia County.....	12,678
Crawford County.....	33,381
Cumberland County.....	58,474
Dauphin County.....	139,155
Delaware County.....	53,642
Elk County.....	34,491
Erie County.....	47,318
Forest County.....	630
Franklin County.....	79,860
Indiana County.....	11,740
Jefferson County.....	230,879
Juniata County.....	32,145
Lackawanna County.....	46,232
Lancaster County.....	81,267
Lawrence County.....	174,658
Lebanon County.....	88,888
Lehigh County.....	150,869
Luzerne County.....	423,953
Lycoming County.....	33,053
McKean County.....	15,916
Mercer County.....	105,681
Mifflin County.....	38,142
Monroe County.....	22,448
Montgomery County.....	43,676
Montour County.....	6,211
Northampton County.....	104,293
Northumberland County.....	21,028
Perry County.....	71,955
Philadelphia County.....	403,640
Pike County.....	6,556
Potter County.....	24,875
Schuylkill County.....	18,048
Snyder County.....	6,444
Somerset County.....	7,840

Sullivan County	1,366
Susquehanna County	1,854
Tioga County	13,516
Union County	1,280
Venango County	9,283
Warren County	7,386
Washington County	4,000
Wayne County	15,376
Westmoreland County	8,000
Wyoming County	3,248
York County	121,794
PROGRAM TOTAL	<u>\$ 13,484,348</u>

Program: Multimodal Transportation

Capital Facilities Fund-Public Improvement Projects

Philadelphia Regional Port Authority, Philadelphia County	\$ 1,172,900

Capital Facilities Fund-Transportation Assistance Projects

Pittsburgh Regional Transit, Allegheny County	\$ 1,092,000
Southeastern Pennsylvania Transportation Authority, Bucks, Chester, Delaware, Montgomery, and Philadelphia Counties	1,400,000
Statewide	105,000
PROGRAM TOTAL	<u>\$ 3,769,900</u>

Program: Driver and Vehicle Services

Capital Facilities Fund-Public Improvement Projects

Driver Licensing Center Infrastructure and Site Improvements

Allegheny County	\$ 25,400
Cambria County	25,750
Centre County	25,750
Crawford County	25,750
Fayette County	25,750
Green County	25,750
Lawrence County	25,750
Lebanon County	25,750
Mercer County	25,750
Mifflin County	25,750
Schuylkill County	25,750
Snyder County	25,750
Somerset County	25,750
Venango County	25,750
Warren County	25,750
PROGRAM TOTAL	<u>\$ 385,900</u>

PROGRAMS TOTAL	<u>\$ 17,643,148</u>

^a The department may cover the cost of these project itemizations through available budgeted funding within the Motor License Fund.

^b Motor License Fund includes various dedicated unrestricted, restricted, and augmentation revenues, as well as federal funds.

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Commonwealth of Pennsylvania

Governor's Executive Budget

PUBLIC DEBT

This section presents data on the debt obligations of the Commonwealth. Debt financing is used by the Commonwealth to finance its capital programs, finance voter-approved bond referendums, and fund certain disaster relief programs. Most long-term financing by the Commonwealth is provided by the issuance of general obligation debt. Appropriation-backed debt has been used in limited instances for capital purposes. Data on such debt is included in this presentation only in the calculation of the debt ratios shown.

The Pennsylvania Constitution permits debt to be issued for (i) capital projects in approved capital budgets; (ii) purposes approved by voter referendum; and (iii) response to disasters. The following items are guidelines the Commonwealth follows in executing its capital and other debt financing activities:

- Referenda to authorize additional debt should be submitted to the voters only for critical needs when sufficient other resources are not available.
- The general obligation pledge of the Commonwealth is the preferred source of security for Commonwealth debt.
- A moral obligation pledge of the Commonwealth should not be given beyond those already given.
- Revenue pledges are to be used only by independent agencies and authorities that cannot pledge the Commonwealth's general obligation.
- Lease revenue debt should be used only when budgetary restraints prohibit current revenue funding for assets that are infrequently obtained and do not meet capital project definitions.
- Debt should be structured to mature within the useful life of the projects being financed.
- All long-term financing should be sold by competitive bid.
- Short-term borrowing should not comprise a majority of outstanding debt.
- Capital projects addressing health, safety, and public protection receive top priority for activation. New construction projects have the lowest priority.
- Highway capital projects should be funded from current revenues of the Motor License Fund.
- In accordance with the [Commonwealth's Debt Policy](#):
 - Debt service paid by the General Fund should be maintained at or below 5 percent of annual revenues.
 - General obligation debt and lease rental debt per capita should be maintained at or below \$1,750 per person.
 - General obligation debt and lease rental debt as a percentage of personal income should be maintained at or below 2 percent.

Five-Year General Obligation Rating History

	Fitch	Moody's	S&P
September-2020	AA-	Aa3	A+
April-2022	AA-	Aa3	A+
September/November-2023	AA	Aa3	A+
October 2024	AA	Aa2	A+

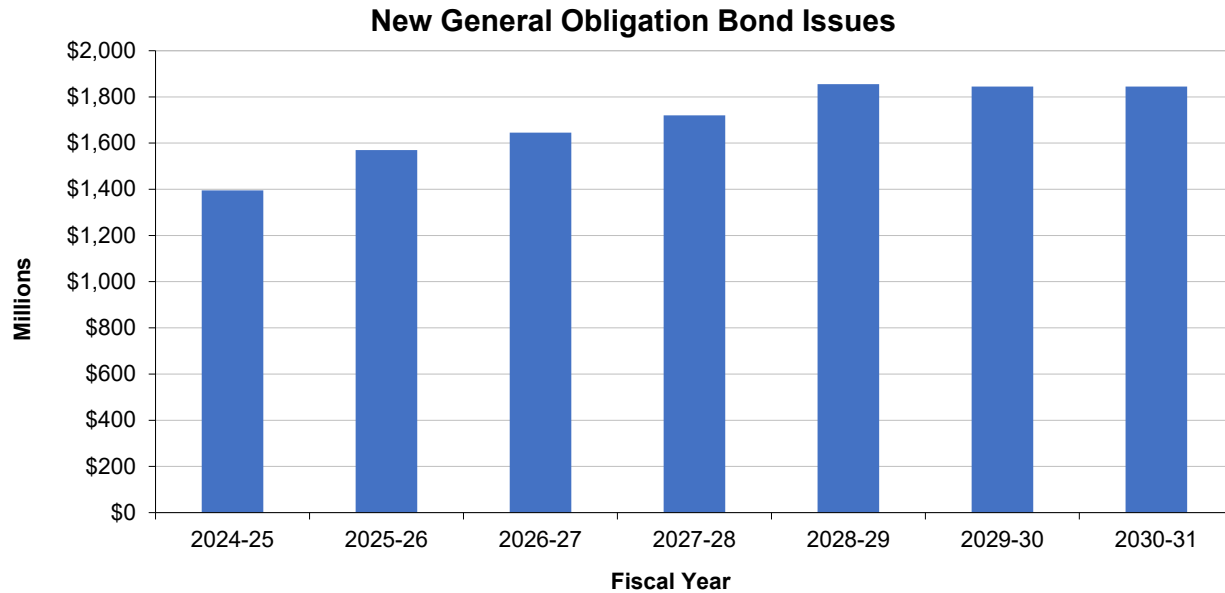
Debt Authorized, Issued, and Outstanding

The following statement reflects the debt of the Commonwealth as of December 31, 2025. The table below does not include bond categories that have zero remaining authorization and that have all such category bonds retired. The constitution permits capital budget debt to be issued without voter approval but subject to a debt limit. Except for debt issued for disaster recovery purposes, all other debt requires voter approval.

	(Dollar Amounts in Thousands)		
Debt Subject to Constitutional Limit	Total Debt Authorized	Total Original Debt Issued	Debt Outstanding
Capital Budget	\$ 173,619,920	\$ 32,135,955	\$ 6,213,670
Capital Budget Refunding Bonds Outstanding	-	-	3,526,565
Less: Capital Debt Fund Balance	-	-	(9,996)
SUBTOTAL	\$ 173,619,920	\$ 32,135,955	\$ 9,730,239
Debt Not Subject to Constitutional Limit - Voter Approved and Disaster			
Disaster Relief	\$ 192,708	\$ 170,800	\$ -
Disaster Relief 1996	110,000	26,000	-
Economic Revitalization	190,000	176,000	-
Land and Water Development	500,000	499,700	-
Vietnam Veterans' Compensation	65,000	62,000	-
Volunteer Companies Loan	100,000	50,000	-
Water Facilities - 1981 Referendum	300,000	288,500	-
PENNVEST- 1992 Referendum	350,000	334,000	-
PENNVEST- 2008 Referendum	400,000	400,000	28,470
Local Criminal Justice	200,000	197,000	-
Nursing Home Loans	100,000	69,000	-
Water Supply and Wastewater Infrastructure	250,000	250,000	5,845
Growing Greener	625,000	625,000	20,660
Persian Gulf Conflict Veterans' Compensation	20,000	7,000	-
Refunding Bonds Outstanding	-	-	402,145
Less: Non-Capital Sinking Fund Balances	-	-	(5,472)
SUBTOTAL	\$ 3,402,708	\$ 3,155,000	\$ 451,648
TOTAL	\$ 177,022,628	\$ 35,290,955	\$ 10,181,887

General Obligation Bond Issues 2024-25 through 2030-31

This table shows the projected amount of general obligation bonds of the Commonwealth to be issued during the prior and current fiscal year and the subsequent five fiscal years based on current projects. Refunding bonds are not included in the data.



	(Dollar Amounts in Thousands)						
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Estimated	Budget	Estimated	Estimated	Estimated	Estimated
General Obligation Bond Issues							
Capital Budget							
Buildings and Structures	\$ 900,000	\$ 1,100,000	\$ 1,200,000	\$ 1,200,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000
Furniture, Fixtures, and Equipment.....	20,000	20,000	20,000	20,000	30,000	20,000	20,000
Redevelopment Assistance ...	300,000	350,000	325,000	325,000	300,000	300,000	300,000
Transportation Assistance	175,000	100,000	100,000	175,000	175,000	175,000	175,000
Critical Infrastructure Investment	-	-	-	-	250,000	250,000	250,000
Flood Control	-	-	-	-	-	-	-
SUBTOTAL	\$ 1,395,000	\$ 1,570,000	\$ 1,645,000	\$ 1,720,000	\$ 1,855,000	\$ 1,845,000	\$ 1,845,000
Voter Approved and Disaster							
PENNVEST - 1992 & 2008 Referendum	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Water and Wastewater Referendum	-	-	-	-	-	-	-
Growing Greener Referendum	-	-	-	-	-	-	-
SUBTOTAL	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL ^a	\$ 1,395,000	\$ 1,570,000	\$ 1,645,000	\$ 1,720,000	\$ 1,855,000	\$ 1,845,000	\$ 1,845,000

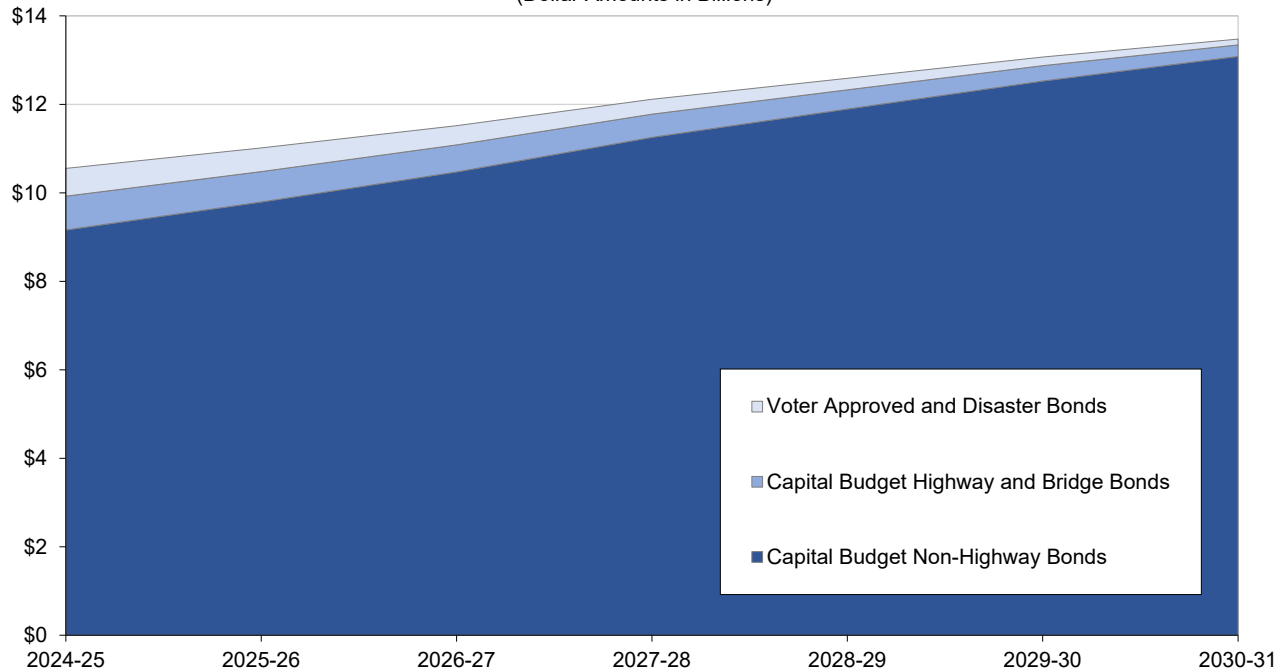
^a Fiscal year 2025-26 includes an estimated \$1.57 billion issuance in January 2026.

General Obligation Debt Outstanding 2024-25 through 2030-31

Outstanding debt of the Commonwealth is projected using the proposed bond issuance contained in this budget and encompasses all general obligation debt. Sinking fund balances are excluded. Only capital budget debt is subject to the constitutional debt limit [Article VIII, Section 7(a)(4)].

Projected Total Debt Outstanding Fiscal Year End

(Dollar Amounts in Billions)



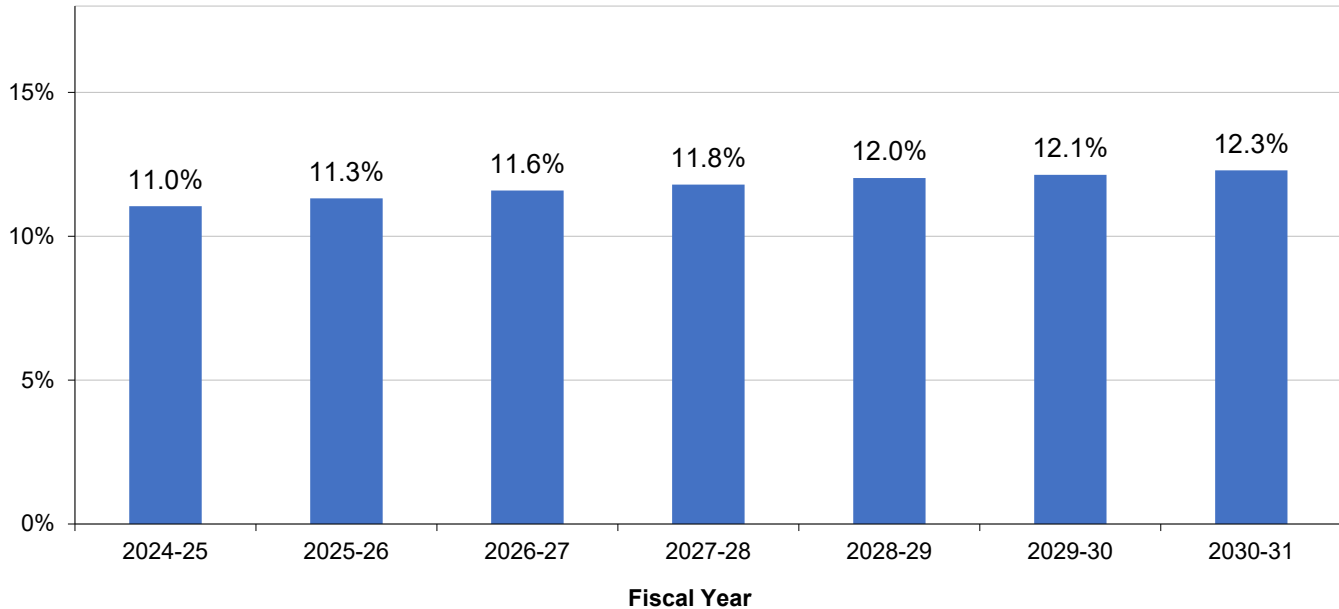
(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Estimated	Budget	Estimated	Estimated	Estimated	Estimated
Fiscal Year End Debt Outstanding							
Capital Budget Non-Highway Bonds.....	\$ 9,731,974	\$ 10,454,480	\$ 11,143,170	\$ 11,873,250	\$ 12,697,905	\$ 13,425,410	\$ 14,159,760
Capital Budget Highway and Bridge Bonds	682,402	603,785	518,530	428,630	341,320	255,965	202,920
Voter Approved and Disaster Bonds.....	532,114	432,285	336,645	258,010	194,195	130,435	93,960
TOTAL.....	\$ 10,946,490	\$ 11,490,550	\$ 11,998,345	\$ 12,559,890	\$ 13,233,420	\$ 13,811,810	\$ 14,456,640

Constitutional Debt Limit 2024-25 through 2030-31

The state constitution limits outstanding capital budget debt to 1.75 times the average tax revenues during the previous five fiscal years. Voter approved and disaster relief debt are not subject to the constitutional debt limit. The table and chart below present actual data for one fiscal year and current projections for six fiscal years.

Capital Budget Debt as a Percent of the Debt Limit



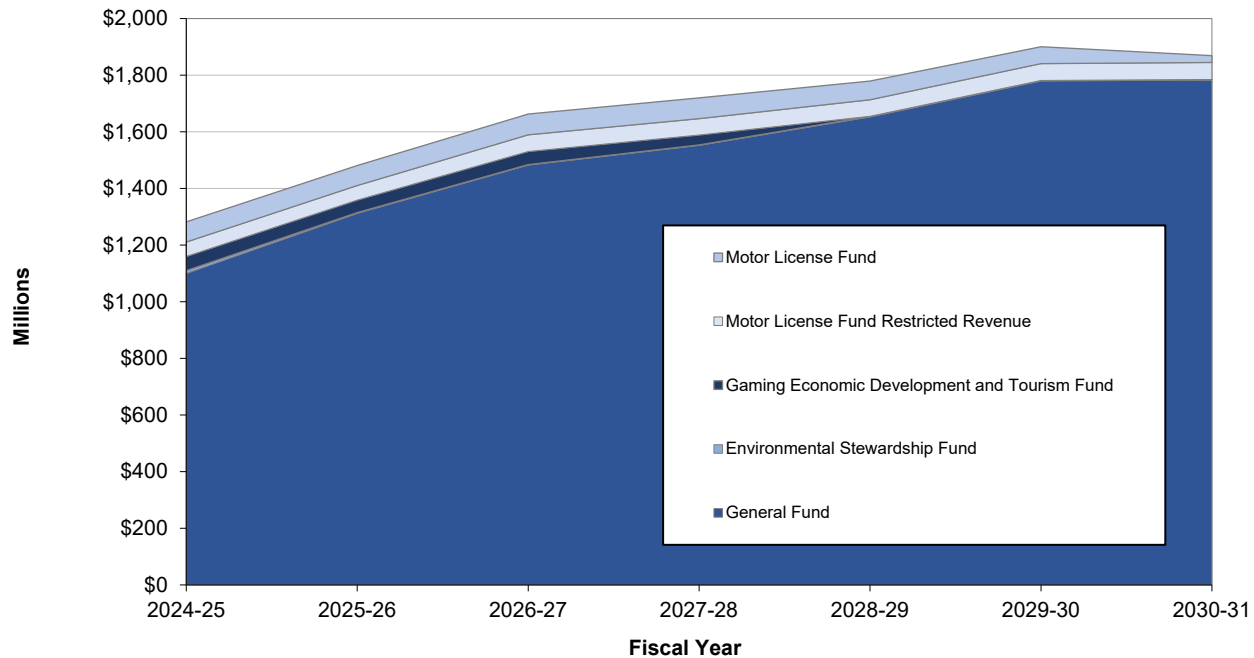
(Dollar Amounts in Thousands)							
	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Estimated	Budget	Estimated	Estimated	Estimated	Estimated
Debt Limit Projection							
Outstanding Debt Beginning of Fiscal Year..... ^a	\$ 9,915,767	\$ 10,406,938	\$ 11,050,827	\$ 11,654,262	\$ 12,294,442	\$ 13,031,787	\$ 13,673,937
Debt to be Issued.....	2,731,630	1,570,000	1,645,000	1,720,000	1,855,000	1,845,000	1,845,000
Debt to be Retired...	(2,240,459)	(926,111)	(1,041,565)	(1,079,820)	(1,117,655)	(1,202,850)	(1,163,695)
Outstanding Debt End of Fiscal Year ... ^a	<u>\$ 10,406,938</u>	<u>\$ 11,050,827</u>	<u>\$ 11,654,262</u>	<u>\$ 12,294,442</u>	<u>\$ 13,031,787</u>	<u>\$ 13,673,937</u>	<u>\$ 14,355,242</u>
Capital Budget Debt as a percent of Debt Limit.....	11.0%	11.3%	11.6%	11.8%	12.0%	12.1%	12.3%
Calculation of Debt Limit:							
Average Tax Revenues							
Previous Five Years	<u>\$ 53,854,733</u>	<u>\$ 55,806,952</u>	<u>\$ 57,466,448</u>	<u>\$ 59,561,266</u>	<u>\$ 61,931,938</u>	<u>\$ 64,377,972</u>	<u>\$ 66,740,426</u>
Debt Limit (1.75 times revenues)	<u>\$ 94,245,783</u>	<u>\$ 97,662,166</u>	<u>\$ 100,566,285</u>	<u>\$ 104,232,216</u>	<u>\$ 108,380,891</u>	<u>\$ 112,661,450</u>	<u>\$ 116,795,746</u>

^a Actual year amount is net of June 30 Capital Debt Fund balance.

Debt Service on General Obligation Debt 2024-25 through 2030-31

This table shows the estimated net debt service payable by the Commonwealth on currently outstanding general obligation bonds and on projected general obligation bond issues.

Debt Service on General Obligation Debt



(Dollar Amounts in Thousands)

	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
	Actual	Estimated	Budget	Estimated	Estimated	Estimated	Estimated
General Fund							
Capital Budget Non-Highway	\$ 1,096,823	\$ 1,308,826	\$ 1,479,435	\$ 1,548,636	\$ 1,649,671	\$ 1,776,458	\$ 1,779,661
Voter Approved and Disaster.....	3,174	3,174	3,175	3,179	3,177	3,190	3,209
SUBTOTAL.....	\$ 1,099,997^a	\$ 1,312,000^b	\$ 1,482,610	\$ 1,551,815	\$ 1,652,848	\$ 1,779,648	\$ 1,782,870
Environmental Stewardship Fund							
Growing Greener II	\$ 9,943	\$ 3,010	\$ 1,897	\$ 1,896	\$ 1,893	\$ 1,920	\$ 1,942
Gaming Economic Development and Tourism Fund							
Pennsylvania Convention Center.....	\$ 50,000	\$ 44,000	\$ 46,000	\$ 35,087	\$ -	\$ -	\$ -
Motor License Fund^c							
Capital Budget - Highways	\$ 35,920	\$ 35,010	\$ 37,965	\$ 38,006	\$ 38,047	\$ 38,080	\$ 38,447
Capital Budget	14,813	16,089	21,190	19,804	20,337	21,001	21,796
SUBTOTAL.....	\$ 50,733	\$ 51,099	\$ 59,155	\$ 57,810	\$ 58,384	\$ 59,081	\$ 60,243
Motor License Fund Restricted Revenue							
Capital Budget - Bridge	\$ 71,466	\$ 70,698	\$ 72,993	\$ 73,409	\$ 66,013	\$ 59,858	\$ 24,244
TOTAL.....	\$ 1,282,139	\$ 1,480,807	\$ 1,662,655	\$ 1,720,017	\$ 1,779,138	\$ 1,900,507	\$ 1,869,299

^a Fiscal year 2024-25 reflects \$37 million in refunding and other savings.

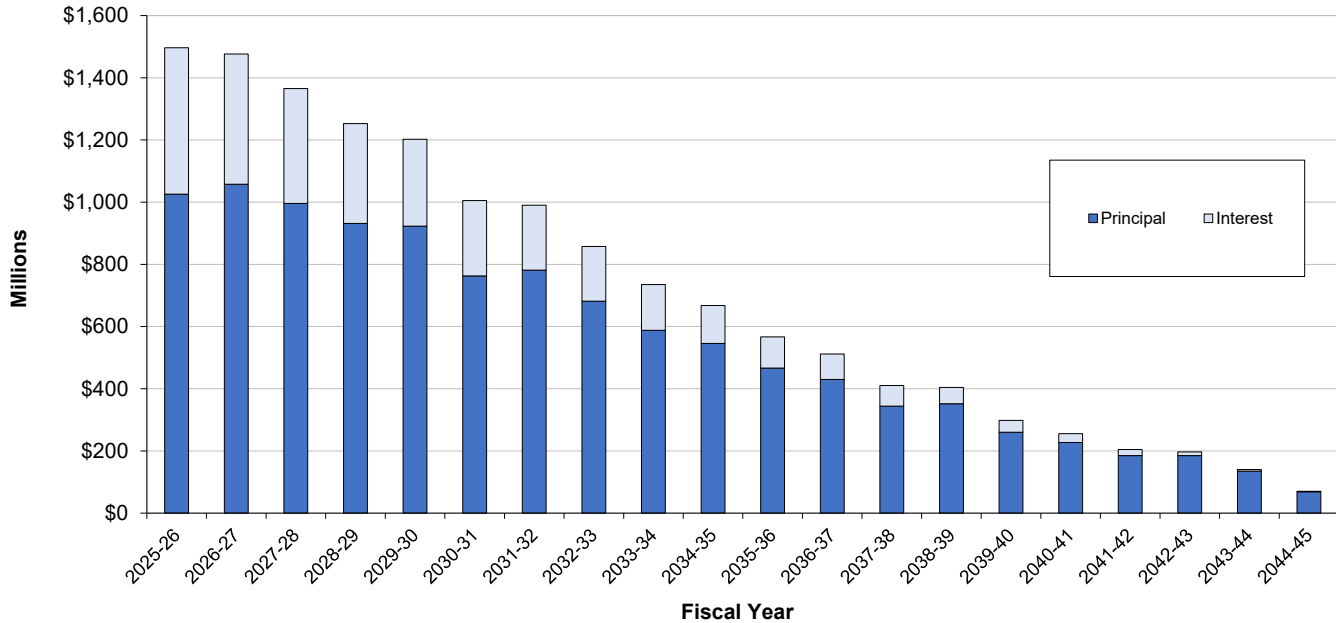
^b Fiscal year 2025-26 reflects \$58 million in refunding and other savings.

^c Build America Bond subsidies transferred to the Motor License Fund (not netted out).

Annual Debt Service on Outstanding General Obligation Bonds Bonds Issued as of December 31, 2025

Fiscal year principal and interest payments on general obligation bonds issued as of the end of calendar year 2025 are shown in the table below. Debt service on projected bond issues is excluded from this data.

Principal and Interest on Outstanding Bonds Issued as of December 31, 2025



(Dollar Amounts in Thousands)

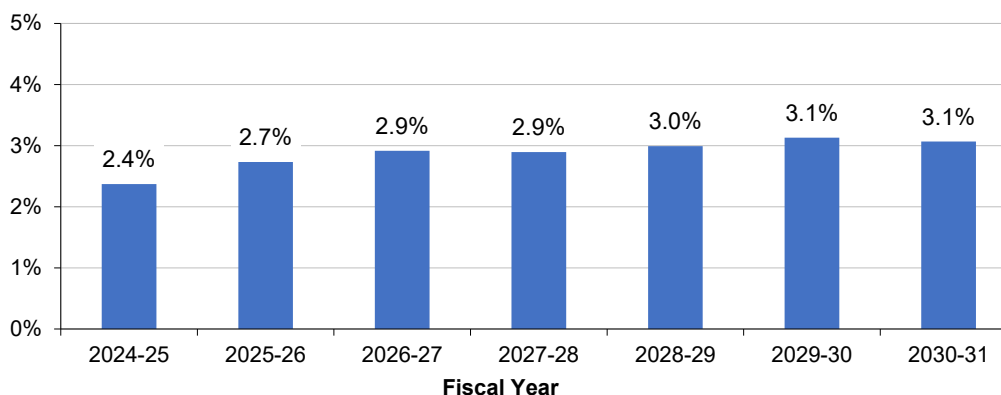
Fiscal Year	Capital Budget (Non-highway)			Capital Budget (Highway)			Voter Approved and Disaster			Grand Total
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	
2025-26	\$ 847,494	\$ 422,276	\$ 1,269,770	\$ 78,617	\$ 27,090	\$ 105,707	\$ 99,829	\$ 21,078	\$ 120,907	\$ 1,496,384
2026-27	876,810	375,936	1,252,746	85,255	25,701	110,956	95,640	16,909	112,549	1,476,251
2027-28	827,170	335,183	1,162,353	89,900	21,514	111,414	78,635	12,862	91,497	1,365,263
2028-29	780,595	294,789	1,075,384	87,310	16,749	104,059	63,815	9,378	73,193	1,252,636
2029-30	773,495	260,092	1,033,587	85,355	12,581	97,936	63,760	6,814	70,574	1,202,097
2030-31	673,400	227,753	901,153	53,045	9,645	62,690	36,475	4,604	41,079	1,004,922
2031-32	694,205	197,901	892,106	50,740	7,581	58,321	36,645	3,141	39,786	990,213
2032-33	617,340	168,337	785,677	43,425	5,627	49,052	20,635	2,004	22,639	857,369
2033-34	541,665	142,249	683,914	37,230	3,882	41,112	8,890	1,335	10,225	735,251
2034-35	501,565	118,573	620,138	37,250	2,272	39,522	7,085	954	8,039	667,698
2035-36	425,880	98,766	524,646	34,275	1,023	35,298	6,380	682	7,062	567,006
2036-37	424,750	81,490	506,240	-	-	-	4,955	469	5,424	511,665
2037-38	339,525	66,198	405,723	-	-	-	4,485	301	4,786	410,509
2038-39	348,550	52,049	400,599	-	-	-	3,415	135	3,550	404,149
2039-40	258,775	38,145	296,920	-	-	-	1,470	31	1,501	298,422
2040-41	227,005	28,303	255,308	-	-	-	-	-	-	255,308
2041-42	185,000	19,781	204,781	-	-	-	-	-	-	204,781
2042-43	185,000	12,100	197,100	-	-	-	-	-	-	197,100
2043-44	135,000	5,450	140,450	-	-	-	-	-	-	140,450
2044-45	68,750	1,375	70,125	-	-	-	-	-	-	70,125

Trends in Debt Service and Debt Ratios 2024-25 through 2030-31

The charts portray projections for indicators of the cost of projected annual debt service and the burden of projected debt outstanding. Debt service and outstanding debt includes general obligation debt and debt secured by lease rental payments or operating subsidies from various Commonwealth departments.

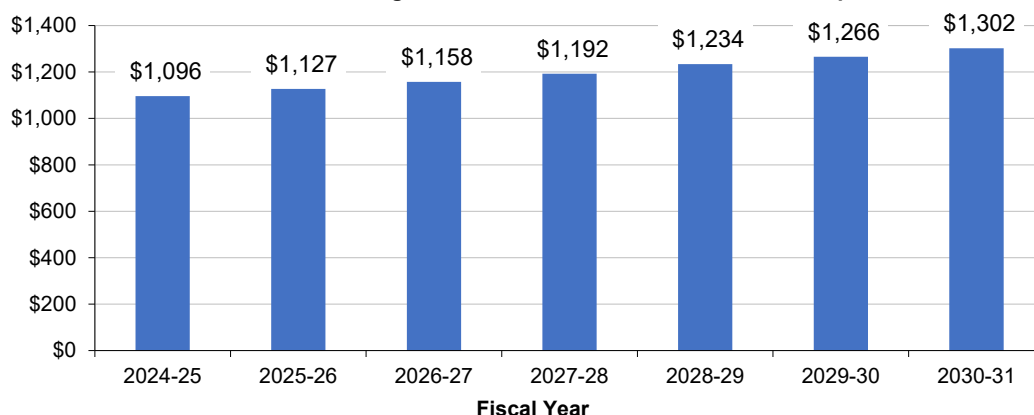
General Fund debt service as a percent of revenues remains below Standard & Poor's criteria of 5 percent for issuers considered to have a "low debt burden."

General Fund Supported Debt Service as a Percent of General Fund Revenue



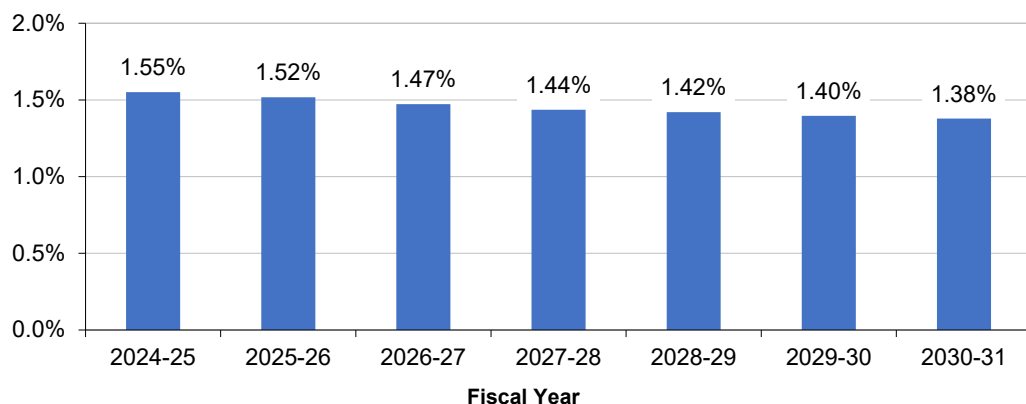
While population growth in the Commonwealth is minimal, per capita debt levels remain relatively low.

General Obligation Bond and Lease Rental Debt Per Capita



Growing personal income keeps the planned bond issuance affordable.

General Obligation Bond and Lease Rental Debt as a Percent of Personal Income



Outstanding Indebtedness of Agencies and Authorities

(Dollar Amounts in Millions)

The indebtedness of the following agencies and authorities is not an obligation of the Commonwealth of Pennsylvania but represents the debt of those agencies and authorities created by the Commonwealth for a public purpose. These obligations are not considered as debt under Article VIII of the Pennsylvania Constitution.

	Bonds and Notes as of 12/31/25
Commonwealth Financing Authority	
Created to promote health, safety, employment, business opportunities, economic activity, and the general welfare of the Commonwealth. Debt service on the bonds is paid from revenues of the authority and sales tax revenue transfers.	\$ 3,906.1
Delaware River Joint Toll Bridge Commission	
Created by Pennsylvania and New Jersey to construct, operate, and maintain bridges crossing the upper Delaware River. Debt service on the bonds is paid from tolls and other revenues of the commission.	594.9
Delaware River Port Authority	
Created by Pennsylvania and New Jersey to control and operate bridges crossing the Delaware River, it may construct or acquire other bridges, tunnels, and other projects for port improvement and development. The authority operates a rapid transit system, which it constructed. Debt service on the bonds is paid from tolls, fares, rents, and other revenue of the authority.	853.8
Pennsylvania Economic Development Financing Authority	
Created to offer pooled bond issues of both taxable and tax-exempt bonds on behalf of local industrial and commercial development authorities for economic development projects. Debt service on the bonds is paid by loan interest and repayments and other authority revenues.	9,731.0
Pennsylvania Higher Education Assistance Agency	
Makes or guarantees student loans for graduate and undergraduate programs to students or parents, lending institutions, or postsecondary institutions. Debt service on the bonds is paid by loan interest and repayments and by other agency revenues.	2,029.7
Pennsylvania Higher Educational Facilities Authority	
Acquires, constructs, improves, and leases (as lessor) college facilities and makes loans to colleges and universities within the Commonwealth. Debt service on the bonds is paid from rentals and from loan repayments collected for the use of the facilities.	6,304.9
Pennsylvania Housing Finance Agency	
Makes construction and permanent mortgage loans to qualified borrowers for the purchase and construction of single and multi-family housing for low and moderate income persons or families. Debt service on the bonds is paid from mortgage loan interest and repayments and further secured by a "moral obligation" of the Commonwealth.	7,417.5
Pennsylvania Infrastructure Investment Authority	
Provides low interest rate loans and grants for constructing new and improving existing water supply and sewage disposal systems. Loans and grants are available to local governments and, in certain circumstances, to private companies. The bonds are secured by principal repayments and interest payments on loans.	57.4
Pennsylvania Turnpike Commission	
Constructs, maintains, and operates the Pennsylvania Turnpike. Debt service on the bonds is paid from tolls and other revenue sources of the commission.	16,375.0
State Public School Building Authority	
Constructs, improves, equips, and makes loans to local school districts for school facilities. Debt service on the bonds is paid from rentals collected for the use of the facilities and from loan repayments.	2,006.9
TOTAL	\$ 49,277.2

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Commonwealth of Pennsylvania

Governor's Executive Budget

OTHER SPECIAL FUNDS

This section provides information and financial data for the more than 150 Other Special Funds contributing revenue to the Commonwealth's operating budget. The funds included here were created to more closely relate specific revenue sources to specific programs or to support particular government programs or activities. This information is presented to demonstrate the magnitude and complexity of the Commonwealth's financial structure as well as provide important details about the various funds. Additional information on Other Special Funds expenditures can be found in each agency's Summary by Fund and Appropriation statement, which is located in Section E.

Other Special Funds

This section contains a brief presentation of all active Commonwealth funds not given an expanded treatment in the other sections of the budget. In a limited number of cases certain expenditures from funds presented in this section are included in other presentations.

Generally, the Commonwealth uses a modified cash basis of accounting for financial reporting where certain revenues are reported when collected and, for certain taxes, when accrued and expenditures are reported when disbursed or committed.

For the funds included in this section, all financial data shown herein is on a calculated cash basis. Receipts include only those items actually received and credited to the funds. Several funds carrying long-term investments show an investment adjustment to reflect the current value of the fund as of June 30. Disbursements are recorded at the time payment requisitions and invoices are posted to the Commonwealth's accounting system and do not include commitments or encumbrances. Please see the Reader's Guide for additional discussion regarding the basis of accounting for financial reporting.

The cash beginning and ending balances reported through this format may differ from the actual cash balance in Treasury and/or the cash general ledger account in the Commonwealth's accounting system due to timing differences, but the calculated cash balances reported provide an accurate reflection of the true cash position of the fund.

The vast majority of the Commonwealth's day-to-day activities are financed from the General Fund. However, over time a large number of other funds have been created to more closely relate specific revenue sources to specific programs or to identify particular government programs or activities. These special funds are categorized into groups to aid in identifying their purpose. The groups are defined as follows:

Governmental Funds: Collectively these funds account for and report activities that are associated with routine, ordinary governmental functions and are financed largely by tax and grant revenues. The group includes the General Fund, Special Revenue Funds, Capital Project Funds, and Debt Service Funds.

- **Special Revenue Funds** — These funds are used to account for revenues from specific taxes or other earmarked revenue sources, which by law are designated to finance particular functions or activities.
- **Capital Project Funds** — Bond funds are used to account for the receipt and disbursement of bond sale proceeds that normally finance the construction or acquisition of designated fixed assets.
- **Debt Service Funds** — These funds account for the accumulation of resources, principally from transfers from other funds, for the payment of general long-term debt principal and interest.

Proprietary Funds: Include Enterprise Funds and Internal Service Funds. Such funds account for and report activities the way a private business or industry would. They include such activities as sale of goods or services, and lending and other financing activities where purchasers or customers pay a charge or a user fee.

- **Enterprise Funds** — These funds accommodate the operation of public service programs financed wholly or mostly by user charges, or where the periodic determination of net income is deemed appropriate.
- **Internal Service Funds** — These funds account for the financing of goods or services provided by one department or agency on a cost-reimbursement basis to other departments or agencies within the Commonwealth or to other governmental units.

Fiduciary Funds: These funds are used to account for assets held by the Commonwealth as trustee or agent for individuals, private organizations, and other government units.

The special funds are categorized on the next two pages.

Special Fund Categories

Governmental Funds Special Revenue Funds

Acid Mine Drainage Abatement and Treatment Fund	Multimodal Transportation Fund
Administration Fund	Municipalities Financial Recovery Revolving Aid Fund
Agricultural College Land Scrip Fund	Non-Coal Surface Mining Conservation and Reclamation Fund
Agricultural Conservation Easement Purchase Fund	Nutrient Management Fund
Anthracite Emergency Bond Fund	Oil and Gas Lease Fund
Automobile Theft Prevention Trust Fund	Patient Safety Trust Fund
Banking Trust Fund	Pennsylvania Gaming Economic Development and Tourism Fund
Ben Franklin Technology Development Authority Fund	Pennsylvania Health Insurance Exchange Fund
Boat Fund	Pennsylvania Historical and Museum Commission Trust Fund
Budget Stabilization Reserve Fund	Pennsylvania Race Horse Development Trust Fund
Capitol Restoration Trust Fund	Pennsylvania Veterans Monuments and Memorial Trust Fund
Catastrophic Loss Benefits Continuation Fund	PENNVEST Bond Authorization Fund
Children's Trust Fund	PENNVEST Drinking Water Revolving Fund
Cigarette Fire Safety and Firefighter Protection Act Enforcement Fund	PENNVEST Fund
Clean Air Fund	PENNVEST Water Pollution Control Revolving Fund
Clean Streams Fund	Pharmaceutical Assistance Fund
Coal Lands Improvement Fund	Philadelphia Regional Port Authority Fund
Community College Capital Fund	PlanCon Bond Projects Fund
Compulsive and Problem Gambling Treatment Fund	Port of Pittsburgh Commission Fund
Conrad Weiser Memorial Park Trust Fund	Property Tax Relief Fund
Conservation District Fund	Public Transportation Assistance Fund
County Voting Apparatus Fund	Public Transportation Trust Fund
DNA Detection Fund	Real Estate Recovery Fund
Educational Assistance Program Fund	Recycling Fund
Emergency Medical Services Operating Fund	Reinsurance Fund
Energy Development Fund	Remining Financial Assurance Fund
Environmental Education Fund	School Safety and Security Fund
Environmental Stewardship Fund	Self-Insurance Guaranty Fund
Fantasy Contest Fund	Special Administration Fund
Farm Products Show Fund	State Gaming Fund
Federal Response Fund	State Insurance Fund
Fire Insurance Tax Fund	State Racing Fund
Fish Fund	State-related University Performance Fund
Game Fund	State Treasury Armory Fund
Gov Robert P. Casey Memorial Organ and Tissue Donation Awareness Trust Fund	Storage Tank Fund
Growing Greener Bond Fund	STREAM Fund
Hazardous Material Response Fund	Substance Abuse Education and Demand Reduction
Hazardous Sites Cleanup Fund	Surface Mining Conservation and Reclamation Fund
Higher Education Assistance Fund	Tobacco Settlement Fund
Highway Beautification Fund	Treasury Initiative Support Fund
HOME Investment Trust Fund	UC-FEMA ONA Lost Wages Fund
Housing Affordability and Rehabilitation Enhancement Fund	Unconventional Gas Well Fund
Industrial Sites Cleanup Fund	Underground Storage Tank Indemnification Fund
Insurance Fraud Prevention Trust Fund	Uninsured Employers Guaranty Fund
Insurance Regulation and Oversight Fund	Video Gaming Fund
Job Training Fund	Vocational Rehabilitation Fund
Justice Reinvestment Fund	Water and Sewer Systems Assistance Bond Fund
Marcellus Legacy Fund	Water Supply and Wastewater Treatment Fund
Medical Care Availability and Reduction of Error Fund	Wild Resources Conservation Fund
Medical Marijuana Program Fund	Workers' Compensation Administration Fund
Milk Marketing Fund	Workers' Compensation Security Fund
Mine Safety Fund	Workers' Compensation Supersedeas Fund
Monetary Penalty Endowments Trust Fund	911 Fund
Motor Vehicle Transaction Recovery Fund	

Special Fund Categories

Governmental Funds Capital Project Funds

Capital Facilities Fund

Keystone Recreation, Park and Conservation Fund

Debt Service Funds

Capital Debt Fund
Growing Greener Bond Sinking Fund
PENNVEST Redemption Fund

Water and Sewer System Assist Bond Sinking Fund
Water Supply and Wastewater Treatment Sinking Fund

Proprietary Funds Enterprise Funds

Coal and Clay Mine Subsidence Insurance Fund
Employment Fund for the Blind
Fire and Emergency Medical Services Loan Fund
Historical Preservation Fund
Local Government Capital Project Loan Fund
Machinery and Equipment Loan Fund
Minority Business Development Fund
Pennsylvania Infrastructure Bank
Philadelphia Taxicab and Limousine Regulatory Fund
Philadelphia Taxicab Medallion Fund

Rehabilitation Center Fund
Small Business First Fund
State Restaurant Fund
State Stores Fund
State Workers' Insurance Fund
Tuition Account Guaranteed Savings Program Fund
Unemployment Comp Benefit Payment Fund
Unemployment Compensation Contribution Fund
Unemployment Compensation Debt Service Fund
Veterans Trust Fund

Internal Service Funds

Manufacturing Fund

Purchasing Fund

Fiduciary Funds

Achieving a Better Life Experience Fund
Benefit Completion Fund
City Revitalization and Improvement Zone Fund
Deferred Compensation Fund
Deferred Compensation Fund-Short-Term Portfolio
Insurance Liquidation Fund
Liquid Fuels Tax Fund
Liquor License Fund
Local Cigarette Tax Fund
Military Installation Remediation Fund

Municipal Pension Aid Fund
Neighborhood Improvement Zone Fund
Pennsylvania Municipal Retirement Fund
PSERS – Defined Contribution Fund
Public School Employees' Retirement Fund
Rightful Owners' Claims Payment Fund
SERS – Defined Contribution Fund
State Employees' Retirement Fund
Tuition Account Investment Program Fund

Achieving a Better Life Experience Fund

The Achieving a Better Life Experience (ABLE) Fund was created by Act 17 of 2016 to encourage savings accounts for individuals with disabilities. Individuals are eligible for an ABLE account if entitled to Social Security benefits based on blindness or a disability occurring before the age of 26. With the new accounts, people with disabilities will be able to accrue up to \$100,000 in savings without losing access to Social Security and other government benefits. This tax free savings account would cover qualified expenses approved by the United States Secretary of the Treasury including education, housing, and transportation expenses.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 626	\$ 758	\$ 906
Receipts:			
Account Deposits	\$ 61	\$ 52	\$ 52
Transfer from General Fund.....	900	1,500	1,500
Interest	56	22	30
Total Receipts	1,017	1,574	1,582
Total Funds Available.....	\$ 1,643	\$ 2,332	\$ 2,488
Disbursements:			
Treasury	\$ 885	\$ 1,426	\$ 1,426
Total Disbursements	(885)	(1,426)	(1,426)
Cash Balance, Ending	\$ 758	\$ 906	\$ 1,062

Acid Mine Drainage Abatement and Treatment Fund

Acid Mine Drainage Abatement and Treatment Fund was created in 1992 to receive money authorized by Title IV of the Federal Surface Mining Control and Reclamation Act. This fund receives up to 10 percent of the Commonwealth's federal Title IV grant for abandoned mine reclamation. Funds are used for acid mine drainage abatement and treatment.

The federal Safeguarding Treatment for the Restoration of Ecosystems from Abandoned Mines (STREAM) Act of 2022 authorizes states to set-aside up to 30 percent of its annual grant for abandoned mine reclamation provided under the Infrastructure Investment and Jobs Act for the treatment and abatement of acid mine drainage, or the prevention, abatement, and control of subsidence or coal mine fires.

In accordance with Act 54 of 2024, the fund receives two percent of receipts deposited to the Clean Streams Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 57,887	\$ 64,233	\$ 58,756
Receipts:			
Federal Receipts	\$ 6,445	\$ -	\$ 6,000
Interest	2,383	2,544	1,884
Transfer from Clean Streams Fund.....	1,221	1,096	1,052
Investment Income	-	518	518
Total Receipts	10,049	4,158	9,454
Total Funds Available.....	\$ 67,936	\$ 68,391	\$ 68,210
Disbursements:			
Environmental Protection	\$ 3,703	\$ 9,635	\$ 6,577
Total Disbursements	(3,703)	(9,635)	(6,577)
Cash Balance, Ending	\$ 64,233	\$ 58,756	\$ 61,633

Administration Fund

This fund was created for the administrative costs associated with the Unemployment Compensation Law and the state system of public employment offices (Office of Employment Security). While the fund can receive funds from any source, the majority of revenue results from monies requisitioned from the Commonwealth's account in the federal Unemployment Trust Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 28,471	\$ 27,595	\$ 32,974
Receipts:			
Federal Funds - Unemployment.....	\$ 200,089	\$ 187,850	\$ 171,000
Federal Funds - COVID - Unemployment.....	2,946	9,347	-
Federal Funds - Workforce.....	40,026	95,067	93,219
Interest	1,188	879	1,049
Other	(507)	6,135	1,306
Total Receipts	<u>243,742</u>	<u>299,278</u>	<u>266,574</u>
Total Funds Available.....	\$ 272,213	\$ 326,873	\$ 299,548
Disbursements:			
Labor and Industry:			
Unemployment Compensation	\$ 205,349	\$ 197,798	\$ 171,600
Workforce Development	39,269	96,101	93,925
Total Disbursements	<u>(244,618)</u>	<u>(293,899)</u>	<u>(265,525)</u>
Cash Balance, Ending	\$ 27,595	\$ 32,974	\$ 34,023

Agricultural College Land Scrip Fund

This fund was established in 1862 with \$500,000 received from the sale of lands and scrip which was donated to the Commonwealth by an Act of Congress to establish a college for the benefit of Agriculture and the Mechanical Arts. The income derived from the investment of the monies in the fund plus appropriations which may be made from time to time by the General Assembly serve as revenue to the fund. Monies in this fund can be disbursed only for use by the officially designated land grant college (Pennsylvania State University) for the benefit of Agriculture and Mechanical Arts. Act 26 of 2011 established a restricted revenue account in the fund for the Department of Agriculture.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 707	\$ 715	\$ 715
Receipts:			
Transfer from General Fund.....	\$ 57,710	\$ 57,710	\$ 57,710
Interest	274	233	22
Total Receipts	57,984	57,943	57,732
Total Funds Available.....	\$ 58,691	\$ 58,658	\$ 58,447
Disbursements:			
Agriculture	\$ 57,710	\$ 57,710	\$ 57,710
Treasury	266	233	22
Total Disbursements	(57,976)	(57,943)	(57,732)
Cash Balance, Ending	\$ 715	\$ 715	\$ 715

Agricultural Conservation Easement Purchase Fund

This fund was created by Act 64 of 1988 to implement the referendum approved by the electorate on November 8, 1988. That referendum authorized the Commonwealth to incur indebtedness of \$100 million to be used for farmland preservation through the purchase of agricultural conservation easements. Act 23 of 1992 increased the annual ceiling on easement purchases from bond sales from \$20 to \$25 million. All bonds authorized have been issued.

Act 89 of 2002 changed the annual transfer of Cigarette Tax revenues from the first two thirty-firsts of the Cigarette Tax to \$20,485,000 to be made in two equal payments by July 15th and January 15th. Act 84 of 2016 increased the annual transfer of Cigarette Tax revenues to \$25,485,000. Act 15 of 1999 created a supplemental program for farmland preservation. Beginning in 2005-06 the program receives a set percentage of the Environmental Stewardship Fund for the continued purchase of agricultural easements and is authorized to spend up to 2.5 percent for administrative expenses.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 62,718	\$ 58,819	\$ 61,719
Receipts:			
Transfer of Cigarette Tax	\$ 25,485	\$ 25,485	\$ 25,485
Transfer from Environmental Stewardship Fund.....	10,602	14,838	12,784
Interest	3,275	2,911	1,935
Total Receipts	39,362	43,234	40,204
Total Funds Available.....	\$ 102,080	\$ 102,053	\$ 101,923
Disbursements:			
Agriculture	\$ 43,261	\$ 40,334	\$ 40,000
Total Disbursements	(43,261)	(40,334)	(40,000)
Cash Balance, Ending	\$ 58,819	\$ 61,719	\$ 61,923

Anthracite Emergency Bond Fund

This fund was created by Act 171 of 1986 to provide loans for anthracite underground mine operators who cannot obtain necessary bonding or whose bonding has been cancelled due to insolvency or bankruptcy of the original bonding company. Revenues are provided by a fee for each ton of coal estimated by certain mine operations and payments made by operators in lieu of a bond. Act 173 of 1992 extended the program to anthracite surface mine operators.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 774	\$ 794	\$ 559
Receipts:			
Operator Payments	\$ (18)	\$ 4	\$ 4
Interest	38	34	13
Total Receipts	20	38	17
Total Funds Available.....	\$ 794	\$ 832	\$ 576
Disbursements:			
Environmental Protection	\$ -	\$ 273	\$ 273
Total Disbursements	-	(273)	(273)
Cash Balance, Ending	\$ 794	\$ 559	\$ 303

Automobile Theft Prevention Trust Fund

The Automobile Theft Prevention Trust Fund was created by Act 171 of 1994. The purpose of the fund is to finance programs in the Commonwealth to prevent, combat, and reduce automobile theft, as well as, improve and support automobile theft prosecutions. Revenue to the fund consists of assessments on the insurance companies that conduct business in the Commonwealth, interest earnings, and fines and penalties.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 38	\$ 51	\$ 69
Receipts:			
Assessments	\$ 8,500	\$ 8,500	\$ 8,500
Interest	13	19	2
Total Receipts	8,513	8,519	8,502
Total Funds Available.....	\$ 8,551	\$ 8,570	\$ 8,571
Disbursements:			
Automobile Theft Prevention Authority	\$ 8,500	\$ 8,501	\$ 8,500
Total Disbursements	(8,500)	(8,501)	(8,500)
Cash Balance, Ending	\$ 51	\$ 69	\$ 71

Banking Trust Fund

The Banking Trust Fund is a special revenue fund comprised of monies received from fees, assessments, licenses, fines, and penalties collected or recovered from financial entities under the supervision of the Department of Banking and Securities. It provides for the administration of the Department of Banking and Securities and regulation of the financial services industry. The Institution Resolution restricted account is to be used at the discretion of the Secretary of Banking and Securities in the event of any unexpected trust solvency issues. Act 39 of 2021 amended the Department of Banking and Securities Code to convert the Banking Fund into a trust fund.

Act 45 of 2025 authorized transfers to the General Fund from various special fund balances.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 34,500	\$ 39,615	\$ 44,615
Institution Resolution:			
Receipts	5,124	5,000	5,000
Disbursements - Banking	(9)	-	-
Restricted Cash Balance, Ending	\$ 39,615	\$ 44,615	\$ 49,615
Unrestricted Cash Balance, Beginning	\$ 58,525	\$ 73,390	\$ 53,039
Receipts:			
Licenses and Fees	\$ 35,343	\$ 35,408	\$ 25,910
Fines and Penalties	3,890	900	900
Interest	4,802	5,024	3,116
Total Receipts	44,035	41,332	29,926
Total Funds Available	\$ 102,560	\$ 114,722	\$ 82,965
Disbursements:			
Banking and Securities	\$ 24,170	\$ 32,683	\$ 26,250
Transfer to Institution Resolution Account	5,000	5,000	5,000
Transfer to the General Fund	-	24,000	-
Total Disbursements	(29,170)	(61,683)	(31,250)
Unrestricted Cash Balance, Ending	\$ 73,390	\$ 53,039	\$ 51,715
Total Cash Balance, Beginning	\$ 93,025	\$ 113,005	\$ 97,654
Receipts	49,159	46,332	34,926
Disbursements	(29,179)	(61,683)	(31,250)
Total Cash Balance, Ending	\$ 113,005	\$ 97,654	\$ 101,330

Ben Franklin Technology Development Authority Fund

Act 38 of 2001 created the Ben Franklin Technology Development Authority Fund. This fund merges the activities of the Ben Franklin Partnership and the Pennsylvania Technology Investment Authority (PTIA) under one authority. The Ben Franklin component assists small and medium sized technology, research, and start-up companies to do applied research and development projects and to develop and introduce new products and processes. PTIA provides high-tech financing to small and medium-sized businesses; stimulates the adoption and expansion of electronic commerce; and coordinates and expands university-based research and development in high-tech fields. Revenue to the fund includes annual transfers from the General Fund, loan repayments, tax credit sale proceeds, and interest earnings.

The Ben Franklin Centers support the Commonwealth's technology strategy by building on regional strengths, capitalizing on new opportunities, and addressing the specific needs of our diverse communities.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 10,538	\$ 17,455	\$ 17,455
Receipts	8,432	5,000	5,000
Disbursements - Community and Economic Development	(1,515)	(5,000)	(5,000)
Restricted Cash Balance, Ending	\$ 17,455	\$ 17,455	\$ 17,455
Unrestricted Cash Balance, Beginning	\$ 5,042	\$ 6,516	\$ 7,144
Receipts:			
Transfer from General Fund	\$ 17,000	\$ 17,000	\$ 17,000
Interest on Loans	346	300	250
Interest	1,268	1,063	778
Other	15	2	5
Total Receipts	18,629	18,365	18,033
Total Funds Available	\$ 23,671	\$ 24,881	\$ 25,177
Disbursements:			
Community and Economic Development	\$ 17,155	\$ 17,737	\$ 17,500 ^a
Total Disbursements	(17,155)	(17,737)	(17,500)
Unrestricted Cash Balance, Ending	\$ 6,516	\$ 7,144	\$ 7,677
Total Cash Balance, Beginning	\$ 15,580	\$ 23,971	\$ 24,599
Receipts	27,061	23,365	23,033
Disbursements	(18,670)	(22,737)	(22,500)
Total Cash Balance, Ending	\$ 23,971	\$ 24,599	\$ 25,132

^a This budget proposal reflects a change in the administrative allowance of the appropriation to 6 percent.

Benefit Completion Fund

This fund was created in 2003 to accumulate reserves for the payment of pensions to eligible former state employees with a statutory benefit entitlement under the State Employees' Retirement Code that exceeds the limits of Section 415(b) of the Internal Revenue Code (IRC). Reserves in this fund are disbursed to members of the retirement system in accordance with the provision of IRC Section 415(m).

The fund receives revenue from employer contributions and interest income. Employer contributions are an actuarially determined percentage of payroll sufficient to fund the benefit payments of the forthcoming calendar year and the on-going expenses to administer the plan. Management of the fund and payment of benefits is overseen by the State Employees' Retirement Board.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 10,421	\$ 11,276	\$ 10,886
Receipts:			
Employer Contributions	\$ 3,128	\$ 3,046	\$ 3,094
Interest	544	502	333
Total Receipts	3,672	3,548	3,427
Total Funds Available.....	\$ 14,093	\$ 14,824	\$ 14,313
Disbursements:			
State Employees' Retirement System.....	\$ 2,817	\$ 3,938	\$ 3,938
Total Disbursements	(2,817)	(3,938)	(3,938)
Cash Balance, Ending	\$ 11,276	\$ 10,886	\$ 10,375

Boat Fund

The Boat Fund is a special revenue fund composed of monies from boating license fees, fines, penalties, federal contributions, and other sources and from liquid fuel taxes transferred from the Motor License and Liquid Fuels Tax Funds. This fund provides for the administration and enforcement of programs relating to boats and boating activities. Act 45 of 2025 authorized the use of money from either the Fish Fund or the Boat Fund for activities related to the other fund, provided they benefit both programs.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 37,921	\$ 33,696	\$ 30,966
Transfer from Motor License Fund	6,000	6,000	6,000
Disbursements - Fish and Boat Commission	(10,225)	(8,730)	(8,730)
Restricted Cash Balance, Ending	\$ 33,696	\$ 30,966	\$ 28,236
Unrestricted Cash Balance, Beginning	\$ 39,234	\$ 35,746	\$ 22,073
Receipts:			
Licenses and Fees	8,914	9,622	8,897
Fines and Penalties	159	205	175
Transfer from Motor License Fund	6,246	7,500	7,500
Transfer from Liquid Fuels Tax Fund	110	116	116
Federal Receipts	4,113	5,400	4,650
Interest	2,923	2,804	1,493
Other	79	58	76
Total Receipts	22,544	25,705	22,907
Total Funds Available	\$ 61,778	\$ 61,451	\$ 44,980
Disbursements:			
Fish and Boat Commission	26,032	39,378	30,878
Total Disbursements	(26,032)	(39,378)	(30,878)
Unrestricted Cash Balance, Ending	\$ 35,746	\$ 22,073	\$ 14,102
Total Cash Balance, Beginning	\$ 77,155	\$ 69,442	\$ 53,039
Receipts	28,544	31,705	28,907
Disbursements	(36,257)	(48,108)	(39,608)
Total Cash Balance, Ending	\$ 69,442	\$ 53,039	\$ 42,338

Budget Stabilization Reserve Fund

This fund was created on July 15, 2002 by Act 91 of 2002 to replace the Tax Stabilization Reserve Fund. The fund provides financial assistance to minimize future revenue shortfalls and deficits, and promote greater continuity and predictability in the funding of vital government services. It minimizes the need to increase taxes to balance the budget of the Commonwealth during periods of economic distress. Act 91 provides revenue through an annual transfer of 25 percent of the General Fund fiscal year end surplus. If the ending balance would equal or exceed 6 percent of actual General Fund revenues for the fiscal year in which the surplus occurs, the General Fund transfer would be reduced to 10 percent.

This budget proposes to transfer \$100 million to the new Federal Response Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 6,374,068	\$ 7,473,124	\$ 7,819,203
Receipts:			
Transfer from General Fund.....	\$ 736,899	\$ -	\$ -
Investment Income.....	362,157	346,079	167,403
Total Receipts.....	1,099,056	346,079	167,403
Total Funds Available.....	\$ 7,473,124	\$ 7,819,203	\$ 7,986,606
Disbursements:			
Transfer to General Fund.....	\$ -	\$ -	\$ 4,579,118
Transfer to Federal Response Fund	-	-	100,000
Total Disbursements.....	-	-	(4,679,118)
Cash Balance, Ending	\$ 7,473,124	\$ 7,819,203	\$ 3,307,488

Capital Debt Fund

Principal and interest payments on bonds issued for purposes of capital budget projects are paid from this fund. Annual appropriations from various funds for payment of interest and principal due on general obligation bonds are the primary sources of revenue. Funds in excess of interest and principal falling due in any one particular fiscal year may be used by the Board of Finance and Revenue to retire any other general obligation bonds issued to provide revenue to the Capital Facilities Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 8,154	\$ 7,438	\$ 3,573
Receipts:			
Transfer from Other Funds.....	\$ 1,347,025 ^a	\$ 1,488,623 ^a	\$ 1,672,583 ^a
Refunding Bond Maturing Escrow Funds.....	1,754,101	1,255,601	-
Build America Bond Federal Subsidies.....	5,913	(3,042)	-
Interest on Securities.....	1,049	750	10
Total Receipts.....	<u>3,108,088</u>	<u>2,741,932</u>	<u>1,672,593</u>
Total Funds Available.....	\$ 3,116,242	\$ 2,749,370	\$ 1,676,166
Disbursements:			
Treasury.....	\$ 1,354,703	\$ 1,490,196	\$ 1,670,310
Refunding Bond Maturing Escrow Funds.....	1,754,101	1,255,601	-
Total Disbursements.....	<u>(3,108,804)</u>	<u>(2,745,797)</u>	<u>(1,670,310)</u>
Cash Balance, Ending	\$ 7,438	\$ 3,573	\$ 5,856

^a Includes transfers of \$52,000,000 in 2024-25, \$14,000,000 in 2025-26 and \$15,000,000 in 2026-27 from the Pennvest Redemption Fund.

Capital Facilities Fund

This fund is used to meet the financial costs of capital projects authorized by capital budget acts. Revenue for this fund comes principally from the sale of general obligation debt and interest earnings. Debt issued for this fund is subject to a debt limit equal to one and three quarter times the average of annual tax revenues in the preceding five fiscal years. This fund has at least one account for each category of capital projects. Interest earned on investment or deposit of monies in the fund is credited to the account in the fund to which such invested or deposited money was originally credited.

This budget proposes a new capital program for Critical Infrastructure Investments to provide funding for major public projects that strengthen community systems, expand economic opportunity, and modernize critical infrastructure. Bond funding would begin in 2028-29 and would cover program disbursements to reimburse capital project costs and associated operational costs.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 783,706	\$ 961,481	\$ 898,151
Receipts:			
Sale of Bonds	\$ 1,395,000	\$ 1,570,000	\$ 1,645,000
Costs of Issue	(1,530)	(1,250)	(1,500)
Premium on Sale of Bonds	133,144	-	-
Interest on Securities.....	56,691	40,000	40,000
Other	94,820	2,000	-
Total Receipts	1,678,125	1,610,750	1,683,500
Total Funds Available.....	\$ 2,461,831	\$ 2,572,231	\$ 2,581,651
Disbursements:			
Community and Economic Development	\$ 320,009	\$ 341,963	\$ 335,204
General Services	975,359 ^a	1,120,000 ^a	1,270,000
Transportation	164,329	165,000	175,000
Administration:			
Executive Offices-Redevelopment Assistance Consultant Administration	9,907	13,000	20,000
Executive Offices-Redevelopment Assistance Operations.....	4,246	5,037	4,796
General Services-Capital Programs	26,500	29,080	28,617
Total Disbursements	(1,500,350)	(1,674,080)	(1,833,617)
Cash Balance, Ending	\$ 961,481	\$ 898,151	\$ 748,034

^a Includes funding received from agency Letters of Commitment (LOCs).

Capitol Restoration Trust Fund

This fund was created by Act 327 of 1982 to finance the maintenance, restoration, preservation and rehabilitation of artifacts, documents, and other historical objects or resources located within and around or associated with the State Capitol Building, and the acquisition of artifacts, documents, and other historical objects or resources, which contribute to the historical significance of the State Capitol Building. This fund is administered by the Capitol Preservation Committee. Revenue is derived from gifts, donations, and legacies of money from individuals, organizations, public or private corporations, and from the sale of commemorative medals and other items of a similar nature which promote the historic preservation and restoration of the State Capitol Building.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 492	\$ 516	\$ 620
Receipts:			
Contribution and Sales	\$ -	\$ 82	\$ -
Interest	24	22	20
Total Receipts	24	104	20
Total Funds Available.....	\$ 516	\$ 620	\$ 640
Disbursements:			
Capitol Preservation Committee	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ 516	\$ 620	\$ 640

Catastrophic Loss Benefits Continuation Fund

This fund was established by Act 24 of 1989 to replace the Catastrophic Loss Trust Fund. The purpose of the Catastrophic Loss Benefits Continuation Fund (CAT Fund) is to pay all medical claims owed by the Catastrophic Loss Trust Fund. Monies in the former Catastrophic Loss Trust Fund were transferred to this fund effective July 1, 1989.

Act 13 of 2002 established the Medical Care Availability and Reduction of Error (Mcare) Fund and mandated that all surcharges levied and collected under the CAT Fund be remitted to the Mcare Fund beginning in January 2004. Act 50 of 2009 redirected the surcharge to the General Fund for 2009-10 and 2010-11. Act 26 of 2011 redirected the surcharge to the General Fund for 2011-12 and for each fiscal year thereafter.

This fund will continue to pay claimants from its balance and interest earnings until no further obligations exist. The most recent actuarial report estimates final expenditure in 2094.

No obligation or expense of, or claim against, the fund constitutes a debt of the Commonwealth or a charge against the General Fund or the Motor License Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 18,710	\$ 79,777	\$ 75,546
Receipts:			
Interest	\$ 1,365	\$ 3,517	\$ 2,279
Other	763	738	738
Medical Care Availability and Reduction of Error Fund Loan Repayment	64,167	-	-
Total Receipts	66,295	4,255	3,017
Total Funds Available.....	\$ 85,005	\$ 84,032	\$ 78,563
Disbursements:			
Insurance:			
Administration	\$ 1,704	\$ 2,436	\$ 2,432
Claims	3,524	6,050	6,050
Total Disbursements	(5,228)	(8,486)	(8,482)
Cash Balance, Ending	\$ 79,777	\$ 75,546	\$ 70,081

Children's Trust Fund

Act 151 of 1988 created the Children's Trust Fund. Revenue is generated by a \$10 surcharge on marriage licenses and divorce applications. State taxpayers may also choose to allocate all or a portion of their state tax return to the fund. Expenditures are for community-based programs and services for child abuse and neglect prevention. Act 112 of 2022 allows a person renewing a driver's license, identification card, or vehicle registration electronically through the Department of Transportation to make an optional contribution of \$5 to the fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,376	\$ 1,973	\$ 2,117
Receipts:			
Marriage/Divorce Surcharge	\$ 1,040	\$ 1,218	\$ 1,218
Children's Trust Fund Donations	339	335	335
Act 151	(3)	-	-
Interest	72	92	70
Total Receipts	<u>1,448</u>	<u>1,645</u>	<u>1,623</u>
Total Funds Available.....	\$ 2,824	\$ 3,618	\$ 3,740
Disbursements:			
Human Services	\$ 851	\$ 1,501	\$ 1,400
Total Disbursements	<u>(851)</u>	<u>(1,501)</u>	<u>(1,400)</u>
Cash Balance, Ending	\$ 1,973	\$ 2,117	\$ 2,340

Cigarette Fire Safety and Firefighter Protection Act Enforcement Fund

Act 42 of 2008 provides for cigarette fire safety, for certification of compliance by manufacturers, for package markings, and for enforcement and penalties. Certification fees are collected by the Department of Revenue at a rate of \$1,000 per brand family and \$500 for each additional listing within a brand family. Penalties are charged for specified violations. The Attorney General's Office enforces the Act. Pursuant to the enabling legislation, fund money may only be appropriated by the General Assembly to the Department of Revenue and the Office of Attorney General for the purpose of processing, testing, enforcement, and oversight activities related to this act.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 337	\$ 307	\$ 268
Receipts:			
Fees	\$ 29	\$ 19	\$ 100
Interest	17	14	9
Total Receipts	46	33	109
Total Funds Available	\$ 383	\$ 340	\$ 377
Disbursements:			
Attorney General	\$ 76	\$ 72	\$ 50
Total Disbursements	(76)	(72)	(50)
Cash Balance, Ending	\$ 307	\$ 268	\$ 327

City Revitalization and Improvement Zone Fund

The City Revitalization and Improvement Zone Fund is a fiduciary fund established by Act 52 of 2013, which authorizes City Revitalization and Improvement Zones to provide economic development and job creation in cities with populations greater than 30,000. Each zone is comprised of parcels designated by the contracting authority constructing facilities in the zone. Bonds are issued by the contracting authority, and state and local taxes collected within a zone are used for program efforts and to repay debt service. Initially, two zones and one pilot zone were authorized. Beginning in 2016, up to two additional zones within cities may be approved each calendar year.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 26	\$ 7	\$ -
Receipts:			
State Tax Share	\$ 15,212	\$ 16,239	\$ 34,200
Local Tax Share	516	436	-
Interest	(19)	30	-
Total Receipts	15,709	16,705	34,200
Total Funds Available	\$ 15,735	\$ 16,712	\$ 34,200
Disbursements:			
Treasury	\$ 15,728	\$ 16,712	\$ 34,200
Total Disbursements	(15,728)	(16,712)	(34,200)
Cash Balance, Ending	\$ 7	\$ -	\$ -

Clean Air Fund

The Clean Air Fund was created to meet the provisions of Act 787 of 1959, as amended by Act 95 of 1992, to finance the attainment of air quality standards, the administration of the rules and regulations promulgated under these acts, the reduction of interstate air pollution transport, and a program to assist businesses in meeting emission standards. Fines, civil penalties, and fees from air pollution emitters, as well as appropriations from the General Assembly, federal or local governments and interest earnings are deposited in this fund.

This budget provides for evaluation of emissions, including identification and quantification of potentially hazardous chemical compounds, from two unconventional well sites during the entire phase of operations.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 41,015	\$ 37,845	\$ 25,681
Receipts:			
Fines and Penalties.....	\$ 5,048	\$ 7,861	\$ 5,255
Fees	22,821	27,541	30,761
Interest	1,963	1,646	690
Other	503	1,000	300
Total Receipts	30,335	38,048	37,006
Total Funds Available.....	\$ 71,350	\$ 75,893	\$ 62,687
Disbursements:			
Environmental Protection	\$ 33,505	\$ 50,212	\$ 44,263
Total Disbursements	(33,505)	(50,212)	(44,263)
Cash Balance, Ending	\$ 37,845	\$ 25,681	\$ 18,424

Clean Streams Fund

Act 54 of 2022 established the Clean Streams Fund to receive monies appropriated to the fund for COVID relief as well as other transfers or monies received. Act 54 of 2024 modified the fund's distributions as follows: 71.5 percent to the Clean Streams Fund for the State Conservation Commission, 12 percent to the Pennsylvania Infrastructure Investment Authority to implement the Pennsylvania Clean Water Procurement Program, 10 percent to the Nutrient Management Fund, 4 percent to the Clean Streams Fund for the Department of Environmental Protection for grants and reimbursements to municipalities and counties, 0.5 percent to the Department of Conservation and Natural Resources for the Keystone Tree restricted account, and 2 percent to the Acid Mine Drainage Abatement and Treatment Fund. Act 56 of 2024 transfers \$50 million annually of Personal Income Tax proceeds to the fund.

Act 54 of 2024 and Act 45 of 2025 transferred all unconsumed balances appropriated from the COVID State Fiscal Recovery restricted account to the Department of Corrections.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 111,816	\$ 61,046	\$ 2,608
Receipts:			
Transfer of Personal Income Tax.....	\$ 50,000	\$ 50,000	\$ 50,000
Federal Funds - COVID-SFR - Transfer to Corrections	(7,089)	(16)	-
Interest	4,816	2,609	41
Total Receipts.....	47,727	52,593	50,041
Total Funds Available.....	\$ 159,543	\$ 113,639	\$ 52,649
Disbursements:			
Agriculture:			
Agriculture Conservation Assistance Program - COVID-SFR	\$ 61,349	\$ 29,373	\$ -
Agriculture Conservation Assistance Program	21,880	60,812	37,615
Transfer to Nutrient Management Fund.....	6,107	5,482	5,261
Conservation and Natural Resources:			
Transfer to Keystone Tree Account.....	693	274	263
Environmental Protection:			
Storm Water Management Grants - COVID-SFR.....	140	2,780	-
Storm Water Management Grants	-	4,636	2,104
Transfer to Acid Mine Drainage Abatement and Treatment Fund	1,221	1,096	1,052
Infrastructure Investment Authority:			
Transfer to Clean Water Procurement Program.....	7,107	6,578	6,313
Total Disbursements.....	(98,497)	(111,031)	(52,608)
Cash Balance, Ending	\$ 61,046	\$ 2,608	\$ 41

Coal and Clay Mine Subsidence Insurance Fund

Coal and Clay Mine Subsidence Insurance Fund was created by Act 484 of 1961 to provide insurance to homeowners in mining areas against damages resulting from subsidence. Revenue is derived from premiums paid by policyholders for subsidence insurance. Act 155 of 2002 updated this insurance program by further defining and establishing coverage by insurance providers and requiring the Department of Environmental Protection to prepare an annual report on the program and insurance sales. Disbursements are used to cover the payment of insurance claims and commissions to insurance agents who forward insurance applications as outlined in Act 155. A sufficient balance in the fund must be maintained to provide adequate protection for the solvency of the fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 142,096	\$ 147,665	\$ 149,972
Receipts:			
Premiums Collected	\$ 4,762	\$ 4,701	\$ 4,701
Interest	6,006	6,099	4,709
Total Receipts	10,768	10,800	9,410
Total Funds Available.....	\$ 152,864	\$ 158,465	\$ 159,382
Disbursements:			
Environmental Protection	\$ 5,199	\$ 8,493	\$ 8,480
Total Disbursements	(5,199)	(8,493)	(8,480)
Cash Balance, Ending	\$ 147,665 ^a	\$ 149,972 ^a	\$ 150,902 ^a

^a Includes the following reserves for reinsurance and catastrophes: 2024-25 Actual is \$144,698,000, 2025-26 Available is \$145,000,000, and 2026-27 Estimated is \$145,000,000.

Coal Lands Improvement Fund

This fund was created by Act 117 of 1965 to finance the restoration of land acquired by the Commonwealth through eminent domain or amicable methods which has been defaced by open pit or strip mining and has been declared a health hazard. Initially, the fund was provided a \$1 million appropriation, but subsequent revenue is derived from the sale of restored land and interest on investments.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 968	\$ 1,003	\$ 343
Receipts:			
Interest	\$ 47	\$ 43	\$ 10
Total Receipts	47	43	10
Total Funds Available.....	\$ 1,015	\$ 1,046	\$ 353
Disbursements:			
Environmental Protection	\$ 12	\$ 703	\$ 50
Total Disbursements	(12)	(703)	(50)
Cash Balance, Ending	\$ 1,003	\$ 343	\$ 303

Community College Capital Fund

This fund was established by Act 46 of 2005. Fund revenue consists of an appropriation from the General Fund for transfer to the Community College Capital Fund. Monies in this fund can be disbursed only for payment of the Commonwealth's annual share of approved capital debt service and lease payments to Pennsylvania's community colleges.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 12,160	\$ 16,095	\$ 13,799
Receipts:			
Transfer from General Fund.....	\$ 54,161	\$ 54,161	\$ 54,161
Interest	1,442	692	412
Total Receipts	55,603	54,853	54,573
Total Funds Available.....	\$ 67,763	\$ 70,948	\$ 68,372
Disbursements:			
Education	\$ 51,668	\$ 57,149	\$ 55,830
Total Disbursements	(51,668)	(57,149)	(55,830)
Cash Balance, Ending	\$ 16,095	\$ 13,799	\$ 12,542

Compulsive and Problem Gambling Treatment Fund

Act 71 of 2004, the Pennsylvania Race Horse Development and Gaming Act, established the Compulsive and Problem Gambling Treatment Fund to support a compulsive and problem gambling program. This program provides public education, awareness, and training regarding both the problem of compulsive and problem gambling and its treatment and prevention. Act 1 of 2010 amended the funding for this program by increasing revenues provided based on the greater of \$2 million or .002 multiplied by the gross terminal revenue of all active and operating gaming entities. It also provides for an annual \$3 million transfer to the Compulsive and Problem Gambling Treatment Fund for substance use disorder treatment services, including compulsive and problem gambling. Act 42 of 2017 expanded gaming to include a new category of slot machine licenses, fantasy contest and sports wagering, video, and interactive gaming. The act amends program funding to include .002 multiplied by the various gaming revenues, as specified, for either compulsive and problem gambling related programs or for substance use disorder treatment services.

This budget proposes to replace the .002 multiplier for video gaming with an annual \$1 million transfer.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 22,194	\$ 27,498	\$ 29,129
Compulsive and Problem Gambling Treatment Programs:			
Receipts:			
Transfer from State Gaming Fund.....	\$ 7,894	\$ 8,776	\$ 8,847
Transfer of iGaming Tax.....	1,107	1,251	1,304
Transfer of Sports Wagering Tax	972	975	1,064
Transfer from Video Gaming Fund.....	83	85	1,000
Total Receipts	10,056	11,087	12,215
Total Funds Available.....	\$ 32,250	\$ 38,585	\$ 41,345
Disbursements:			
Compulsive and Problem Gambling Treatment	\$ 4,752	\$ 9,456	\$ 9,103
Total Disbursements	(4,752)	(9,456)	(9,103)
Restricted Cash Balance, Ending	\$ 27,498	\$ 29,129	\$ 32,242
Unrestricted Cash Balance, Beginning	\$ 8,746	\$ 10,427	\$ 7,697
Drug and Alcohol Programs:			
Receipts:			
Transfer from State Gaming Fund - Drug and Alcohol.....	\$ 6,225	\$ 7,490	\$ 7,580
Transfer of iGaming Tax.....	1,107	1,251	1,304
Transfer of Sports Wagering Tax	972	975	1,064
Transfer of Fantasy Contest Tax.....	39	38	37
Interest	1,824	1,963	1,231
Total Receipts	10,167	11,717	11,216
Total Funds Available.....	\$ 18,913	\$ 22,144	\$ 18,913
Disbursements:			
Drug and Alcohol Programs	\$ 8,486	\$ 14,447	\$ 9,354
Total Disbursements	(8,486)	(14,447)	(9,354)
Unrestricted Cash Balance, Ending	\$ 10,427	\$ 7,697	\$ 9,559
Total Cash Balance, Beginning	\$ 30,940	\$ 37,925	\$ 36,826
Receipts	20,223	22,804	23,431
Disbursements	(13,238)	(23,903)	(18,457)
Total Cash Balance, Ending	\$ 37,925	\$ 36,826	\$ 41,800

Conrad Weiser Memorial Park Trust Fund

This fund was created to provide for control, management, supervision, restoration, and improvement of the Conrad Weiser Memorial Park, Berks County. Source of revenue for the fund is interest from the \$20,000 perpetual endowment created by the estate of Colonel Conrad Weiser.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 86	\$ 90	\$ 94
Receipts:			
Interest	\$ 4	\$ 4	\$ 3
Total Receipts	4	4	3
Total Funds Available.....	\$ 90	\$ 94	\$ 97
Disbursements:			
Historical and Museum Commission	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ 90	\$ 94	\$ 97

Conservation District Fund

Act 110 of 2006 created the Conservation District Fund to assist local conservation districts in the conservation of soil, water, and natural resources. Revenue may be provided from state appropriations, federal appropriations, interest earnings, and other funds available to the State Conservation Commission. Act 13 of 2012 provided for the collection and distribution of unconventional gas well impact fees, including transfers to conservation districts from the Public Utility Commission. Of these conservation district transfers, 50 percent is distributed directly by the Public Utility Commission in equal payments to all county conservation districts. The remaining 50 percent is deposited into the fund to provide additional conservation district support. The Conservation Districts are delegated legal authority for permitting, inspections, and enforcement for many state water programs to assist the Commonwealth in meeting its regulatory obligations.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 10,289	\$ 10,948	\$ 9,081
Receipts:			
Transfer from General Fund.....	\$ 10,185	\$ 10,185	\$ 11,163
Transfer from Unconventional Gas Well Fund	4,969	5,131	5,304
Interest	622	419	309
Total Receipts	15,776	15,735	16,776
Total Funds Available.....	\$ 26,065	\$ 26,683	\$ 25,857
Disbursements:			
Environmental Protection	\$ 9,901	\$ 11,666	\$ 10,043
Agriculture	5,216	5,936	5,173
Total Disbursements	(15,117)	(17,602)	(15,216)
Cash Balance, Ending	\$ 10,948	\$ 9,081	\$ 10,641

County Voting Apparatus Fund

The County Voting Apparatus Fund was established in accordance with Act 77 of 2019 to account for the deposit of proceeds for the county voting machine bonds. The legislation authorizes the Pennsylvania Economic Development Financing Authority (PEDFA) to issue bonds on behalf of the Department of State for up to \$90 million to provide funding for counties to replace voting systems. Debt service payments would be subject to annual appropriations by the General Assembly. While county applications for grant funds have expired, eligible reimbursement payments of up to 60 percent of the costs incurred in securing voting systems will continue be made to counties throughout the grant award period.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 16,754	\$ 14,797	\$ 8,773
Receipts:			
Interest	\$ 774	\$ 635	\$ 261
Total Receipts	774	635	261
Total Funds Available.....	\$ 17,528	\$ 15,432	\$ 9,034
Disbursements:			
State:			
County Voting Apparatus Reimbursements	\$ 2,731	\$ 6,659	\$ 1,104
Total Disbursements	(2,731)	(6,659)	(1,104)
Cash Balance, Ending	\$ 14,797	\$ 8,773	\$ 7,930

Deferred Compensation Fund

Act 81 of 1987 established the Commonwealth Deferred Compensation Program (DCP). The DCP enables Commonwealth employees to voluntarily defer a portion of their compensation into a supplemental retirement savings plan. The State Employees' Retirement System (SERS) is responsible for administration of the DCP.

Contributions to the DCP began in 1988. The DCP is funded primarily from participant fees and interest as detailed in the footnote below. Participant contributions, together with the returns they earn less expenses, are available to formerly eligible employees for distribution when they meet requirements such as retirement. Cash balance is a reflection of uninvested funds at a point in time.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 43,457	\$ 46,855	\$ 43,740
Receipts:			
Employee Contributions	\$ 266,007	\$ 265,248	\$ 271,879
Sale or Purchase of Securities	179,094	133,433	136,769
Interest	5,720 ^a	1,447 ^a	1,317 ^a
Total Receipts	450,821	400,128	409,965
Total Funds Available.....	\$ 494,278	\$ 446,983	\$ 453,705
Disbursements:			
Benefits and Rollovers	\$ 439,544	\$ 396,943	\$ 406,867
Fees and Expenses.....	7,879	6,300	6,458
Total Disbursements	(447,423)	(403,243)	(413,325)
Cash Balance, Ending	\$ 46,855	\$ 43,740	\$ 40,380

^a Includes interest earned on funds controlled by SERS and the Treasury Department.

Deferred Compensation Fund - Short-Term Portfolio

Act 81 of 1987 established the Commonwealth Deferred Compensation Program (DCP) and Act 2017-5 established the State Employees' Defined Contribution Plan (DC). In both of these plans, Pennsylvania Treasury Department's Short-Term Money Market Fund is one of the available funds for employees to choose as an investment option. In order to maintain the identity of these investments separately, the Deferred Compensation Fund – Short Term Portfolio was established.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 126,489	\$ 148,759	\$ 171,395
Receipts:			
Transfers from Deferred Compensation Fund	\$ 63,567	\$ 65,156	\$ 66,785
Interest	6,407	6,377	5,715
Total Receipts	69,974	71,533	72,500
Total Funds Available.....	\$ 196,463	\$ 220,292	\$ 243,895
Disbursements:			
State Employees' Retirement System	\$ 47,704	\$ 48,897	\$ 50,119
Total Disbursements	(47,704)	(48,897)	(50,119)
Cash Balance, Ending	\$ 148,759	\$ 171,395	\$ 193,776

DNA Detection Fund

The DNA Detection Fund was created by Act 14 of Special Session One of 1995 to account for the collection and processing of Deoxyribonucleic Acid (DNA) samples by State Police from individuals convicted, adjudicated delinquent, or granted accelerated rehabilitation disposition for a felony sex offense or other specified offense. Revenues are derived from mandatory fees which are assessed on sexual offenders. Expenditures are made to establish and maintain a DNA database and DNA bank. Act 57 of 2002 reestablished this fund as well as the State DNA Database and State DNA Data Bank. Additional requirements provide for testing and the imposition of related costs on certain offenders, while further defining the apportionment of liability and damages against defendants.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 3,939	\$ 3,804	\$ 2,550
Receipts:			
Assessments	\$ 4,057	\$ 4,075	\$ 4,075
Interest	188	165	64
Total Receipts	4,245	4,240	4,139
Total Funds Available.....	\$ 8,184	\$ 8,044	\$ 6,689
Disbursements:			
State Police	\$ 4,380	\$ 5,494	\$ 5,145
Total Disbursements	(4,380)	(5,494)	(5,145)
Cash Balance, Ending	\$ 3,804	\$ 2,550	\$ 1,544

Educational Assistance Program Fund

The Educational Assistance Program Fund was established in Act 212 of 2004 to fund the Educational Assistance Program for members of the National Guard. Act 78 of 2014 added the Medical and Health Officer Incentive Program to this fund. Act 32 of 2019 established the National Guard Family Education Program and created a restricted revenue account in the Educational Assistance Program Fund for the Department of Military and Veterans Affairs.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 6,710	\$ 6,686	\$ 3,824
Receipts:			
Transfer from General Fund.....	\$ 13,525	\$ 14,525	\$ 14,525
Interest	1,110	258	66
Total Receipts	14,635	14,783	14,591
Total Funds Available.....	\$ 21,345	\$ 21,469	\$ 18,415
Disbursements:			
Military and Veterans Affairs:			
National Guard Education.....	\$ 12,387	\$ 13,761	\$ 14,000
Military Family Education.....	2,272	3,884	4,000
Total Disbursements.....	(14,659)	(17,645)	(18,000)
Cash Balance, Ending	\$ 6,686	\$ 3,824	\$ 415

Emergency Medical Services Operating Fund

The Emergency Medical Services Operating Fund was created by the Emergency Medical Services Act, Act 45 of 1985, to assist in activities relating to the prevention and reduction of premature death and disability in the Commonwealth; to provide assistance, coordination, and support for the development and maintenance of the comprehensive emergency medical services system; to determine qualifications, eligibility, and certification of emergency medical services personnel; and to fund ambulance services. Revenue is derived from fines levied on all moving traffic violations and fees imposed on persons admitted to programs for Accelerated Rehabilitative Disposition (ARD) related to driving under the influence of drugs and/or alcohol. These fines are in addition to other fines imposed at the discretion of the court. This statement includes both the Emergency Medical and Catastrophic Medical and Rehabilitation components of the Act.

Act 93 of 2020 increased the fee imposed for ARD from \$25 to \$50 and the moving traffic violation fine from \$10 to \$20. Additionally, Act 74 of 2022 authorized a \$1 million annual transfer of consumer fireworks tax revenue to the fund for training emergency medical services personnel. Act 104 of 2022 established the EMS Training Fund and authorized a minimum transfer of \$50,000 each to three institutions of higher education selected to operate pilot programs with high school students with the intent to increase the number of individuals capable of becoming EMS providers.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 23,797	\$ 25,480	\$ 16,099
Receipts:			
Fines.....	\$ 15,349	\$ 15,360	\$ 15,360
Transfer of Consumer Fireworks Tax.....	1,000	1,000	1,000
Interest	1,175	1,157	405
Total Receipts.....	17,524	17,517	16,765
Total Funds Available.....	\$ 41,321	\$ 42,997	\$ 32,864
Disbursements:			
Health	\$ 15,691	\$ 26,748	\$ 22,923
Transfer to EMS Training Fund.....	150	150	150
Total Disbursements.....	(15,841)	(26,898)	(23,073)
Cash Balance, Ending	\$ 25,480	\$ 16,099	\$ 9,791

Employment Fund for the Blind

This fund was created in 1967 to make loans to persons who are blind to purchase equipment, stock, merchandise, and accessories necessary to put into operation vending or refreshment stands or other suitable business enterprises in suitable locations to be leased or arranged for by state agencies. Act 15 of 1999 transferred the authority to administer the fund from the Department of Human Services to the Department of Labor and Industry.

Monies credited to this fund include: (1) repayment of money advanced to persons who are blind for the purchase of equipment, stock, merchandise, and accessories; (2) rental fees paid by persons who are blind for leasing equipment and accessories purchased, owned, installed, and maintained by the Department of Labor and Industry; (3) a percentage of the profits from vending machines in state buildings where a restaurant or cafeteria is operated by the Department of General Services; and (4) any grants or contributions from the federal government.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,889	\$ 3,071	\$ 3,297
Receipts:			
Vending Stand Equipment Rentals	\$ 158	\$ 160	\$ 160
Vending Machine Receipts.....	254	250	250
Interest	142	136	106
Other	181	180	180
Total Receipts	735	726	696
Total Funds Available.....	\$ 3,624	\$ 3,797	\$ 3,993
Disbursements:			
Labor and Industry	\$ 553	\$ 500	\$ 500
Total Disbursements	(553)	(500)	(500)
Cash Balance, Ending	\$ 3,071	\$ 3,297	\$ 3,493

Energy Development Fund

The Energy Development Fund was created by Act 280 of 1982. The fund provides the vehicle to accomplish the purposes of the Pennsylvania Energy Development Authority (PEDA) including the sale of bonds. Activities of the fund include preparation of the energy development plan, payment of administrative costs, the making of grants and loans for limited research intended to make the greatest possible contributions to energy conservation and development, and the establishment of reserves in respect to loans guaranteed or bonds issued by the authority. The fund is supported by loan repayments and interest earnings. Under statute, if the PEDA determines that funds held for the credit of the fund are more than the amount needed to carry out the purposes of the enabling law, then the authority must transfer the excess money to the General Fund. The \$1.5M philanthropic grant from The Heinz Endowments is for the Solar for Schools Loan Program.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,342	\$ 3,850	\$ 2,847
Receipts:			
Heinz Endowment	\$ 1,500	\$ -	\$ -
Interest	126	164	55
Restricted Interest	91	68	32
Investment Income	20	-	-
Total Receipts	1,737	232	87
Total Funds Available.....	\$ 4,079	\$ 4,082	\$ 2,934
Disbursements:			
Environmental Protection	\$ 229	\$ 1,235	\$ 238
Total Disbursements	(229)	(1,235)	(238)
Cash Balance, Ending	\$ 3,850	\$ 2,847	\$ 2,696

Environmental Education Fund

The Environmental Education Fund was authorized by Act 24 of 1993 to provide environmental education programs and to provide grants to schools and other organizations. Funding is from the transfer of 5 percent of fines and penalties deposited in the special funds and restricted revenue accounts which are administered by the Department of Environmental Protection. Act 18 of 1995 requires that not less than 25 percent of the annual receipts of this fund shall be provided to the Department of Conservation and Natural Resources.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,788	\$ 2,793	\$ 971
Receipts:			
Transfers from Other Funds.....	\$ 1,250	\$ 729	\$ 900
Interest	155	135	18
Total Receipts	1,405	864	918
Total Funds Available.....	\$ 4,193	\$ 3,657	\$ 1,889
Disbursements:			
Conservation and Natural Resources	\$ 300	\$ 363	\$ 216
Environmental Protection	1,100	2,323	1,501
Total Disbursements	(1,400)	(2,686)	(1,717)
Cash Balance, Ending	\$ 2,793	\$ 971	\$ 172

Environmental Stewardship Fund

The Environmental Stewardship Fund is a special revenue fund composed of monies from certain landfill fees. The fund provides for farmland preservation projects, open space protection, abandoned mine reclamation, watershed protection and restoration, water and sewer infrastructure, and the improvement and conservation of Commonwealth and community parks and recreational facilities. The fund originally received revenue from a 25 cents per ton, or 25 cents per three cubic yards, fee for all solid waste received at a landfill in the Commonwealth. Act 90 of 2002 added an additional \$4 per ton disposal fee for all solid waste disposed at any municipal waste landfill. For 2002-03, the first \$50 million received from this fee was deposited into this fund. In 2003-04, and thereafter, all revenue from these fees is deposited in this fund. The fund is also used to fund debt service for the Growing Greener program. Act 13 of 2012 authorized an annual transfer from the Marcellus Legacy Fund into the Environmental Stewardship Fund, and Act 54 of 2022 modified this transfer. The dollars and interest generated by this fund are specifically designated for implementing the programs found in 27 Pa.C.S., Chapter 61.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 145,334	\$ 139,962	\$ -
Receipts:			
Licenses and Fees	\$ 72,259	\$ 72,981	\$ 74,440
Transfer from Marcellus Legacy Fund.....	5,766	8,868	7,898
Personal Income Tax	9,944	3,016	1,897
Interest	6,239	5,780	4,039
Total Receipts	94,208	90,645	88,274
Total Funds Available.....	\$ 239,542	\$ 230,607	\$ 88,274
Disbursements:			
Treasury:			
Debt Service for Growing Greener	\$ 9,943	\$ 3,016	\$ 1,897
Agriculture:			
Agricultural Conservation Easement Program.....	10,602	14,838	12,784
Conservation and Natural Resources:			
Parks and Forest Facility Rehabilitation	12,709	48,936	13,627
Community Conservation Grants.....	8,487	18,186	6,865
Natural Diversity Conservation Grants	270	1,527	325
Environmental Protection:			
Watershed Protection and Restoration.....	37,504	120,267	32,305
Infrastructure Investment Authority:			
Storm Water, Water and Sewer Grants	20,065	23,837	20,471
Total Disbursements	(99,580)	(230,607)	(88,274)
Cash Balance, Ending	\$ 139,962	\$ -	\$ -

Fantasy Contest Fund

As a result of Act 42 of 2017, the Fantasy Contest Fund was administratively established to receive all assessments from licensees for the administration and enforcement of fantasy contests provided by the Gaming Control Board and Department of Revenue.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,664	\$ 1,631	\$ 1,225
Receipts:			
Licensee Deposit Accts	\$ 268	\$ 262	\$ 262
Fantasy Contest Application Fees	18	25	25
Interest	80	70	36
Total Receipts	<u>366</u>	<u>357</u>	<u>323</u>
Total Funds Available.....	\$ 2,030	\$ 1,988	\$ 1,548
Disbursements:			
Gaming Control Board:			
Application and Licensure.....	\$ 60	\$ 60	\$ 60
Administrative Appropriations:			
Gaming Control Board	276	285	280
Revenue	63	418	150
Total Disbursements	<u>(399)</u>	<u>(763)</u>	<u>(490)</u>
Cash Balance, Ending	\$ 1,631	\$ 1,225	\$ 1,058

Farm Products Show Fund

The Farm Products Show Fund is a special revenue fund composed of monies received from the leasing of space to exhibitors and from rental, entry fees, and other monies received or collected by the Farm Products Show Commission. It also includes a transfer from the General Fund. The fund is used for salaries and expenses of the Farm Products Show Commission, for the maintenance of the Farm Show Building, and for prizes and premiums.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 6,812	\$ 6,469	\$ 2,450
Receipts:			
Transfer from General Fund.....	\$ 5,000	\$ 5,000	\$ 5,000
Rentals	3,331	3,431	3,551
Parking	2,563	2,640	2,732
Exhibit Fees.....	477	491	508
Service Charges.....	725	747	773
Concession.....	2,015	2,075	2,148
Interest	393	256	42
Other	652	672	696
Total Receipts.....	15,156	15,312	15,450
Total Funds Available.....	\$ 21,968	\$ 21,781	\$ 17,900
Disbursements:			
Agriculture	\$ 15,499	\$ 19,331	\$ 17,636
Total Disbursements.....	(15,499)	(19,331)	(17,636)
Cash Balance, Ending	\$ 6,469	\$ 2,450	\$ 264

Federal Response Fund

This budget proposes redirecting a portion of the Budget Stabilization Reserve Fund to the Federal Response Fund for the purposes of responding to and mitigating any action, or inaction, by the federal government that results in a reduction in funding to critical programs that impact the health, safety, and welfare of Pennsylvanians. This includes, but is not limited to, programs supporting disaster recovery, food security, health care, environmental protection, infrastructure, housing, community development, and local government support, as determined by the Secretary of the Budget through the Executive Authorization process.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ -	\$ -	\$ -
Receipts:			
Transfer from Budget Stabilization Reserve Fund	\$ -	\$ -	\$ 100,000
Interest	-	-	3,180
Total Receipts	-	-	103,180
Total Funds Available	\$ -	\$ -	\$ 103,180
Disbursements:			
Executive Offices:			
Office of the Budget	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ -	\$ -	\$ 103,180

Fire and Emergency Medical Services Loan Fund

Bond referenda in 1975, 1981, 1990, and 2002 authorized a total of \$100 million of bonds to be issued for acquisition and replacement of volunteer fire, ambulance, and rescue company equipment and facilities. Act 208 of 1976 established a revolving loan fund known as the Volunteer Companies Loan Fund. Loans provided for under these bond issues are administered by the Office of the State Fire Commissioner. In addition to bond proceeds, revenues include loan repayments and penalty charges. To increase program participation and accessibility, Act 129 of 2013 modified loan amounts, loan periods, and the number of loans allowed for emergency service providers. Act 91 of 2020 changed the name of the Volunteer Fire Company, Ambulance Service and Rescue Squad Assistance program to the Fire and Emergency Medical Services Loan Program and the name of the Volunteer Companies Loan Fund to the Fire and Emergency Medical Services Loan Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 59,021	\$ 48,280	\$ 37,904
Receipts:			
Loan Principal and Interest Repayments	\$ 12,075	\$ 11,459	\$ 11,500
Interest	2,408	1,905	1,150
Penalty Charges.....	2	-	-
Total Receipts	14,485	13,364	12,650
Total Funds Available.....	\$ 73,506	\$ 61,644	\$ 50,554
Disbursements:			
Office of State Fire Commissioner	\$ 25,226	\$ 23,740	\$ 15,000
Total Disbursements	(25,226)	(23,740)	(15,000)
Cash Balance, Ending	\$ 48,280	\$ 37,904	\$ 35,554

Fire Insurance Tax Fund

This fund was created by Act 205 of 1984 and is administered by the Auditor General. Prior to 2022-23, the revenue for the Fire Insurance Tax Fund results from the 2 percent tax paid upon premiums received from foreign (out-of-state) fire insurance companies on business done within the Commonwealth. Act 53 of 2022 requires the greater of 8.5 percent of all insurance premiums tax collections or \$85 million per fiscal year to be transferred to the fund beginning in 2022-23. The funds are distributed based on the population and market value of real estate of each municipality. In addition, the distribution formula provides for differential payment for paid and volunteer firefighters. The amount to be distributed based on paid firefighters is transferred to the Municipal Pension Aid Fund for payment. This money must be paid by the local governmental organization into the relief, pension, or retirement fund of the recognized firefighting organization serving the city, town, township, or borough.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 86,150	\$ 93,020	\$ 97,561
Receipts:			
Insurance Premiums Tax	\$ 93,164	\$ 96,773	\$ 98,552
Total Receipts	93,164	96,773	98,552
Total Funds Available.....	\$ 179,314	\$ 189,793	\$ 196,113
Disbursements:			
Auditor General:			
Transfer to Municipal Pension Aid Fund	\$ 17,835	\$ 19,232	\$ 18,500
Aid to Local Jurisdictions	68,459	73,000	78,273
Total Disbursements	(86,294)	(92,232)	(96,773)
Cash Balance, Ending	\$ 93,020	\$ 97,561	\$ 99,340

Fish Fund

The Fish Fund is a special revenue fund composed of monies from fishing license fees, fines, penalties, federal contributions, and other sources. It provides for the administration and enforcement of the fish laws and the protection and propagation of aquatic life. Act 45 of 2025 authorized the use of money from either the Fish Fund or the Boat Fund for activities related to the other fund, provided they benefit both programs.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 49,441	\$ 35,976	\$ 32,368
Receipts	2,571	2,564	2,564
Disbursements - Fish and Boat Commission	(16,036)	(6,172)	(6,302)
Restricted Cash Balance, Ending	\$ 35,976	\$ 32,368	\$ 28,630
Unrestricted Cash Balance, Beginning	\$ 37,372	\$ 36,012	\$ 24,616
Receipts:			
Licenses and Fees	\$ 32,439	\$ 34,488	\$ 34,488
Fines and Penalties	191	300	200
Federal Receipts	11,363	12,875	12,550
Interest	2,787	2,845	1,620
Sale of Goods	92	224	202
Sale of Publications	4	9	5
Other	3,462	933	785
Total Receipts	50,338	51,674	49,850
Total Funds Available	\$ 87,710	\$ 87,686	\$ 74,466
Disbursements:			
Fish and Boat Commission	\$ 51,698	\$ 63,070	\$ 56,550
Total Disbursements	(51,698)	(63,070)	(56,550)
Unrestricted Cash Balance, Ending	\$ 36,012	\$ 24,616	\$ 17,916
Total Cash Balance, Beginning	\$ 86,813	\$ 71,988	\$ 56,984
Receipts	52,909	54,238	52,414
Disbursements	(67,734)	(69,242)	(62,852)
Total Cash Balance, Ending	\$ 71,988	\$ 56,984	\$ 46,546

Game Fund

The Game Fund is a special revenue fund composed of monies from hunting license fees, sale of wood products, fines and penalties, rents, federal contributions, and interest. It provides for the administration and enforcement of the game laws and the protection and propagation of game species.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 503,712	\$ 462,869	\$ 404,115
Receipts:			
Licenses and Fees	\$ 51,357	\$ 51,194	\$ 52,747
Resident License Fee - Transfer for Wildlife Propagation.....	(9,000)	(9,000)	(9,000)
Fines and Penalties.....	1,294	1,180	959
Gas and Oil Leases.....	93,314	142,731	144,000
Federal Receipts	30,995	31,104	31,137
Habitat License Fee Transfer.....	9,000	9,000	9,000
Interest	17,265	17,302	17,393
Sale of Goods.....	959	1,126	943
Sale of Wood Products.....	7,730	6,959	6,411
Sale of Publications.....	493	464	328
Agency Construction Projects	6,670	3,000	3,000
Cost Sharing Escrow Funds.....	4,026	7,016	10,449
Other	8,532	1,721	2,410
Total Receipts	222,635	263,797	269,777
Total Funds Available.....	\$ 726,347	\$ 726,666	\$ 673,892
Disbursements:			
Game Commission.....	\$ 254,705	\$ 306,491	\$ 269,800
General Services.....	8,773	16,060	59,362
Total Disbursements.....	(263,478)	(322,551)	(329,162)
Cash Balance, Ending	\$ 462,869	\$ 404,115	\$ 344,730

Governor Robert P. Casey Memorial Organ and Tissue Donation Awareness Trust Fund

The Governor Robert P. Casey Memorial Organ and Tissue Donation Awareness Trust Fund was established by Act 102 of 1994 and derives revenue from private contributions, income tax refund check-off donations, and a voluntary add-on to the fee for an original or renewal driver's license, state identification card or vehicle registration. Act 90 of 2018 increased the voluntary add-on amount from \$1 to \$3 and provided for the establishment of a publicly accessible internet website within the Department of Transportation for voluntary donations of at least \$1. Act 115 of 2020 further provided for the voluntary add-on of up to \$6 for biennial vehicle registration renewals.

After the payment of initial departmental operating costs associated with the fund, including support of the Organ and Tissue Donation Advisory Committee, any remaining funds may be expended as prescribed by Act 90: 10 percent for hospital and medical expenses, funeral expenses, and incidental expenses incurred by the donor or the donor's family in connection with making an organ or tissue donation, and for support services to organ donors, tissue donors, and their families such as bereavement counseling services; 50 percent for grants to certified organ procurement organizations for the development and implementation of organ donation awareness programs; 15 percent in cooperation with certified organ procurement organizations for the Project Make-A-Choice program; and 25 percent for the implementation of organ donation awareness programs in secondary schools.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,243	\$ 2,070	\$ 1,391
Receipts:			
Donations - State Income Tax Forms.....	\$ 4	\$ 3	\$ 3
Donations - Driver's License Applicants.....	184	164	164
Donations - Motor Vehicle Registrations.....	481	487	487
Interest	107	90	39
Total Receipts.....	776	744	693
Total Funds Available.....	\$ 3,019	\$ 2,814	\$ 2,084
Disbursements:			
Education	\$ 238	\$ 358	\$ 210
Health	654	1,065	753
Transportation	57	-	-
Total Disbursements.....	(949)	(1,423)	(963)
Cash Balance, Ending	\$ 2,070	\$ 1,391	\$ 1,121

Growing Greener Bond Fund

This fund was created under the authority of Act 45 of 2005 to receive and distribute the proceeds from the sale of \$625 million in bonds. This money will be used to finance various environmental projects such as watershed protection, mine drainage remediation, advanced energy, flood protection, brownfields remediation, state parks and forests facilities, open space conservation, farmland preservation, capital improvement projects for fishing, boating and hunting, and for county environmental initiatives.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 867	\$ 909	\$ -
Receipts:			
Accumulated Interest Transfer for Debt Service	\$ -	\$ (324)	\$ -
Interest	42	39	-
Total Receipts	42	(285)	-
Total Funds Available.....	\$ 909	\$ 624	\$ -
Disbursements:			
Community and Economic Development:			
Main Street Downtown Development	\$ -	\$ 624	\$ -
Total Disbursements	-	(624)	-
Cash Balance, Ending	\$ 909	\$ -	\$ -

Growing Greener Bond Sinking Fund

Payment of interest and principal due on outstanding Growing Greener bonds is made from this fund. The annual authorization from the Environmental Stewardship Fund (ESF) for general obligation debt service and interest on monies in the Growing Greener Bond Fund provide revenues to this fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 6	\$ 6	\$ -
Receipts:			
Transfer from Environmental Stewardship Fund.....	\$ 9,943	\$ 3,010	\$ 1,897
Total Receipts	<u>9,943</u>	<u>3,010</u>	<u>1,897</u>
Total Funds Available	<u>\$ 9,949</u>	<u>\$ 3,016</u>	<u>\$ 1,897</u>
Disbursements:			
Treasury	\$ 9,943	\$ 3,016	\$ 1,897
Total Disbursements	<u>(9,943)</u>	<u>(3,016)</u>	<u>(1,897)</u>
Cash Balance, Ending	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ -</u>

Hazardous Material Response Fund

The Hazardous Material Response Fund was created by Act 165 of 1990 and amended by Act 121 of 2000 to carry out Pennsylvania's responsibilities under Title III of the Federal Superfund Amendments and Reauthorization Act (SARA Title III). Revenue is generated from toxic chemical registration fees and toxic chemical release form fees. Expenditures are for training hazardous material response teams, public education programs, grants to counties for SARA Title III activities, cost recovery grants, facility and vehicle inspections, testing, and administration of the program including data collection and management.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 924	\$ 944	\$ 777
Receipts	82	83	80
Disbursements - Labor and Industry	(62)	(250)	(517)
Restricted Cash Balance, Ending	\$ 944	\$ 777	\$ 340
Unrestricted Cash Balance, Beginning	\$ 53	\$ 402	\$ 477
Receipts:			
Toxic Chemical Release Form Fee	\$ 735	\$ 750	\$ 750
Chemical Inventory Fee	359	360	360
Interest	57	67	33
Total Receipts	1,151	1,177	1,143
Total Funds Available	\$ 1,204	\$ 1,579	\$ 1,620
Disbursements:			
Emergency Management	\$ 802	\$ 1,102	\$ 1,100
Total Disbursements	(802)	(1,102)	(1,100)
Unrestricted Cash Balance, Ending	\$ 402	\$ 477	\$ 520
Total Cash Balance, Beginning	\$ 977	\$ 1,346	\$ 1,254
Receipts	1,233	1,260	1,223
Disbursements	(864)	(1,352)	(1,617)
Total Cash Balance, Ending	\$ 1,346	\$ 1,254	\$ 860

Hazardous Sites Cleanup Fund

The Hazardous Sites Cleanup Fund was created by Act 58 of 1987 to finance the cleanup and restoration of abandoned hazardous waste sites in the Commonwealth. Expenditures from this fund are for cleaning up abandoned hazardous waste sites throughout the Commonwealth and restoring the land to productive use. Revenue is generated from a Hazardous Waste Fee as well as money received from parties determined responsible for site contamination. Prior to 2002-03, the fund received one-quarter mill of the Capital Stock and Franchise Tax. Act 77 of 2007 provided for a one-time transfer in 2007-08 of monies lapsed from certain appropriations within the Legislature. Beginning in 2008-09, the act also included an annual transfer to the fund of \$40 million of revenue received from the Capital Stock and Franchise Tax. Act 13 of 2012 includes an annual transfer from the Marcellus Legacy Fund beginning in 2014-15 and Act 44 of 2017 modified this transfer. The Capital Stock and Franchise Tax was eliminated on January 1, 2016. This budget proposes a one-time transfer of \$20 million from the General Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 64,428	\$ 48,934	\$ 14,362
Receipts:			
Transfer of Capital Stock and Franchise Tax.....	\$ 505	\$ 400	\$ 300
Transfer from Marcellus Legacy Fund (OGLF)	14,843	15,000	15,000
Transfer from Marcellus Legacy Fund.....	2,883	4,434	3,949
Transfer from General Fund.....	-	-	20,000
Hazardous Waste Fee.....	1,365	1,400	1,280
Cost Recovery.....	2,805	1,050	1,050
Interest	2,517	2,155	238
Other	798	202	-
Total Receipts.....	25,716	24,641	41,817
Total Funds Available.....	\$ 90,144	\$ 73,575	\$ 56,179
Disbursements:			
Environmental Protection:			
General Operations	\$ 22,455	\$ 22,516	\$ 26,337
Hazardous Sites Cleanup - OGLF	14,614	23,245	15,000
Hazardous Sites Cleanup	(511)	7,773	9,000
Host Municipality Grants	-	25	25
Small Business Pollution Prevention	652	1,654	1,000
Transfer to Industrial Sites Cleanup Fund.....	3,000	3,000	3,000
Transfer to Household Hazardous Waste Account	1,000	1,000	1,000
Total Disbursements.....	(41,210)	(59,213)	(55,362)
Cash Balance, Ending	\$ 48,934	\$ 14,362	\$ 817

Higher Education Assistance Fund

This fund statement presents financial activity within the Higher Education Assistance Fund that is related only to programs funded by state and federal appropriations. The Pennsylvania Higher Education Assistance Agency (PHEAA) administers other programs through the Higher Education Assistance Fund which are not included in this presentation. Funding is used primarily for the following purposes: (1) grants to students; (2) grants to nondenominational private postsecondary educational institutions; (3) grants to institutions of higher learning for the purpose of helping the institution secure federal funds to provide direct financial aid to students; (4) funds to institutions for the Federal Work Study Program; (5) grants to minority students entering graduate professional schools under the Bond-Hill Program; (6) funds to recruit gifted students to Cheyney University; (7) funds for the higher education of disadvantaged students; and (8) funds for the higher education of blind or deaf students. Revenues to this fund are derived from General Fund appropriations by the General Assembly, federal funds, and interest earnings.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 113,457	\$ 161,421	\$ 168,892
Receipts:			
Transfer from General Fund.....	\$ 573,437	\$ 603,922	\$ 614,825
Investment Earnings.....	13,912	9,595	9,595
Federal Revenue.....	3,489	81	58
Other	15,507	16,500	16,500
Total Receipts	606,345	630,098	640,978
Total Funds Available.....	\$ 719,802	\$ 791,519	\$ 809,870
Disbursements:			
Higher Education Assistance Agency	\$ 558,381	\$ 622,627	\$ 632,883
Total Disbursements	(558,381)	(622,627)	(632,883)
Cash Balance, Ending	\$ 161,421	\$ 168,892	\$ 176,987

Highway Beautification Fund

The Highway Beautification Fund was created by Act 5 of Special Session Three of 1966. Highway beautification activities are supported by licenses, fees, fines, penalties, and interest. Activities include the regulating of outdoor advertising and junkyards.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 402	\$ 411	\$ 354
Receipts:			
Licenses and Fees	\$ 334	\$ 332	\$ 332
Interest	21	18	10
Total Receipts	355	350	342
Total Funds Available.....	\$ 757	\$ 761	\$ 696
Disbursements:			
Transportation	\$ 346	\$ 407	\$ 390
Total Disbursements	(346)	(407)	(390)
Cash Balance, Ending	\$ 411	\$ 354	\$ 306

Historical Preservation Fund

The Historical Preservation Fund was created for expenditure by the Pennsylvania Historical and Museum Commission (PHMC) for the preservation, care, and maintenance of state historical properties, museums, and records and for the financing of historical research and publication programs. Money in the fund can also be used to purchase publications and souvenirs of a historical nature for sale at commission administered properties. This fund is made up of monies from the sale of publications by the PHMC and all monies received from admission fees or other sales by the commission at the state historical properties and/or museums. Act 173 of 2002 enables the commission to sell most Commonwealth publications to the public and provides that net proceeds from the publication sales and from the sale of historical properties administered by the commission shall be deposited into the fund. The fund is designated for multi-year projects of the PHMC. Revenue estimates reflect the anticipated closing of the state museum for renovation between August 2026 and October 2028.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 2,224	\$ 2,018	\$ 1,714
Receipts	1	5	5
Disbursements - Historical and Museum Commission.....	(207)	(309)	(709)
Restricted Cash Balance, Ending	\$ 2,018	\$ 1,714	\$ 1,010
 Unrestricted Cash Balance, Beginning	 \$ 4,000	 \$ 4,713	 \$ 4,930
Receipts:			
Admission Fees.....	\$ 1,149	\$ 1,087	\$ 500
Interest	313	299	189
Other	255	155	155
Total Receipts	1,717	1,541	844
Total Funds Available.....	\$ 5,717	\$ 6,254	\$ 5,774
Disbursements:			
Historical and Museum Commission.....	\$ 1,004	\$ 1,324	\$ 1,342
Total Disbursements	(1,004)	(1,324)	(1,342)
Unrestricted Cash Balance, Ending	\$ 4,713	\$ 4,930	\$ 4,432
 Total Cash Balance, Beginning	 \$ 6,224	 \$ 6,731	 \$ 6,644
Receipts	1,718	1,546	849
Disbursements	(1,211)	(1,633)	(2,051)
Total Cash Balance, Ending	\$ 6,731	\$ 6,644	\$ 5,442

HOME Investment Trust Fund

This fund was established by Act 172 of 1992 in order to administer Pennsylvania's program under the National Affordable Housing Act of 1990. Funding is provided by the Federal Department of Housing and Urban Development on an annual basis. Expenditures are for the development and support of affordable rental housing and home ownership through the acquisition, new construction, reconstruction, or rehabilitation of housing.

The majority of federal funds are granted directly through the Federal Department of Housing and Urban Development Integrated Disbursement and Information System and do not flow through the Department of Community and Economic Development. Administrative funds are appropriated to the department to continue the program.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 152	\$ 84	\$ -
Receipts:			
Federal Revenue.....	\$ 1,485	\$ 17,876	\$ 6,535
HOME Program Income.....	44	35	20
Interest	10	7	10
Total Receipts.....	1,539	17,918	6,565
Total Funds Available.....	\$ 1,691	\$ 18,002	\$ 6,565
Disbursements:			
Community and Economic Development	\$ 1,607	\$ 18,002	\$ 6,565
Total Disbursements.....	(1,607)	(18,002)	(6,565)
Cash Balance, Ending	\$ 84	\$ -	\$ -

Housing Affordability and Rehabilitation Enhancement Fund

This fund was established by Act 105 of 2010. Revenue consists of a transfer from the Unconventional Gas Well Fund. Disbursements are made in accordance with the Housing Finance Agency Law. Act 58 of 2015 provides for additional funding to be transferred to this fund based on the amount of Realty Transfer Tax (RTT) received yearly. For fiscal year beginning after June 30, 2024, Act 56 of 2024 increases the 2024-25 RTT transfer cap by \$10 million for 2025-26 and each fiscal year thereafter until reaching \$100 million per fiscal year in 2027-28.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 7,408	\$ 9,191	\$ 11,598
Receipts:			
Transfer from Unconventional Gas Well Fund	\$ 5,000	\$ 5,000	\$ 5,000
Transfer of Realty Transfer Tax	70,000	80,000	90,000
Interest	1,824	2,407	369
Total Receipts	<u>76,824</u>	<u>87,407</u>	<u>95,369</u>
Total Funds Available.....	\$ 84,232	\$ 96,598	\$ 106,967
Disbursements:			
Pennsylvania Housing Finance Agency:			
Housing Affordability and Rehabilitation Program	\$ 5,041	\$ 5,000	\$ 5,000
Housing Programs-RTT	70,000	80,000	90,000
Total Disbursements	<u>(75,041)</u>	<u>(85,000)</u>	<u>(95,000)</u>
Cash Balance, Ending	\$ 9,191	\$ 11,598	\$ 11,967

Industrial Sites Cleanup Fund

Act 2 of 1995 created the Industrial Sites Cleanup Fund to provide grants and loans to political subdivisions, local economic development agencies, and others who, as part of an economic development strategy, undertake voluntary cleanup of property contaminated by industrial activity. Act 6 of 2000 allows the Department of Community and Economic Development to provide performance-based loans, which may be forgiven if performance measures are met. Also, Act 6 expanded the program to include remediation of non-hazardous waste or debris. Revenue to the fund consists of transfers from the Hazardous Sites Cleanup Fund, any funds appropriated by the General Assembly, interest earnings, and loan repayments. Grants and loans are prioritized based on the benefit of the project to the public health and safety, the cost effectiveness of the project, the economic distress of the area, and the potential of the project to result in economic development. Revenue to the fund is primarily derived through transfers from the Hazardous Sites Cleanup Fund. The primary revenue source for the Hazardous Sites Cleanup Fund ended with the full phase-out of the Capital Stock and Franchise Tax on January 1, 2016.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 13,566	\$ 14,947	\$ 9,099
Receipts:			
Loan Principal and Interest Repayments	\$ 45	\$ 57	\$ 50
Transfer from Hazardous Sites Cleanup Fund	3,000	3,000	3,000
Restricted Revenue	16	-	-
Interest	713	733	245
Total Receipts	<u>3,774</u>	<u>3,790</u>	<u>3,295</u>
Total Funds Available.....	\$ 17,340	\$ 18,737	\$ 12,394
Disbursements:			
Community and Economic Development	\$ 2,393	\$ 9,638	\$ 5,814
Total Disbursements	<u>(2,393)</u>	<u>(9,638)</u>	<u>(5,814)</u>
Cash Balance, Ending	\$ 14,947	\$ 9,099	\$ 6,580

Insurance Fraud Prevention Trust Fund

The Insurance Fraud Prevention Trust Fund was created by Act 166 of 1994. The purpose of the fund is to finance activities in the Commonwealth to prevent, combat, and reduce insurance fraud, by improving and supporting insurance fraud law enforcement, prosecutions, and prevention. The source of funds includes assessments on the insurance companies that conduct business in the Commonwealth of Pennsylvania, fines and penalties, and interest earnings.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 9,782	\$ 13,912	\$ 2,352
Receipts:			
Assessments, Fines and Penalties	\$ 16,780	\$ 16,450	\$ 16,894
Interest	661	601	51
Total Receipts	17,441	17,051	16,945
Total Funds Available.....	\$ 27,223	\$ 30,963	\$ 19,297
Disbursements:			
Insurance Fraud Prevention Authority	\$ 13,311	\$ 28,611	\$ 18,416
Total Disbursements	(13,311)	(28,611)	(18,416)
Cash Balance, Ending	\$ 13,912	\$ 2,352	\$ 881

Insurance Liquidation Fund

The Insurance Department is responsible for administering the liquidation of insolvent domestic insurance carriers pursuant to orders of the Commonwealth Court under Article V of the Insurance Department Act. This fund is used to permit the Treasury Department to invest the assets of insolvent insurance carriers. These assets are used to pay claims and expenses incurred in the administration of domestic insurance carrier insolvencies.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 6,785	\$ 6,817	\$ 7,107
Receipts:			
Liquidation Services	\$ -	\$ 994	\$ 994
Liquidation Investments.....	-	10,000	10,000
Interest	325	290	226
Other	(190)	-	-
Total Receipts	135	11,284	11,220
Total Funds Available	\$ 6,920	\$ 18,101	\$ 18,327
Disbursements:			
Insurance:			
Administration	\$ 103	\$ 994	\$ 994
Claims	-	10,000	10,000
Total Disbursements	(103)	(10,994)	(10,994)
Cash Balance, Ending	\$ 6,817	\$ 7,107	\$ 7,333

Insurance Regulation and Oversight Fund

The Insurance Regulation and Oversight Fund was established by Act 46 of 2013 to provide for the Insurance Department's regulation, management, development, and oversight of the Commonwealth's insurance industry.

The fund receives 50 percent of all licenses and fees collected by the Insurance Department and all augmentations and reimbursements made to the department by regulated entities. The surcharge on moving vehicle violations remains in the General Fund.

At the end of the fiscal year, the fund retains an amount equal to no more than 100 percent of the total expenditures and commitments by the department from the immediately preceding fiscal year. If the balance in the fund at the end of the fiscal year exceeds the retention amount, then that amount of excess funds is to be returned to the General Fund within 30 days of the end of the fiscal year.

Act 45 of 2025 authorized transfers to the General Fund from various special fund balances.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 50,411	\$ 57,516	\$ 34,484
Receipts:			
Licenses and Fees	\$ 53,008	\$ 44,406	\$ 44,950
Examination Reimbursements	5,154	4,685	5,900
Federal Receipts	-	5,000	5,000
Interest	1,681	1,777	1,201
Other	969	207	-
Return To General Fund	(16,209)	(23,653)	-
Total Receipts	44,603	32,422	57,051
Total Funds Available.....	\$ 95,014	\$ 89,938	\$ 91,535
Disbursements:			
Insurance.....	\$ 37,498	\$ 51,454	\$ 49,281
Transfer to General Fund	-	4,000	-
Total Disbursements	(37,498)	(55,454)	(49,281)
Cash Balance, Ending	\$ 57,516	\$ 34,484	\$ 42,254

Job Training Fund

This fund was created by Act 5 of 2005 to facilitate advances in workforce development in the Commonwealth. The Job Training Fund awards annual grants to entities in specified rural counties which run workforce education programs and services for job training assistance to incumbent workers, dislocated workers, adult and youth workers, and other workforce development programs. Receipts in the fund are transfers from the Special Administration Fund and are supplemented by interest earnings and other monies appropriated to the fund. Due to anticipated shortfalls in the Unemployment Compensation Administration Fund, the department suspended transfers to the Job Training Fund beginning in 2016-17. Until such time as sufficient revenues become available, all Special Administration Fund revenues will be used for the administration of unemployment compensation.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 6	\$ 6	\$ 6
Receipts:			
Interest	\$ -	\$ -	\$ -
Total Receipts	-	-	-
Total Funds Available.....	\$ 6	\$ 6	\$ 6
Disbursements:			
Labor and Industry	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ 6	\$ 6	\$ 6

Justice Reinvestment Fund

The Justice Reinvestment Fund was created by Act 196 of 2012 and supports programs and activities that improved the delivery of criminal justice services within the Commonwealth.

Funding for the first phase of the Justice Reinvestment Initiative (JRI) was derived from savings to the State Correctional Institutions through implementation of Act 122 of 2012. Disbursements were made according to the provisions of Act 196 which included fixed amounts to the Pennsylvania Commission on Crime and Delinquency and the Pennsylvania Commission on Sentencing. Amounts remaining in the fund after these disbursements were distributed by formula to various programs, such as victim services, offender risk assessment modeling, county probation grants, county innovative policing and contracts to divert short- and medium-minimum offenders from incarceration, state parole processes, and coordinated safe community reentry programs.

Act 115 of 2019, which establishes the second phase of the JRI will provide revenue to the fund through savings generated by the implementation of short sentence parole, increased use of the state drug treatment program, and the use of sanctions for technical parole violations. Through Act 114 of 2019, the fund is continued, and deposits and disbursements began in 2021-22 based on a prescribed percentage of program savings generated in the year prior to the deposits. Distributions will continue through 2025-26. Annual grants made from this fund will supplement and not supplant existing funding, including funding provided to county governments. This budget proposes to continue program activity as part of the County Probation and Reentry Services appropriation from the General Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,519	\$ 7,244	\$ -
Receipts:			
Transfer from General Fund.....	\$ 5,536	\$ 22,556	\$ -
Interest	323	973	-
Total Receipts	5,859	23,529	-
Total Funds Available.....	\$ 8,378	\$ 30,773	\$ -
Disbursements:			
Commission on Crime and Delinquency	\$ 841	\$ 30,143	\$ -
Commission on Sentencing.....	293	630	-
Total Disbursements	(1,134)	(30,773)	-
Cash Balance, Ending	\$ 7,244	\$ -	\$ -

Keystone Recreation, Park, and Conservation Fund

The Keystone Recreation, Park, and Conservation Fund is a special fund composed of monies from the sale of specific bonds and certain tax revenues. This fund provides for increased acquisitions, improvements and expansions of Commonwealth and community parks, recreation facilities, historic sites, zoos, public libraries, nature preserves, and wildlife habitats.

Act 50 of 1993 approved the transfer of 15 percent of revenues from the state Realty Transfer Tax to this fund. These monies are distributed to programs according to the formula contained in the act. Uses of this fund were specifically approved through a voter referendum. Any balance in the fund is committed for eligible projects.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 254,286	\$ 271,686	\$ -
Receipts:			
Realty Transfer Tax.....	\$ 115,698	\$ 126,900	\$ 148,500
Interest	11,044	11,080	9,531
Total Receipts.....	126,742	137,980	158,031
Total Funds Available.....	\$ 381,028	\$ 409,666	\$ 158,031
Disbursements:			
Conservation and Natural Resources	\$ 66,092	\$ 293,142	\$ 102,720
Education	28,388	51,043	34,767
Historical and Museum Commission.....	14,862	65,481	20,544
Total Disbursements.....	(109,342)	(409,666)	(158,031)
Cash Balance, Ending	\$ 271,686	\$ -	\$ -

Liquid Fuels Tax Fund

The Liquid Fuels Tax Fund was created in 1931 to assist in funding the local roads system. Through December 2013, one-half cent per gallon of gasoline and diesel fuel taxes was deposited into the fund for semi-annual distribution to county governments and to pay registration fees for vehicles operated by mass transportation systems. Beginning January 2014, per Act 89 of 2013, a new millage rate replaced the one-half cent per gallon on gasoline and diesel fuel tax. The new rate is 4.17 percent of the mills imposed under Title 75, Section 9502 (A) (5). After payment of fees, remaining funds are allocated to the counties on a three-year average refund to total refund formula and must be used for highway purposes. Since the majority of counties have direct jurisdiction over a limited number of roads, a large portion of these funds are further allocated by the counties to their political subdivisions. To streamline payments to counties, the Department of Revenue delegated the authority for these payments and attendant expenses to the Department of Transportation effective in 1999-2000.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 14,953	\$ 19,409	\$ 19,791
Receipts:			
Tax on Gasoline	\$ 21,281	\$ 21,266	\$ 21,344
Tax on Diesel Fuel	6,098	6,070	6,096
Total Receipts	27,379	27,336	27,440
Total Funds Available.....	\$ 42,332	\$ 46,745	\$ 47,231
Disbursements:			
Transfer to Boat Fund	\$ 104	\$ 116	\$ 116
Transportation	22,819	26,838	27,324
Total Disbursements	(22,923)	(26,954)	(27,440)
Cash Balance, Ending	\$ 19,409	\$ 19,791	\$ 19,791

Liquor License Fund

The Liquor License Fund serves as a pass-through account for liquor and/or beer license fees from hotels, restaurants, and clubs. These fees are returned semi-annually to the municipalities in which the licenses are located.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,292	\$ 1,942	\$ 1,971
Receipts:			
License Fees	\$ 4,064	\$ 4,362	\$ 4,319
Total Receipts	4,064	4,362	4,319
Total Funds Available.....	\$ 6,356	\$ 6,304	\$ 6,290
Disbursements:			
Liquor Control Board	\$ 4,414	\$ 4,333	\$ 4,413
Total Disbursements	(4,414)	(4,333)	(4,413)
Cash Balance, Ending	\$ 1,942	\$ 1,971	\$ 1,877

Local Cigarette Tax Fund

The Local Cigarette Tax Fund is a fiduciary fund composed of monies received from the collection of a local option Cigarette Tax in cities of the first class. Act 131 of 2014 allows a school district, when authorized by the governing body of a first class city (Philadelphia), to impose and assess an excise tax on the sale or possession of cigarettes at the rate of \$0.10 per cigarette. This tax is only assessed on cigarettes currently subject to a levy under Article XII of the Tax Reform Code of 1971. The Department of Revenue is authorized to retain the sum of the costs of collections.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 1,267	\$ 695	\$ -
Receipts:			
Philadelphia Cigarette Tax Collections	\$ 15,972	\$ 13,763	\$ 11,861
Act 84 of 2016 Collection Adjustment	39,912	42,520	44,737
Interest	214	407	-
Offset Department of Revenue Collection Costs	(491)	(500)	(500)
Total Receipts	55,607	56,190	56,098
Total Funds Available	\$ 56,874	\$ 56,885	\$ 56,098
Disbursements:			
Distribution to the Philadelphia School District.....	\$ 56,179	\$ 56,885	\$ 56,098
Total Disbursements	(56,179)	(56,885)	(56,098)
Cash Balance, Ending	\$ 695	\$ -	\$ -

Local Government Capital Project Loan Fund

This fund was created in 1990 to assist municipal governments in acquiring equipment and facilities by providing low-interest loans to those governments which find conventional loan costs to be prohibitive. Loans are provided at a rate of 2 percent for periods not to exceed 10 years. Revenues received from loan repayment and interest accrual are returned to the fund on a revolving basis. Act 46 of 1997 extended this fund indefinitely.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,446	\$ 2,532	\$ 1,741
Receipts:			
Loan Principal and Interest Repayments	\$ 89	\$ 100	\$ 100
Interest	117	109	41
Total Receipts	206	209	141
Total Funds Available.....	\$ 2,652	\$ 2,741	\$ 1,882
Disbursements:			
Community and Economic Development	\$ 120	\$ 1,000	\$ 1,000
Total Disbursements	(120)	(1,000)	(1,000)
Cash Balance, Ending	\$ 2,532	\$ 1,741	\$ 882

Machinery and Equipment Loan Fund

This fund was established by Act 120 of 1988 to provide low-interest machinery and equipment financing for Pennsylvania businesses in order to facilitate their growth, competitiveness, and value-added capacity. The fund was initially capitalized by an appropriation from the Pennsylvania Economic Revitalization Fund. It is now funded from loan repayments and interest earnings. Act 22 of 2004 required the Commonwealth Financing Authority to transfer \$75 million in bond proceeds to the Department of Community and Economic Development for deposit in the fund. Act 161 of 2014 transitioned the administration of this fund to the Pennsylvania Industrial Development Authority, while also authorizing funds to be transferred by an action of the PIDA board between the Small Business First Fund, the Machinery and Equipment Loan Fund, and the Industrial Development Fund to maximize the effectiveness of the programs. The fund balance does not reflect substantial loan commitments for outstanding offers extended for business expansion projects.

Act 45 of 2025 authorized transfers to the General Fund from various special fund balances.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 38,524	\$ 41,237	\$ 18,433
Receipts:			
Loan Principal and Interest Repayments	\$ 4,216	\$ 4,300	\$ 5,000
Loan Service Fees	34	47	45
Interest	1,742	1,712	479
Other	1	-	-
Total Receipts	5,993	6,059	5,524
Total Funds Available.....	\$ 44,517	\$ 47,296	\$ 23,957
Disbursements:			
Community and Economic Development	\$ 3,280	\$ 18,863	\$ 11,778
Transfer to General Fund	-	10,000	-
Total Disbursements	(3,280)	(28,863)	(11,778)
Cash Balance, Ending	\$ 41,237	\$ 18,433	\$ 12,179

Manufacturing Fund

The Manufacturing Fund, created in 1915, is a self-sustaining enterprise providing institutionalized offenders an opportunity for vocational rehabilitation. Receipts are derived from the sale of inmate manufactured goods to government agencies or government-aided organizations. Expenditures are made for the purchase of raw materials, machinery replacement, inmate wages, and other costs related to the sale and manufacture of their products. Federal liability could be created by a transfer from the Manufacturing Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 38,553	\$ 44,685	\$ 26,174
Receipts:			
Sale of Products	\$ 96,480	\$ 93,073	\$ 95,400
Interest	2,064	2,055	655
Total Receipts	98,544	95,128	96,055
Total Funds Available.....	\$ 137,097	\$ 139,813	\$ 122,229
Disbursements:			
Corrections	\$ 92,412	\$ 113,639	\$ 106,564
Total Disbursements	(92,412)	(113,639)	(106,564)
Cash Balance, Ending	\$ 44,685	\$ 26,174	\$ 15,665

Marcellus Legacy Fund

This fund was created by Act 13 of 2012 to provide for the distribution of unconventional gas well impact fees to counties, municipalities, and Commonwealth agencies. As custodian of the Marcellus Legacy Fund, the PA Public Utility Commission has the fiduciary responsibility to monitor and report on the receipts and disbursements of other agencies that utilize the fund. The fee revenue will be used for statewide initiatives in the areas of acid mine drainage abatement, gas well management and plugging, development and rehabilitation of greenways and recreational trails, sewage treatment projects, and replacement and repair of deteriorated bridges in municipalities with unconventional gas wells. Receipts deposited into the Marcellus Legacy Fund come from transfers from the Unconventional Gas Well Fund and the Oil and Gas Lease Fund. The 2015-16, 2016-17, and 2017-18 Fiscal Codes modified the transfers from the Oil and Gas Lease Fund. This budget maintains the annual \$15 million transfer from the Oil and Gas Lease Fund that is deposited into the Marcellus Legacy Fund then transferred to the Hazardous Sites Cleanup Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 7,512	\$ 7,938	\$ 2,369
Receipts:			
Transfer from Unconventional Gas Well Fund	\$ 57,662	\$ 88,678	\$ 78,980
Transfer from Oil and Gas Lease Fund	15,000	15,000	15,000
Interest	426	432	75
Total Receipts	73,088	104,110	94,055
Total Funds Available.....	\$ 80,600	\$ 112,048	\$ 96,424
Disbursements:			
Public Utility Commission:			
County Grants	\$ 8,649	\$ 13,302	\$ 11,847
Transfer to Commonwealth Financing Authority	11,532	17,736	15,796
Transfer to Commonwealth Financing Authority-H2O	7,208	11,084	9,872
Environmental Protection	-	6,001	-
Infrastructure Investment Authority	7,208	11,084	9,872
Transfer to Highway Bridge Improvement	14,416	22,170	19,746
Transfer to Environmental Stewardship Fund	5,766	8,868	7,898
Transfer to Hazardous Sites Cleanup Fund	2,883	4,434	3,949
Transfer to Hazardous Sites Cleanup Fund (OGLF)	15,000	15,000	15,000
Total Disbursements	(72,662)	(109,679)	(93,980)
Cash Balance, Ending	\$ 7,938	\$ 2,369	\$ 2,444

Medical Care Availability and Reduction of Error Fund

Act 13 of 2002, the Medical Care Availability and Reduction of Error (Mcare) Act, established the Medical Care Availability and Reduction of Error Fund and transferred to it the assets, liabilities, rights, and responsibilities of the Medical Professional Liability Catastrophe Loss Fund effective October 15, 2002. The Mcare Fund is used to pay claims against participating health care providers for losses or damages awarded in medical professional liability actions against them in excess of the basic insurance coverage required by the act. In addition to the transfer of assets from the Medical Professional Liability Catastrophe Loss Fund, revenue includes an assessment on health care providers.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 137,529	\$ 88,528	\$ 160,275
Receipts:			
Assessments	\$ 291,307	\$ 348,160	\$ 283,235
Interest	7,847	6,822	5,019
Other	4	-	-
Total Receipts	299,158	354,982	288,254
Total Funds Available.....	\$ 436,687	\$ 443,510	\$ 448,529
Disbursements:			
Insurance:			
Administration	\$ 8,919	\$ 28,235	\$ 33,097
Claims	275,073	255,000	255,000
Loan Repayment to the Catastrophic Loss Benefits Continuation Fund	64,167	-	-
Total Disbursements	(348,159)	(283,235)	(288,097)
Cash Balance, Ending	\$ 88,528	\$ 160,275	\$ 160,432

Medical Marijuana Program Fund

The Medical Marijuana Program Fund was established by Act 16 of 2016, the Medical Marijuana Act, to provide safe and effective access to medical marijuana for Commonwealth patients with an eligible serious medical condition and to promote valuable research into the effectiveness and usefulness of medical marijuana. Revenue is derived from application, permit, and program fees as well as from a Gross Receipts Tax from the sale of medical marijuana by a grower/processor to a dispensary.

Funds are distributed as prescribed by the Act: 40 percent for operations including outreach and other required projects; 15 percent to establish programs that will assist with the cost of providing medical marijuana to patients demonstrating financial hardship or need, assist patients and caregivers by waiver or cost reduction of identification card fees, reimburse caregivers for the cost of background checks; 30 percent for research into the treatment of the currently established serious medical conditions and research into the treatment of other medical conditions for which medical marijuana may have legitimate medicinal value; 10 percent for drug abuse prevention, counseling, and treatment services; and 5 percent to the Pennsylvania Commission on Crime and Delinquency (PCCD) for distribution to local police departments which demonstrate a need relating to efforts to support the Act.

Act 45 of 2025 transferred \$100 million to the Lottery Fund and transferred \$9 million from uncommitted funds authorized for local police enforcement to the Crime Victim Services and Compensation Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 164	\$ 103	\$ 103
Medical Marijuana Assistance Program:			
Receipts	1,136	3,400	3,400
Disbursements - Aging	(1,197)	(3,400)	(3,400)
Restricted Cash Balance, Ending	\$ 103	\$ 103	\$ 103
Unrestricted Cash Balance, Beginning	\$ 110,733	\$ 149,014	\$ -
Receipts:			
Grower/Processor Application and Permit Fees	\$ 505	\$ 250	\$ 250
Dispensary Application and Permit Fees	521	250	250
Clinical Registrant Application and Permit Fees	143	150	150
Independent Grower/Dispensary Permit Fees	-	150	360
Application and Permit Fees Collected in Advance	60	-	-
Patient Identification Card Fees	17,596	17,142	17,142
Gross Receipts Tax	33,487	33,921	33,732
Interest	5,920	4,639	2,067
Other	-	758	758
Total Receipts	58,232	57,260	54,709
Total Funds Available	\$ 168,965	\$ 206,274	\$ 54,709
Disbursements:			
Health	\$ 19,179	\$ 75,051	\$ 46,503
Drug and Alcohol Programs	(32)	18,718	5,471
Commission on Crime and Delinquency	804	3,505	2,735
Transfer to Crime Victim Services and Compensation Fund	-	9,000	-
Transfer to Lottery Fund	-	100,000	-
Total Disbursements	(19,951)	(206,274)	(54,709)
Unrestricted Cash Balance, Ending	\$ 149,014	\$ -	\$ -
Total Cash Balance, Beginning	\$ 110,897	\$ 149,117	\$ 103
Receipts	59,368	60,660	58,109
Disbursements	(21,148)	(209,674)	(58,109)
Total Cash Balance, Ending	\$ 149,117	\$ 103	\$ 103

Military Installation Remediation Fund

Act 101 of 2019 established the Military Installation Remediation Program to address remediation costs incurred in a qualified municipality. A qualified municipality is a municipality which has within its geographic bounds a qualified former military installation. Each year, by Dec 1, the Department of Revenue shall certify eligible taxes to be transferred into the fund for the benefit of a qualified municipal authority. Excess monies shall be used to offset any surcharge applied to customers for remediation, to offset any amounts billed to customers for remediation, and to offset the cost of connecting a residence with a private well. Any other monies remaining may be used for transportation infrastructure and economic development costs or payment of debt service on bonds issued or refinanced for the acquisition, development, construction, reconstruction, renovation, or refinancing of remediation projects of the qualified municipality.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 6	\$ 6	\$ 0
Receipts:			
State Tax Share	\$ 16,720	\$ 17,500	\$ 18,400
Interest	0	-	-
Total Receipts	16,720	17,500	18,400
Total Funds Available	\$ 16,726	\$ 17,506	\$ 18,400
Disbursements:			
Treasury	\$ 16,720	\$ 17,506	\$ 18,400
Total Disbursements	(16,720)	(17,506)	(18,400)
Cash Balance, Ending	\$ 6	\$ 0	\$ 0

Milk Marketing Fund

The Milk Marketing Fund is a special revenue fund composed of monies received from license fees, fines, penalties, and permits relating to the milk industry. The purpose of this fund is to provide for the operation of the Milk Board and to serve as a depository for money due dairy farmers from underpayments by milk dealers.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 4,994	\$ 5,766	\$ 5,464
Receipts:			
License and Fees	\$ 3,138	\$ 2,761	\$ 2,761
Fines and Penalties	24	10	10
Restricted Receipts	-	731	-
Interest	215	237	171
Total Receipts	<u>3,377</u>	<u>3,739</u>	<u>2,942</u>
Total Funds Available.....	\$ 8,371	\$ 9,505	\$ 8,406
Disbursements:			
Milk Board	\$ 2,605	\$ 4,041	\$ 2,947
Total Disbursements	<u>(2,605)</u>	<u>(4,041)</u>	<u>(2,947)</u>
Cash Balance, Ending	\$ 5,766	\$ 5,464	\$ 5,459

Mine Safety Fund

Act 55 of 2008 created the Mine Safety Fund to recover expenses for responding to mine emergencies. The monies are used for mine safety activities and the administration of the Act.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 199	\$ 244	\$ 259
Receipts:			
Fines and Penalties.....	\$ 18	\$ 16	\$ 16
Interest	10	10	8
Total Receipts.....	28	26	24
Total Funds Available.....	\$ 227	\$ 270	\$ 283
Disbursements:			
Environmental Protection	\$ (17)	\$ 11	\$ 51
Total Disbursements.....	17	(11)	(51)
Cash Balance, Ending	\$ 244	\$ 259	\$ 232

Minority Business Development Fund

This fund was created by Act 206 of 1974 to accommodate the operation of the Pennsylvania Minority Business Development Authority. Revenues to the fund are from loan repayments and interest. The authority has the power to issue bonds or other obligations which would provide further revenue to the fund. Expenditures are made for loans to minority business enterprises and for operating expenses of the authority. Current law provides that funds in excess of the amounts necessary to carry out the purposes of the enabling act can be transferred to the General Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,501	\$ 2,194	\$ 1,155
Receipts:			
Loan Principal and Interest Repayments	\$ 499	\$ 500	\$ 500
Interest	123	95	23
Other	6	10	10
Total Receipts	<u>628</u>	<u>605</u>	<u>533</u>
Total Funds Available.....	\$ 3,129	\$ 2,799	\$ 1,688
Disbursements:			
Community and Economic Development	\$ 935	\$ 1,644	\$ 1,400
Total Disbursements	<u>(935)</u>	<u>(1,644)</u>	<u>(1,400)</u>
Cash Balance, Ending	\$ 2,194	\$ 1,155	\$ 288

Monetary Penalty Endowments Trust Fund

The Monetary Penalty Endowments Trust Fund is a special revenue fund created by Act 1 of 2013 to deposit monetary penalties assessed to higher education institutions. Fund revenues are comprised of monies from installment payments made by the institutions and interest. Fund expenditures are made by the Pennsylvania Commission on Crime and Delinquency to support child abuse treatment and prevention programs within the Commonwealth.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 40,820	\$ 40,013	\$ 33,181
Receipts:			
Interest	\$ 1,484	\$ 1,509	\$ 979
Investment Income	746	-	-
Total Receipts	2,230	1,509	979
Total Funds Available.....	\$ 43,050	\$ 41,522	\$ 34,160
Disbursements:			
Commission on Crime and Delinquency	\$ 3,037	\$ 8,341	\$ 4,800
Total Disbursements	(3,037)	(8,341)	(4,800)
Cash Balance, Ending	\$ 40,013	\$ 33,181	\$ 29,360

Motor Vehicle Transaction Recovery Fund

The Motor Vehicle Transaction Recovery Fund was created by Act 83 of 1990 to provide protection from dealers or other agents who fail to forward fees and taxes pertaining to an application for titling or registration of a vehicle to the Department of Transportation (Department). Revenues to the fund consist of assessments (or reassessments should the balance of the fund fall below \$500,000) on every applicant for motor vehicle dealer registration plates or for the authority to act as agent of the Department with respect to vehicle titling and registration.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,310	\$ 2,369	\$ 2,422
Receipts:			
Title and Registration Fees	\$ 26	\$ 25	\$ 25
Interest	111	101	77
Total Receipts	137	126	102
Total Funds Available.....	\$ 2,447	\$ 2,495	\$ 2,524
Disbursements:			
Transportation	\$ 78	\$ 73	\$ 20
Total Disbursements	(78)	(73)	(20)
Cash Balance, Ending	\$ 2,369	\$ 2,422	\$ 2,504

Multimodal Transportation Fund

The Multimodal Transportation Fund was created by Act 89 of 2013 to provide additional funding for passenger rail, rail freight, ports and waterways, aviation, bicycle and pedestrian facilities, roads and bridges, and other modes of transportation. The program is funded by deposits from the Pennsylvania Turnpike Commission, a portion of certain Motor Vehicle Fees and the Oil Company Franchise Tax.

Effective in 2022, Act 89 replaces deposits from the Pennsylvania Turnpike Commission with a Transfer of Sales and Use Tax from the Public Transportation Trust Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 372,079	\$ 393,139	\$ -
Receipts:			
Motor Vehicle Fees	\$ 106,080	\$ 109,300	\$ 109,600
Transfer of Vehicle Sales Tax - PTTF	30,000	30,000	30,000
Transfer of Oil Company Franchise Tax	35,000	35,000	35,000
Interest	20,617	18,511	5,552
Act 45 of 2025 Interest Transfer	-	-	(5,552)
Other	53	-	-
Total Receipts	191,750	192,811	174,600
Total Funds Available.....	\$ 563,829	\$ 585,950	\$ 174,600
Disbursements:			
Transportation	\$ 75,916	\$ 493,653	\$ 100,666
Transfer to Commonwealth Finance Authority	94,774	92,297	73,934
Total Disbursements	(170,690)	(585,950)	(174,600)
Cash Balance, Ending	\$ 393,139	\$ -	\$ -

Municipal Pension Aid Fund

This fund was created by Act 205 of 1984, the Municipal Pension Plan Funding Standard and Recovery Act, and is administered by the Auditor General. Prior to 2022-23, the revenue for the Municipal Pension Aid Fund results from the 2 percent tax paid upon premiums received from foreign (out-of-state) casualty insurance companies on business done within the Commonwealth. Act 53 of 2022 requires the greater of 38 percent of all insurance premiums tax collections or \$345 million per fiscal year to be transferred to the fund beginning in 2022-23. The fund also collects interest earnings. These revenues and earnings are for distribution to municipalities for various police, fire, and non-uniformed pension plans, including post-retirement adjustments mandated by Act 147 of 1988.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 403,773	\$ 440,273	\$ 455,082
Receipts:			
Insurance Premiums Tax	\$ 419,258	\$ 432,632	\$ 440,587
Transfer from Fire Insurance Tax Fund	17,835	19,232	18,500
Interest	7,602	7,640	7,678
Total Receipts	444,695	459,504	466,765
Total Funds Available.....	\$ 848,468	\$ 899,777	\$ 921,847
Disbursements:			
Auditor General:			
Municipal Pension Aid	\$ 407,575	\$ 444,157	\$ 459,034
Post-Retirement Adjustments	620	538	470
Total Disbursements	(408,195)	(444,695)	(459,504)
Cash Balance, Ending	\$ 440,273	\$ 455,082	\$ 462,343

Municipalities Financial Recovery Revolving Aid Fund

This fund was created by Act 157 of 1988 to make loans and grants to assist municipalities that are declared financially distressed. Initial funding was provided through the transfer of unused funds remaining from a 1986-87 General Fund appropriation for Distressed Community Emergency Aid. In addition, Act 157 stipulated that all repayments on loans made from the fund should be redeposited into the fund and used to make additional loans and grants to distressed municipalities. Fund balance does not reflect commitments to distressed municipalities.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 13,482	\$ 15,683	\$ 12,010
Receipts:			
Transfer from the General Fund.....	\$ 5,500	\$ 5,500	\$ 5,500
Loan Principal and Interest Repayments	5,503	4,700	4,000
Interest	838	687	356
Total Receipts.....	11,841	10,887	9,856
Total Funds Available.....	\$ 25,323	\$ 26,570	\$ 21,866
Disbursements:			
Community and Economic Development	\$ 9,640	\$ 14,560	\$ 11,100
Total Disbursements.....	(9,640)	(14,560)	(11,100)
Cash Balance, Ending	\$ 15,683	\$ 12,010	\$ 10,766

Neighborhood Improvement Zone Fund

This fund was established by Act 50 of 2009. This fund is administered by the State Treasurer and the primary administrator of the program is the Department of Revenue. An entity collecting a local tax within the neighborhood improvement zone shall, within 30 days of the end of a fiscal quarter, submit all the local taxes collected to the State Treasurer for transfer to the fund. Interest income derived from investment of the money in the fund shall be credited by the Treasury Department to the fund. Funds may only be utilized for payment of debt service on bonds issued for the improvement and development of all or any part of the neighborhood improvement zone and the purpose of constructing a facility or facility complex. Funds may not be utilized for purposes of renovating or repairing a facility or facility complex, except for capital maintenance and improvement projects. The reconciliation between the state tax share transferred and the actual liability incurred, could result in the return of the excess state tax share in the subsequent fiscal year.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 125	\$ 125	\$ -
Receipts:			
State Tax Share	\$ 98,197	\$ 105,400	\$ 108,700
State Tax Share Return.....	(36,118)	(25,000)	(25,000)
Local Tax Share	5,243	3,057	3,152
Interest	129	5	-
Total Receipts	<u>67,451</u>	<u>83,462</u>	<u>86,852</u>
Total Funds Available.....	\$ 67,576	\$ 83,587	\$ 86,852
Disbursements:			
Treasury	\$ 67,451	\$ 83,587	\$ 86,852
Total Disbursements	<u>(67,451)</u>	<u>(83,587)</u>	<u>(86,852)</u>
Cash Balance, Ending	\$ 125	\$ -	\$ -

Non-Coal Surface Mining Conservation and Reclamation Fund

The Non-Coal Surface Mining Conservation and Reclamation Fund was created by Act 219 of 1984 to finance reclamation projects on land scarred by non-coal surface mining. Projects include recontouring, terracing and planting trees, shrubs, and grasses. Revenues are provided by charging non-coal surface mining operators for licenses and permits and by fining them for failing to apply for the licenses and permits as well as by forfeiture of collateral bonds, cash, or securities for failure to comply with an approved reclamation plan.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 8,786	\$ 11,894	\$ 10,740
Receipts:			
Licenses and Fees	\$ 2,173	\$ 1,970	\$ 1,970
Penalties.....	127	162	162
Interest	442	519	343
Collateral	381	112	112
Forfeiture	110	87	87
Payment in Lieu of Bonds	58	80	80
Total Receipts.....	3,291	2,930	2,754
Total Funds Available.....	\$ 12,077	\$ 14,824	\$ 13,494
Disbursements:			
Environmental Protection	\$ 183	\$ 4,084	\$ 2,343
Total Disbursements.....	(183)	(4,084)	(2,343)
Cash Balance, Ending	\$ 11,894	\$ 10,740	\$ 11,151

Nutrient Management Fund

The Nutrient Management Fund was created under the authority of Act 6 of 1993 to fund loans and grants for the implementation of nutrient management plans by agricultural operations. Revenue comes from Commonwealth and federal appropriations, interest, loan repayments, and gifts. Act 18 of 1995 transferred some responsibilities for the Nutrient Management Program from the Department of Environmental Protection to the Department of Agriculture. In accordance with Act 54 of 2024, the fund receives ten percent of receipts deposited to the Clean Streams Fund.

This budget continues to focus on technical assistance to farmers, re-establishment of loan programs, enhanced business development, and conservation efforts. The budget also supports the expanded scope of the AgriLink loan program to enhance and implement improved nutrient management plans.

Act 54 of 2024 transferred all unconsumed balances appropriated from the COVID State Fiscal Recovery restricted account to the Department of Corrections.

Statement of Cash Receipts and Disbursements

	2024-25 Actual	(Dollar Amounts in Thousands) 2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 2,483	\$ 2,445	\$ 3,427
Agriculture-Linked Interest Subsidy:			
Receipts	-	1,000	500
Disbursements	(38)	(18)	(22)
Restricted Cash Balance, Ending	\$ 2,445	\$ 3,427	\$ 3,905
Unrestricted Cash Balance, Beginning	\$ 24,779	\$ 25,357	\$ 19,025
Receipts:			
Transfer from General Fund	\$ 6,200	\$ 6,200	\$ 6,200
Fees	30	30	40
Fines.....	4	4	27
Federal Funds – COVID-SFR – Transfer to Corrections	(2,106)	-	-
Interest	1,540	1,167	760
Transfer from Clean Streams Fund.....	6,107	5,482	5,261
Total Receipts	11,775	12,883	12,288
Total Funds Available.....	\$ 36,554	\$ 38,240	\$ 31,313
Disbursements:			
Agriculture:			
Planning, Loans, Grants, and Technical Assistance	\$ 457	\$ 6,105	\$ 3,280
Planning, Loans, Grants, and Technical Assistance - COVID-SFR	7,030	6,005	-
Administration	1,373	2,876	2,322
Environmental Protection:			
Education, Research, and Technical Assistance.....	1,693	4,199	3,516
Education, Research, and Technical Assistance - COVID-SFR.....	644	30	-
Total Disbursements	(11,197)	(19,215)	(9,118)
Unrestricted Cash Balance, Ending	\$ 25,357	\$ 19,025	\$ 22,195
Total Cash Balance, Beginning	\$ 27,262	\$ 27,802	\$ 22,452
Receipts	11,775	13,883	12,788
Disbursements	(11,235)	(19,233)	(9,140)
Total Cash Balance, Ending	\$ 27,802	\$ 22,452	\$ 26,100

Oil and Gas Lease Fund

Created in 1955, this fund is used to finance conservation, recreation, dams or flood control projects, and to match any federal grants made for these purposes. Revenues are derived from rents and royalties from oil and gas leases of Commonwealth owned land with the exception of rents and royalties from land owned by either the Pennsylvania Game or Fish and Boat Commissions. Those revenues are paid into the Game and Fish Funds. Act 13 of 2012 authorized annual transfers to the Marcellus Legacy Fund, and Act 44 of 2017 modified the annual transfers to the Marcellus Legacy Fund. The General Fund expenses replaced by the Oil and Gas Lease Fund include additional support for the Department of Conservation and Natural Resources operations.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 155,888	\$ 156,052	\$ 9,750
Receipts:			
Rents and Royalties	\$ 106,824	\$ 101,000	\$ 95,000
Interest	6,862	6,777	173
Other	450	400	400
Total Receipts	114,136	108,177	95,573
Total Funds Available	\$ 270,024	\$ 264,229	\$ 105,323
Disbursements:			
Conservation and Natural Resources:			
General Government Operations.....	\$ 24,685	\$ 37,440	\$ 28,500
State Parks Operations.....	25,500	45,145	32,000
State Forests Operations.....	21,500	52,068	28,500
Parks, Forests, and Recreation Projects	27,287	104,826	-
Transfer to Marcellus Legacy Fund	15,000	15,000	15,000
Total Disbursements	(113,972)	(254,479)	(104,000)
Cash Balance, Ending	\$ 156,052	\$ 9,750	\$ 1,323

Patient Safety Trust Fund

Act 13 of 2002, known as the Medical Care Availability and Reduction of Error Act, established the Patient Safety Trust Fund (PSTF) to independently review medical facilities to ensure patient safety and reduce medical errors. Act 52 of 2007 extended this independent review to the reduction and prevention of health care associated infections at acute care and nursing home facilities. Revenue to the fund includes a surcharge on medical facility and nursing home licensing fees. These fees are assessed by the Department of Health, deposited in the General Fund and transferred to the PSTF. Pursuant to Act 13, the Patient Safety Authority maintains contracts with entities that collect, analyze, and evaluate data from reports of serious events and incidents at medical facilities to identify patterns in frequency or severity at individual medical facilities or in certain regions of this Commonwealth.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 14,057	\$ 13,497	\$ 12,397
Receipts:			
Surcharges	\$ 6,636	\$ 8,000	\$ 8,300
Interest	567	574	374
Total Receipts	<u>7,203</u>	<u>8,574</u>	<u>8,674</u>
Total Funds Available.....	\$ 21,260	\$ 22,071	\$ 21,071
Disbursements:			
Patient Safety Authority	\$ 7,763	\$ 9,674	\$ 9,600
Total Disbursements	<u>(7,763)</u>	<u>(9,674)</u>	<u>(9,600)</u>
Cash Balance, Ending	\$ 13,497	\$ 12,397	\$ 11,471

Pennsylvania Gaming Economic Development and Tourism Fund

Act 71 of 2004, the Pennsylvania Race Horse Development and Gaming Act, established the Pennsylvania Gaming Economic Development and Tourism Fund (GEDTF) to receive a daily assessment of 5 percent of each licensed gaming entity's gross terminal revenue. Act 42 of 2017 increased the daily assessment to 5.5 percent effective January 1, 2018. In addition, a 6 percent assessment from new satellite casino gross terminal revenue will be deposited in the GEDTF.

Proceeds of the fund are distributed through specific enacted capital budgets. Funds for economic development and tourism projects in Philadelphia and Allegheny counties were authorized in Act 53 of 2007. Four of those projects were extended through Act 42 of 2017 along with one new project authorized. In addition, pursuant to Act 63 of 2008, GEDTF proceeds can be used to fund debt service for water and sewer projects, flood control projects, and high hazard unsafe dam projects located elsewhere in Pennsylvania as approved by the Commonwealth Financing Authority.

Act 54 of 2022 established the Sports, Marketing and Tourism Account within the fund to attract high-quality sporting events to the Commonwealth and to promote tourism and economic development. Five percent of revenue generated from sports wagering, or \$2.5 million, whichever is greater, is deposited into the account. The deposit shall not exceed \$5 million. Act 54 of 2024 transferred \$5 million from the GEDTF to the account.

Statement of Cash Receipts and Disbursements

		(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated	
Restricted Cash Balance, Beginning	\$ 33,737	\$ 38,849	\$ -	
Receipts	10,000	5,000	5,000	
Disbursements - Community and Economic Development.....	(4,888)	(43,849)	(5,000)	
Restricted Cash Balance, Ending	\$ 38,849	\$ -	\$ -	
Unrestricted Cash Balance, Beginning	\$ 9,051	\$ 13,214	\$ 19,653	
Receipts:				
Gross Terminal Revenue Assessments	\$ 135,351	\$ 136,300	\$ 139,300	
Build America Bonds Federal Interest Subsidy	7,745	7,232	6,905	
Interest	3,630	2,968	696	
Total Receipts	146,726	146,500	146,901	
Total Funds Available.....	\$ 155,777	\$ 159,714	\$ 166,554	
Disbursements:				
Community and Economic Development	\$ 83,900	\$ 85,900	\$ 87,900	
Transfer to Sports Marketing and Tourism Restricted Acct	5,000	-	-	
General Services	207	78	183	
Transfer to Commonwealth Financing Authority	53,456	54,083	53,670	
Total Disbursements	(142,563)	(140,061)	(141,753)	
Unrestricted Cash Balance, Ending	\$ 13,214	\$ 19,653	\$ 24,801	
Total Cash Balance, Beginning	\$ 42,788	\$ 52,063	\$ 19,653	
Receipts	156,726	151,500	151,901	
Disbursements	(147,451)	(183,910)	(146,753)	
Total Cash Balance, Ending	\$ 52,063	\$ 19,653	\$ 24,801	

^a Excludes a \$2.949M remaining pledge installment owed by a casino operator that is due on April 1, 2026. This installment amount is illustrated due to cashflow timing and is not expected to be paid by this fund or any other commonwealth fund. Total anticipated obligation is \$3.132 million.

Pennsylvania Health Insurance Exchange Fund

The Pennsylvania Health Insurance Exchange Fund was created by Act 42 of 2019, which also created the Pennsylvania Health Insurance Exchange Authority (PHIEA), a state-affiliated entity established to create a state-based insurance exchange, reduce costs, and better support the needs of consumers purchasing health insurance in the individual market. The PHIEA generates revenue by assessing an exchange user fee from insurers (3.0 percent of premiums as of January 1, 2021) on the health and dental plans purchased through the exchange. In calendar year 2021, Pennsylvania transitioned from a State-Based Exchange on the Federal Platform (SBE-FP) to a fully operational State-Based Exchange (SBE).

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 109,229	\$ 149,210	\$ 152,885
Receipts:			
Exchange User Fees on Insurers.....	\$ 102,585	\$ 102,585	\$ 90,200
Federal Receipts/Subgrant.....	17,376	20,948	20,000
Interest	5,541	5,650	4,634
Total Receipts.....	125,502	129,183	114,834
Total Funds Available.....	\$ 234,731	\$ 278,393	\$ 267,719
Disbursements:			
Health Insurance Exchange Authority	\$ 56,129	\$ 78,955	\$ 74,103
Transfer to Reinsurance Fund	29,392	46,553	50,400
Total Disbursements.....	(85,521)	(125,508)	(124,503)
Cash Balance, Ending	\$ 149,210	\$ 152,885	\$ 143,216

Pennsylvania Historical and Museum Commission Trust Fund

This fund, created by Act 113 of 1931, is administered by the Governor, Auditor General, State Treasurer, and the Pennsylvania Historical and Museum Commission. The interest received from investment of the \$33,000 perpetual endowment to this fund in bonds of the Commonwealth or any of its political subdivisions is credited to the fund. Interest earned on investments is used for the restoration, maintenance, and improvement of the Cornwall Charcoal Furnace, Cornwall Borough, Lebanon County.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 215	\$ 226	\$ 236
Receipts:			
Interest	\$ 11	\$ 10	\$ 8
Total Receipts	11	10	8
Total Funds Available.....	\$ 226	\$ 236	\$ 244
Disbursements:			
Historical and Museum Commission	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ 226	\$ 236	\$ 244

Pennsylvania Infrastructure Bank

This fund was established by Act 57 of 1997 to make loans to, or enter into leases with, qualified borrowers to finance the costs of transportation projects. Acts 165 and 7A of 2004 expanded this program to include financing of rail freight infrastructure. Receipts are derived from loan repayments and interest earnings.

Act 45 of 2025 authorized transfers to the General Fund from various special fund balances.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 59,570	\$ 79,749	\$ 53,899
Receipts:			
Loan Principal and Interest Repayments	\$ 17,142	\$ 17,715	\$ 11,234
Interest	3,051	3,436	1,416
Other	1	-	-
Total Receipts	20,194	21,151	12,650
Total Funds Available.....	\$ 79,764	\$ 100,900	\$ 66,549
Disbursements:			
Transportation	\$ 15	\$ 30,001	\$ 30,000
Transfer to General Fund	-	17,000	-
Total Disbursements	(15)	(47,001)	(30,000)
Cash Balance, Ending	\$ 79,749	\$ 53,899	\$ 36,549

Pennsylvania Municipal Retirement Fund

Act 15 of 1974 created the Pennsylvania Municipal Retirement System which replaced the Municipal Employees Retirement Law and the Municipal Police Retirement Law and combined all employees covered under both into a state-related municipal system. The fund established under Act 15 provides for payment of retirement allowances to officers, employees, firemen, and police of political subdivisions (counties, cities, boroughs, and townships of the first and second class). Any municipality may elect by ordinance to join the system. Revenues are generated from the contributions of the members of the system and investment earnings. The board established has control over the system's operation. A municipality may, upon meeting the requirements set forth in Act 15, elect to withdraw from participation in this fund. Withdrawals may substantially increase the level of disbursements reflected in this presentation.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 3,403,160	\$ 3,727,127	\$ 3,929,594
Receipts:			
Contributions	\$ 116,522	\$ 113,479	\$ 111,177
Interest	41,945	42,625	40,496
Premium / Discount on Sale of Securities.....	69,738	68,278	51,579
Net Investment Adjustment	282,386	159,010	228,515
Total Receipts	510,591	383,392	431,767
Total Funds Available.....	\$ 3,913,751	\$ 4,110,519	\$ 4,361,361
Disbursements:			
Municipal Retirement Board	\$ 186,624	\$ 180,925	\$ 189,782
Total Disbursements	(186,624)	(180,925)	(189,782)
Cash Balance, Ending	\$ 3,727,127	\$ 3,929,594	\$ 4,171,579

Pennsylvania Race Horse Development Trust Fund

Act 71 of 2004, the Pennsylvania Race Horse Development and Gaming Act, established the Pennsylvania Race Horse Development Fund to support and advance the Commonwealth's horse racing industry. Act 42 of 2017 converted it to a Trust Fund. Operating tracks receive a daily assessment as determined by the Department of Revenue. The daily assessment from each licensed gaming entity is based on a formula established in the act, which is capped at 12 percent of an entity's gross terminal revenue for that day. Proceeds are distributed to licensees conducting live horse racing. Track owners deposit 80 percent of the proceeds into a purse account. Thoroughbred tracks commit the remaining proceeds to the Breeders' Fund and a Horsemen's Organization Fund. Standardbred tracks commit proceeds to the Sire Stakes Fund, the Pennsylvania Standardbred Breeders Development Fund, and a Horsemen's Organization Fund. The Fiscal Code provides for transfers to restricted accounts within the Department of Agriculture. In addition, Act 114 of 2016 added transfers to the State Racing Fund for drug testing of race horses and promotional costs.

This budget reflects the reauthorization of the Act 114 drug testing transfer provision for the three-year period July 1, 2025 through June 30, 2028.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 6,434	\$ 8,518	\$ 7,344
Receipts:			
Assessments	\$ 187,497	\$ 185,700	\$ 183,500
Interest	605	471	234
Total Receipts	188,102	186,171	183,734
Total Funds Available.....	\$ 194,536	\$ 194,689	\$ 191,078
Disbursements:			
Revenue:			
Purse Account	\$ 134,081	\$ 134,816	\$ 120,543
Restricted Racing Programs	26,816	26,963	24,109
Horsemen's Health and Pension Benefits	6,704	6,741	6,027
Agriculture	5,797	1,976	14,659
Transfer to State Racing Fund - Drug Testing	10,425	15,305	16,305
Transfer to State Racing Fund - Promotion of Racing	2,195	1,544	1,857
Total Disbursements	(186,018)	(187,345)	(183,500)
Cash Balance, Ending	\$ 8,518	\$ 7,344	\$ 7,578

Pennsylvania Veterans Monuments and Memorial Trust Fund

Act 60 of 1988 established the Pennsylvania Veterans Memorial Trust Fund to be administered by the Pennsylvania Veterans Memorial Commission. Revenues come from General Fund appropriations and public or private contributions. Funds were expended to erect a monument to Pennsylvania veterans who served in armed conflicts in which the United States was a participant. Act 63 of 2002 expanded the use of this fund to include operation and maintenance of the memorial. Act 64 of 2018 changed the name of the fund and expanded the use of the fund to preserve all monuments and memorials dedicated to Pennsylvania veterans and military personnel, both in Pennsylvania and abroad. Act 64 also provides that the fund receive \$23 of the fee paid by applicants for the Pennsylvania monuments license plate.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 215	\$ 167	\$ 83
Receipts:			
Public and Private Donations	\$ 8	\$ 10	\$ 15
Refunds	-	1	-
PA Monuments License Plates	1	1	1
Interest	9	7	1
Total Receipts	18	19	17
Total Funds Available.....	\$ 233	\$ 186	\$ 100
Disbursements:			
Military and Veterans Affairs	\$ 66	\$ 103	\$ 95
Total Disbursements	(66)	(103)	(95)
Cash Balance, Ending	\$ 167	\$ 83	\$ 5

PENNVEST Bond Authorization Fund

This fund, created under the authority of Act 16 of 1988, receives the proceeds from the sale of bonds authorized by general referendum, transfers from the Water Facilities Loan Fund, or from the Capital Facilities Fund for site development. Expenditures are for transfers of funds to the PENNVEST Fund, the PENNVEST Drinking Water Revolving Fund, the PENNVEST Water Pollution Control Revolving Fund, the PENNVEST Revolving Fund, or the PENNVEST Non-Revolving Equity Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 6,764	\$ 7,092	\$ -
Receipts:			
Interest	\$ 328	\$ 304	\$ -
Total Receipts	328	304	-
Total Funds Available	<u>\$ 7,092</u>	<u>\$ 7,396</u>	<u>\$ -</u>
Disbursements:			
Infrastructure Investment Authority	\$ -	\$ 7,396	\$ -
Total Disbursements	-	(7,396)	-
Cash Balance, Ending	<u>\$ 7,092</u>	<u>\$ -</u>	<u>\$ -</u>

PENNVEST Drinking Water Revolving Fund

This fund was created under the authority of Act 16 of 1988 to receive funds from the federal government to establish a revolving loan program for drinking water projects. Required matching state funds are transferred from the PENNVEST Bond Authorization Fund and the PENNVEST Fund. Because of the lag in receiving federal funds, cash is borrowed from other PENNVEST funds.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 318,421	\$ 272,360	\$ 287,608
Receipts:			
Federal Funds	\$ 140,551 ^a	\$ 902,891 ^a	\$ 722,043 ^a
Transfer from PENNVEST Water Pollution Control Revolving Fund	18,863	20,000	10,000
Transfer from Trustee Account.....	-	30,000	30,000
Loan Principal and Interest Repayments	4,515	30,006	37,965
Interest	13,881	10,950	7,985
Total Receipts	177,810	993,847	807,993
Total Funds Available	\$ 496,231	\$ 1,266,207	\$ 1,095,601
Disbursements:			
Infrastructure Investment Authority	\$ 223,871	\$ 978,599 ^{a,b}	\$ 873,043 ^{a,b}
Total Disbursements	(223,871)	(978,599)	(873,043)
Cash Balance, Ending	\$ 272,360	\$ 287,608	\$ 222,558

^a Includes IIJA awards: 2024-25 Actual is \$118,861,388, 2025-26 Available is \$606,238,000, and 2026-27 Budget is \$586,184,000.

^b Drinking Water Projects Revolving Loans authorizations: 2025-26 Available is \$550,000,000 and 2026-27 Budget is \$600,000,000 to account for loan commitments disbursed by the PENNVEST Trustee.

PENNVEST Fund

This fund was created under the authority of Act 16 of 1988 to receive funds from sources other than the sale of general obligation bonds. These sources include appropriations from the General Fund, payments of revolving loans, interest received from revolving and non-revolving loans, investment income, and the sale of assets. In addition to grants and loans for water and sewer projects, these funds can be used for administrative costs and matching funds for federal grants.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 353,689	\$ 326,200	\$ 281,392
Receipts:			
Revolving Loan Payments.....	\$ 16,165	\$ 20,189	\$ 15,861
Transfer from Trustee Account.....	10,000	75,000	75,000
Transfer from Environmental Stewardship Fund.....	20,065	20,768	20,471
Transfer from Marcellus Legacy Fund.....	7,208	11,084	9,872
Interest	13,544	12,591	7,876
Total Receipts	<u>66,982</u>	<u>139,632</u>	<u>129,080</u>
Total Funds Available.....	\$ 420,671	\$ 465,832	\$ 410,472
Disbursements:			
Infrastructure Investment Authority:			
Grants	\$ -	\$ 75,000	\$ 75,000
PENNVEST Operations	3,165	7,408	7,283
Growing Greener Grants	10,719	15,709	20,471
Revenue Bond Loan Pool	-	10	10
Marcellus Grants	5,061	10,313	9,872
Revolving Loans and Administration	75,526	75,000 ^a	75,000 ^a
State Conditional Fund	-	1,000	1,000
Total Disbursements	<u>(94,471)</u>	<u>(184,440)</u>	<u>(188,636)</u>
Cash Balance, Ending	\$ 326,200	\$ 281,392	\$ 221,836

^a Revolving Loans and Administration authorizations: 2025-26 Available is \$100,000,000 and 2026-27 Budget is \$125,000,000 to account for loan commitments to be disbursed by the PENNVEST Trustee.

PENNVEST Redemption Fund

This fund, created under the authority of Act 16 of 1988, receives repayments of non-revolving loans and investment interest along with the annual appropriation from the General Fund for general obligation debt service. Revenues are used to pay debt service on general obligation bonds issued for PENNVEST.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 37,806	\$ 1,389	\$ 1,784
Receipts:			
Interest	\$ 1,402	\$ 214	\$ 266
Repayment of Non-Revolving Funds	14,181	14,181	14,181
Total Receipts	15,583	14,395	14,447
Total Funds Available.....	\$ 53,389	\$ 15,784	\$ 16,231
Disbursements:			
Treasury	\$ 52,000 ^a	\$ 14,000 ^a	\$ 15,000 ^a
Total Disbursements	(52,000)	(14,000)	(15,000)
Cash Balance, Ending	\$ 1,389	\$ 1,784	\$ 1,231

^a Debt service on Refunding Bonds that refunded Pennvest Bonds is paid from the Capital Debt Fund.

PENNVEST Water Pollution Control Revolving Fund

This fund was created under the authority of Act 16 of 1988 for funds received from the federal government to establish a revolving loan program for sewer projects. Required matching state funds are transferred from the PENNVEST Bond Authorization Fund and the PENNVEST Fund.

In accordance with Act 54 of 2024, the fund receives 10 percent of receipts deposited to the Clean Streams Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 686,883	\$ 580,974	\$ 426,854
Receipts:			
Federal Funds	\$ 71,281 ^a	\$ 488,197 ^a	\$ 447,400 ^a
Loan Principal and Interest Repayments	21,144	35,855	41,804
Trustee Transfer.....	-	-	30,000
Transfer from Clean Streams Fund.....	7,107	6,578	6,313
Interest	24,997	21,170	11,665
Investment Income.....	8,948	13,248	-
Total Receipts.....	133,477	565,048	537,182
Total Funds Available.....	\$ 820,360	\$ 1,146,022	\$ 964,036
Disbursements:			
Infrastructure Investment Authority	\$ 239,386	\$ 719,168 ^{a,b}	\$ 645,604 ^{a,b}
Total Disbursements.....	(239,386)	(719,168)	(645,604)
Cash Balance, Ending	\$ 580,974	\$ 426,854	\$ 318,432

^a Includes IIJA awards: 2024-25 Actual was \$26,513,233, 2025-26 Available is \$325,000,000, and 2026-27 Budget is \$350,000,000.

^b Sewage Projects Revolving Loans authorizations: 2025-26 Available is \$540,000,000 and 2026-27 Budget is \$550,000,000 to account for loan commitments to be disbursed by the PENNVEST Trustee.

Pharmaceutical Assistance Fund

The revenue for the Pharmaceutical Assistance Fund (PACE) is received from the Lottery Fund. This fund provides a limited pharmaceutical assistance program for older Pennsylvanians who are 65 years of age or older and whose annual income does not exceed the maximum specified for program eligibility. The PACE Fund is used for pharmaceutical claims processing for the Department of Health's Special Pharmaceutical Benefits Program and several disease-specific programs.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 25,399	\$ 15,412	\$ 24,817
Receipts:			
Special Pharmaceutical Services	\$ 125,535	\$ 161,528	\$ 174,090
Chronic Renal Disease Program	714	860	860
Total Receipts	<u>126,249</u>	<u>162,388</u>	<u>174,950</u>
Disbursements:			
Health Services	\$ 136,032	\$ 152,931	\$ 188,793
Settlement Claims	204	52	-
Total Disbursements	<u>(136,236)</u>	<u>(152,983)</u>	<u>(188,793)</u>
Restricted Cash Balance, Ending	\$ 15,412	\$ 24,817	\$ 10,974
Unrestricted Cash Balance, Beginning	\$ 23,825	\$ 39,762	\$ 20,178
Receipts:			
Transfer from Lottery Fund	\$ 160,000	\$ 150,000	\$ 155,000
Interest	2,003	2,187	590
Federal Funds	55	110	55
Other	2,045	2,250	2,250
Total Receipts	<u>164,103</u>	<u>154,547</u>	<u>157,895</u>
Total Funds Available	\$ 187,928	\$ 194,309	\$ 178,073
Disbursements:			
Aging:			
Contracted Services	\$ 146,725	\$ 172,479	\$ 158,723
Administration	1,441	1,652	1,845
Total Disbursements	<u>(148,166)</u>	<u>(174,131)</u>	<u>(160,568)</u>
Unrestricted Cash Balance, Ending	\$ 39,762	\$ 20,178	\$ 17,505
Total Cash Balance, Beginning	\$ 49,224	\$ 55,174	\$ 44,995
Receipts	290,352	316,935	332,845
Disbursements	(284,402)	(327,114)	(349,361)
Total Cash Balance, Ending	\$ 55,174	\$ 44,995	\$ 28,479

Philadelphia Regional Port Authority Fund

The Philadelphia Regional Port Authority was created by Act 50 of 1989 to acquire and operate the port facilities of the former Philadelphia Port Corporation. The Philadelphia Regional Port Authority Fund handles payroll of the authority via transfer of funds from the authority's private bank accounts. The authority is authorized to issue bonds to finance port improvements and may pay off such bonds.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 291	\$ 932	\$ 1,039
Receipts:			
Transfer from Philadelphia Regional Port Authority	\$ 8,400	\$ 8,100	\$ 8,200
Interest	34	34	32
Total Receipts	<u>8,434</u>	<u>8,134</u>	<u>8,232</u>
Total Funds Available	\$ 8,725	\$ 9,066	\$ 9,271
Disbursements:			
Philadelphia Regional Port Operations	\$ 7,793	\$ 8,027	\$ 8,268
Total Disbursements	<u>(7,793)</u>	<u>(8,027)</u>	<u>(8,268)</u>
Cash Balance, Ending	\$ 932	\$ 1,039	\$ 1,003

Philadelphia Taxicab and Limousine Regulatory Fund

This fund was created by Act 64 of 2013 to act as the primary operating fund for the Philadelphia Parking Authority to regulate taxicabs and limousines in the city of the first class. Revenues in the fund are derived from assessments and fees to taxicab, limousine, and dispatcher utility groups. Monies in the fund are used by the Authority for administration and enforcement of the taxicab and limousine program.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 255	\$ 8,852	\$ 339
Receipts:			
Assessments	\$ 10,551	\$ (6,494)	\$ 2,037
Interest	104	174	11
Total Receipts	10,655	(6,320)	2,048
Total Funds Available.....	\$ 10,910	\$ 2,532	\$ 2,387
Disbursements:			
Philadelphia Parking Authority	\$ 2,058	\$ 2,193	\$ 2,037
Total Disbursements	(2,058)	(2,193)	(2,037)
Cash Balance, Ending	\$ 8,852	\$ 339	\$ 350

Philadelphia Taxicab Medallion Fund

This fund was created by Act 64 of 2013 for the Philadelphia Parking Authority to administer the taxicab medallion program. Revenues are generated from the sale of medallions. Expenditures are those limited to the operation and enforcement of the medallion program.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 8	\$ 8	\$ 8
Receipts:			
Interest	\$ -	\$ -	\$ -
Total Receipts	-	-	-
Total Funds Available	\$ 8	\$ 8	\$ 8
Disbursements:			
Philadelphia Parking Authority	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ 8	\$ 8	\$ 8

PlanCon Bond Projects Fund

The PlanCon Bond Projects Fund is a special revenue fund created by Act 25 of 2016 for the reimbursement of school construction costs from the net proceeds of bonds issued through the Commonwealth Financing Authority (CFA). The act authorized up to \$2.5 billion in debt to be issued by June 30, 2025, and the first bonds were issued in October 2016. Reimbursements to school districts for approved construction costs are made by the Department of Education. Act 85 of 2016 provides for CFA debt service obligations, which includes bond issuances for PlanCon projects, to be paid through a transfer of Sales and Use Tax receipts.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 131,728	\$ 66,081	\$ -
Receipts:			
Act 45 Transfer from Commonwealth Financing Authority.....	\$ -	\$ 25,000	\$ -
Interest	5,847	23,765	-
Total Receipts	5,847	48,765	-
Total Funds Available	\$ 137,575	\$ 114,846	\$ -
Disbursements:			
Education	\$ 71,494	\$ 114,846	\$ -
Total Disbursements	(71,494)	(114,846)	-
Cash Balance, Ending	\$ 66,081	\$ -	\$ -

Port of Pittsburgh Commission Fund

The Port of Pittsburgh Commission was created by Act 133 of 1992 to promote and encourage capital investment in port facilities and port-related projects within the Port District encompassing Allegheny, Armstrong, Beaver, Butler, Clarion, Fayette, Greene, Lawrence, Washington, and Westmoreland counties.

Act 140 of 2000 expanded the authority of the commission to allow for economic development projects, including certain recreation projects sponsored by third parties. Act 111 of 2001 added Indiana County and Act 131 of 2006 added Blair County to the Port District. Grants supporting the commission's operations are deposited into this fund, along with interest earnings from deposited funds. The commission also has the authority to issue bonds to finance port improvements and may pledge its revenues to pay off such bonds. In fiscal year 2024-25, the commission received a one-time \$4.2M subgrant from the Department of Transportation Multimodal Transportation Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 350	\$ 4,633	\$ 3,890
Receipts:			
State Grants	\$ 5,201	\$ 1,250	\$ 1,500
Federal Grants	2,368	4,541	3,000
Interest	126	201	122
Total Receipts	<u>7,695</u>	<u>5,992</u>	<u>4,622</u>
Total Funds Available.....	\$ 8,045	\$ 10,625	\$ 8,512
Disbursements:			
Port of Pittsburgh Commission.....	\$ 3,412	\$ 6,735	\$ 4,622
Total Disbursements.....	<u>(3,412)</u>	<u>(6,735)</u>	<u>(4,622)</u>
Cash Balance, Ending	\$ 4,633	\$ 3,890	\$ 3,890

Property Tax Relief Fund

Act 71 of 2004, the Pennsylvania Race Horse Development and Gaming Act, created the Property Tax Relief Fund to provide local property and wage tax relief payments to school districts. The fund receives revenue from the State Gaming Fund representing the balance of money collected in the State Gaming Fund after other distributions. Act 1 of Special Session 1 of 2006, the Taxpayer Relief Act, further provides for the distribution of funds from the Property Tax Relief Fund to school districts. In addition, transfers are made to the State Lottery Fund for an expanded Property Rent Rebate Program and supplemental senior citizen tax reduction payments. Act 78 of 2012 provides for additional funding for the Volunteer Fire Company Grants out of the Property Tax Relief Reserve Fund. The fiscal year ending balances include the Property Tax Relief Reserve Account and funding for property tax relief payments made in August and October each year. Act 42 of 2017 provides additional monies to the Property Tax Relief Fund through the expansion of gaming in the Commonwealth. Act 7 of 2023 provides additional funds for the Property Rent Rebate Program.

This budget assumes transfer of interest earnings from certain special funds to the General Fund as required by Act 45 of 2025. If interest earnings transferred from other special funds exceed estimate, the transfer from this fund will be reduced. This budget proposes \$30 million for supplemental grants to fire companies.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,528,317	\$ 1,828,183	\$ 1,893,038
Receipts:			
Transfer from State Gaming Fund.....	\$ 1,378,152	\$ 1,387,830	\$ 1,527,870
Interest	61,774	63,082	42,057
Act 45 of 2025 Interest Transfer	-	-	(42,057)
Total Receipts	1,439,926	1,450,912	1,527,870
Total Funds Available.....	\$ 2,968,243	\$ 3,279,095	\$ 3,420,908
Disbursements:			
Property Tax Relief Payments:			
Education:			
General Property Tax Relief	\$ 900,000	\$ 1,025,000	\$ 1,025,000
Sterling Act	31,060	32,357	32,357
Subtotal: Education Property Tax Relief Payments	931,060	1,057,357	1,057,357
Revenue:			
Base Property Tax and Rent Assistance	-	120,400	120,400
Expanded Prop Tax/Rent Rebate/Senior Tax Reductions	174,300	175,300	168,700
Cities and High-Burden.....	29,700	28,000	27,400
Subtotal: Revenue Property Tax Relief Payments.....	204,000	323,700	316,500
Total Property Tax Relief Disbursements	1,135,060	1,381,057	1,373,857
Emergency Management:			
Fire and Emergency Medical Services Grants	5,000	5,000	5,000
Supplemental Grants to Fire Companies	-	-	30,000
Total Disbursements	(1,140,060)	(1,386,057)	(1,408,857)
Cash Balance, Ending	\$ 1,828,183 ^a	\$ 1,893,038 ^a	\$ 2,012,051 ^a

^a Ending cash balance includes \$150,000,000 in the Property Tax Relief Reserve Account.

PSERS - Defined Contribution Fund

This fund was created to meet the provisions of Act 5 of 2017 to provide for receipt and accounting of member and employer contributions, investment of those funds, and payment of defined contribution benefits to retired school employees hired on or after July 1, 2019. Employers defined as school entities (school districts, intermediate units, and career and technical centers) pay 100 percent of the employer share of contributions to the fund. The Commonwealth pays school entities a portion of these costs from appropriated funds based on a statutory formula. Commonwealth contributions of the employer share for non-school entities are also paid from appropriated funds. Earnings from investments provide additional revenue and pay for the associated expenses of the Public School Employees' Retirement System.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 356,320	\$ 557,477	\$ 756,142
Receipts:			
Contributions	\$ 161,031	\$ 177,134	\$ 194,848
Net Investment Adjustment	58,959	39,023	52,725
Total Receipts	219,990	216,157	247,573
Total Funds Available.....	\$ 576,310	\$ 773,634	\$ 1,003,715
Disbursements:			
Public School Employees' Retirement System:			
Administrative Expenses	\$ 4,287	\$ 1,491	\$ 1,499
Benefits and Other Expenses	14,546	16,001	17,601
Total Disbursements	(18,833)	(17,492)	(19,100)
Cash Balance, Ending	\$ 557,477	\$ 756,142	\$ 984,615

Public School Employees' Retirement Fund

The Public School Employees' Retirement Fund provides for receipt and accounting of member and employer contributions, investment of those funds, and payment of benefits to retired school employees.

According to the provisions of Act 29 of 1994, starting with the employer contribution payment for the third quarter of 1995 (school salaries paid from July 1, 1995, to September 30, 1995), employers defined as school entities (school districts, intermediate units, and career and technical centers) pay 100 percent of the employer share of contributions to the fund. The Commonwealth pays school entities a portion of these costs from appropriated funds based on a statutory formula. Commonwealth contributions of the employer share for non-school entities are also paid directly to the fund from appropriated funds.

Earnings from investments provide additional revenue and pay for the expenses of the Public School Employees' Retirement System. The board is responsible for management of the fund and payment of benefits. The employer contribution rate is determined by the fund's actuary and adopted by the board.

Act 40 of 2003 changed the retirement system's amortization, thereby lowering the employer contribution costs. Act 120 of 2010 amended the benefit structure for most new members beginning July 1, 2011, and amended the funding provisions. Act 120 also established a new shared risk benefit plan. Act 5 of 2017 amended the benefit structure for most new members beginning July 1, 2019.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 75,234,842	\$ 81,208,358	\$ 85,762,152
Receipts:			
Transfer from General Fund:			
Employer Contribution (non-school entities).....	\$ 33,637	\$ 30,000	\$ 30,000
Transfers from State Employees' Retirement System	5,575	10,000	10,000
Contributions of School Employees	1,280,753	1,226,000	1,235,000
Contributions of Employers	5,474,959	5,660,000	5,870,000
Net Investment Adjustment	7,173,238	5,752,000	6,075,000
Total Receipts	13,968,162	12,678,000	13,220,000
Total Funds Available.....	\$ 89,203,004	\$ 93,886,358	\$ 98,982,152
Disbursements:			
Public School Employees' Retirement System:			
Administrative and Investment Related Expenses	\$ 95,439	\$ 86,206	\$ 104,608
Benefits	7,899,207	8,038,000	8,181,000
Total Disbursements	(7,994,646)	(8,124,206)	(8,285,608)
Cash Balance, Ending	\$ 81,208,358	\$ 85,762,152	\$ 90,696,544

Public Transportation Assistance Fund

The Public Transportation Assistance Fund was established by Act 26 of 1991 to assist the capital, asset maintenance, and other transportation needs of the Commonwealth's transit entities. Act 44 of 2007 revised the purpose of this fund by transferring programs to the new Public Transportation Trust Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 12,648	\$ 13,346	\$ 14,797
Receipts:			
Tire Fee, Rental Fee, and Lease Tax	\$ 136,954	\$ 143,100	\$ 144,300
Transfer of Sales and Use Tax.....	153,570	160,300	167,000
Interest	1,314	1,189	486
Total Receipts	<u>291,838</u>	<u>304,589</u>	<u>311,786</u>
Total Funds Available.....	\$ 304,486	\$ 317,935	\$ 326,583
Disbursements:			
Transportation:			
Grants	\$ 266,008	\$ 277,140	\$ 285,164
Transfer to Public Transportation Trust Fund	25,132	25,998	26,622
Total Disbursements	<u>(291,140)</u>	<u>(303,138)</u>	<u>(311,786)</u>
Cash Balance, Ending	\$ 13,346	\$ 14,797	\$ 14,797

Public Transportation Trust Fund

The Public Transportation Trust Fund was created by Act 44 of 2007 to provide dedicated funding for public transportation in the Commonwealth. Act 89 of 2013 increased funding and revenue sources for the fund. Revenues come from scheduled payments by the Pennsylvania Turnpike Commission, a portion of the Sales and Use Tax, certain motor vehicle fees, vehicle code fines and surcharges, and transfers from the Public Transportation Assistance Fund and the Lottery Fund. Monies in this fund are disbursed as grants to public transit agencies for operating costs, capital and asset improvements, and programs of statewide significance.

Effective in 2022, Act 89 replaces deposits from the Pennsylvania Turnpike Commission to the Multimodal Transportation Fund with a Transfer of Sales and Use Tax from the Public Transportation Trust Fund. The fund balance does not reflect substantial commitments for public transportation operating and capital. Act 54 of 2024 appropriated \$161 million from the General Fund, of which \$80.5 million is to be used for Transportation and Multimodal Improvement Projects.

The 2026-27 budget proposes to dedicate 1.75 percent of total sales tax collections to the Public Transportation Trust Fund to support mass transit statewide, in addition to the current allocations to the fund, beginning in the 2027-28 fiscal year.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,993,826	\$ 2,196,964	\$ 1,345,221
Receipts:			
Transfer of Sales and Use Tax.....	\$ 1,245,865	\$ 1,300,298	\$ 1,355,248
Transfer of Vehicle Sales Tax - Multimodal	(30,000)	(30,000)	(30,000)
Pennsylvania Turnpike Commission	50,000	50,000	50,000
Transfer from General Fund.....	80,500	-	-
Transfer from Lottery Fund.....	95,907	95,907	95,907
Transfer from Public Transportation Assistance Fund	25,132	25,998	26,622
Motor Vehicle Fees	338,019	365,981	366,905
Vehicle Code Fines	28,568	26,760	26,760
Federal Funds	8,385	33,000	33,000
Interest	93,332	89,726	33,119
Act 45 of 2025 Interest Transfer	-	-	(33,119)
Other	2,677	1,050	1,050
Total Receipts	1,938,385	1,958,720	1,925,492
Total Funds Available.....	\$ 3,932,211	\$ 4,155,684	\$ 3,270,713
Disbursements:			
Transportation	\$ 1,735,247	\$ 2,810,463	\$ 2,499,838
Total Disbursements	(1,735,247)	(2,810,463)	(2,499,838)
Cash Balance, Ending	\$ 2,196,964	\$ 1,345,221	\$ 770,875

Purchasing Fund

Created in 1933, this fund finances the purchase of materials, supplies, services, and equipment by the Department of General Services and Executive Offices for use by other departments, boards, and commissions. Salaries for the personnel administering the fund are paid by the fund. Revenue sources are periodic appropriations from the General Fund and reimbursements by other departments, boards, and commissions for the materials and supplies provided them.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,621	\$ 4,869	\$ 5,755
Receipts:			
Reimbursements to General Services.....	\$ 476,304	\$ 450,250	\$ 455,000
IRA Direct Pay Tax Credit Reimbursement.....	-	223	-
Interest	190	413	127
Total Receipts	476,494	450,886	455,127
Total Funds Available.....	\$ 478,115	\$ 455,755	\$ 460,882
Disbursements:			
General Services.....	\$ 473,246	\$ 450,000	\$ 458,500
Total Disbursements	(473,246)	(450,000)	(458,500)
Cash Balance, Ending	\$ 4,869	\$ 5,755	\$ 2,382

Real Estate Recovery Fund

The Real Estate Recovery Fund was established by Act 9 of 1980, also known as the Real Estate Licensing and Registration Act, to reimburse aggrieved persons any amounts unpaid from final judgements against any person licensed by the Real Estate Commission. Revenue is derived from additional fees paid by licensees, with interest on investments being retained by the fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,026	\$ 1,091	\$ 1,048
Receipts:			
Additional License Fees	\$ 50	\$ 60	\$ 60
Interest	51	47	32
Total Receipts	101	107	92
Total Funds Available.....	\$ 1,127	\$ 1,198	\$ 1,140
Disbursements:			
State	\$ 36	\$ 150	\$ 150
Total Disbursements	(36)	(150)	(150)
Cash Balance, Ending	\$ 1,091	\$ 1,048	\$ 990

Recycling Fund

The Recycling Fund was created by Act 101 of 1988 to finance the planning, processing, resource recovery, and recycling of solid waste. Revenue is generated by a fee on all waste disposed in landfills or processed by resource recovery facilities. Expenditures are for recycling and planning grants, market and waste minimization studies, and public information and education activities throughout the Commonwealth. The fund balance does not reflect commitments directly impacting local governments as well as the Pennsylvania Recycling Markets Center at Pennsylvania State University.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 58,781	\$ 59,296	\$ 621
Receipts:			
Recycling Fees.....	\$ 39,699	\$ 39,700	\$ 39,700
Interest	2,624	2,666	48
Transfer from Hazardous Sites Cleanup Fund.....	1,000	1,000	1,000
Other	41	200	200
Total Receipts.....	<u>43,364</u>	<u>43,566</u>	<u>40,948</u>
Total Funds Available	\$ 102,145	\$ 102,862	\$ 41,569
Disbursements:			
Environmental Protection	\$ 42,849	\$ 102,241	\$ 39,145
Total Disbursements.....	<u>(42,849)</u>	<u>(102,241)</u>	<u>(39,145)</u>
Cash Balance, Ending	\$ 59,296	\$ 621	\$ 2,424

Rehabilitation Center Fund

This fund was created by Act 55 of 1959 for the operation of the Hiram G. Andrews Rehabilitation Center and is funded from fees for services rendered by the center. Most of these services are rendered to vocational rehabilitation clients. The Department of Labor and Industry is continuing the pursuit of diversification and integration of services offered at the center. These plans include training enhancement for clients of the center and economic development opportunities for the Johnstown region and surrounding counties.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 12,720	\$ 13,185	\$ 10,706
Receipts:			
Client Fees	\$ 28,443	\$ 26,023	\$ 26,000
Interest	481	514	299
PHEAA Grants	64	10	25
Federal Funds	249	409	800
Other	575	565	575
Total Receipts	<u>29,812</u>	<u>27,521</u>	<u>27,699</u>
Total Funds Available.....	\$ 42,532	\$ 40,706	\$ 38,405
Disbursements:			
Labor and Industry	\$ 29,347	\$ 30,000	\$ 30,000
Total Disbursements	<u>(29,347)</u>	<u>(30,000)</u>	<u>(30,000)</u>
Cash Balance, Ending	\$ 13,185	\$ 10,706	\$ 8,405

Reinsurance Fund

Act 42 of 2019 created the Reinsurance Program including the establishment of the Reinsurance Fund as a special fund within the State Treasury. The fund is administered by the Insurance Department to fund the Reinsurance Program. Receipts into the fund are transferred from the PA Health Insurance Exchange Fund (PHIEA) calculated as net of user fee revenues less PHIEA expenses. Expenditures from the fund are used to implement and operate the Reinsurance Program and make reinsurance payments to eligible insurers under the Reinsurance Program. In making expenditures from the fund, available federal money must be expended first.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 2,767	\$ 3,158	\$ 4,525
Receipts:			
Transfer from PA Health Insurance Exchange Fund	\$ 29,392	\$ 46,553	\$ 50,400
Federal Pass-Through.....	115,438	121,129	165,350
Interest	163	1,441	144
Total Receipts	<u>144,993</u>	<u>169,123</u>	<u>215,894</u>
Total Funds Available	\$ 147,760	\$ 172,281	\$ 220,419
Disbursements:			
Insurance:			
Administration	\$ 172	\$ 475	\$ 400
Payment to Insurers.....	144,430	167,281	215,350
Total Disbursements	<u>(144,602)</u>	<u>(167,756)</u>	<u>(215,750)</u>
Cash Balance, Ending	\$ 3,158	\$ 4,525	\$ 4,669

Remining Financial Assurance Fund

Act 173 of 1992 authorized this fund to assist mine operators who qualify to purchase reclamation bonds or make payment in lieu of reclamation bonds. Revenues are the transfer of up to \$5 million from the Land and Water Development Fund and from in lieu of bond premium payments. Expenditures from this fund occur only when mine operators default.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 5,238	\$ 5,485	\$ 5,257
Receipts:			
Operator Annual Fee.....	\$ 43	\$ 60	\$ 60
Interest	254	236	158
Total Receipts.....	297	296	218
Total Funds Available.....	\$ 5,535	\$ 5,781	\$ 5,475
Disbursements:			
Environmental Protection	\$ 50	\$ 524	\$ 664
Total Disbursements.....	(50)	(524)	(664)
Cash Balance, Ending	\$ 5,485	\$ 5,257	\$ 4,811

Rightful Owners' Claims Payment Fund

The Rightful Owners' Claims Payment Fund was created by Act 45 of 2003 to make reimbursements and prompt payment of claims to an owner for a restitution payment previously held as unclaimed by any court, public corporation, public authority or instrumentality of the Commonwealth, or by a public officer or political subdivision. Under the act, 5 percent of the funds transferred annually into the Treasury will be deposited into the Rightful Owners' Claims Payment Fund to create the capability to make a reimbursement in the event a claim is filed. The remaining 95 percent balance of the restitution monies annually escheated from the entities identified are to be deposited to the Crime Victim Services and Compensation Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 9	\$ 24	\$ 31
Receipts:			
Transfers from Unclaimed Property Accounts	\$ 574	\$ 551	\$ 551
Interest	2	1	1
Total Receipts	576	552	552
Total Funds Available	\$ 585	\$ 576	\$ 583
Disbursements:			
Treasury Payments to Claimants	\$ 561	\$ 545	\$ 545
Total Disbursements	(561)	(545)	(545)
Cash Balance, Ending	\$ 24	\$ 31	\$ 38

School Safety and Security Fund

Act 44 of 2018 (amending the Public School Code) established the School Safety and Security Committee within the Pennsylvania Commission on Crime and Delinquency (PCCD) for the administration of the School Safety and Security Grant Program. Grant funding is dispersed throughout the Commonwealth and is used by school entities to supplement existing school spending on safety and security. Each fiscal year, the first \$15 million of all excess fines, fees, and costs collected by any division of the Unified Judicial System (UJS) shall be deposited into the School Safety and Security Fund.

Act 55 of 2024 appropriated \$100 million to the Department of Education for transfer to the fund and appropriated \$20.7 million for the Safe Schools Initiative to be transferred to PCCD for distribution of grants. Act 54 of 2024 also transferred all unconsumed balances appropriated from the COVID State Fiscal Recovery restricted account to the Department of Corrections.

Amendments to the Fiscal Code suspended the UJS deposit for fiscal years 2021-22 through 2025-26. This budget proposes a permanent suspension to the UJS deposit and transferring \$111 million from the General Fund for the Safe Schools Initiative, school mental health, and safety and security programs.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 272,100	\$ 259,993	\$ 19,167
Receipts:			
Transfer from General Fund.....	\$ 120,700	\$ 120,700	\$ 111,000
Federal Funds - COVID-SFR-Transfer to Corrections	(3,966)	-	-
Interest	15,541	10,483	610
Act 45 of 2025 Interest Transfer.....	-	-	(610)
Total Receipts	132,275	131,183	111,000
Total Funds Available.....	\$ 404,375	\$ 391,176	\$ 130,167
Disbursements:			
Commission on Crime and Delinquency	\$ 102,590	\$ 323,295	\$ 130,167
COVID-SFR School Mental Health Grants	38,719	47,118	-
Education:			
COVID-SFR School-Based MH Training and Pathways to Certification	3,073	1,596	-
Total Disbursements	(144,382)	(372,009)	(130,167)
Cash Balance, Ending	\$ 259,993	\$ 19,167	\$ -

Self-Insurance Guaranty Fund

This fund was created by Act 44 of 1993, the Pennsylvania Workers' Compensation Act. The purpose of this fund is to pay claims arising from defaulting self-insurance employers and defaulting members of self-insurance pooling arrangements under the Workers' Compensation Act for injuries occurring on or after October 30, 1993. The fund is maintained by assessments on self-insurers. Act 53 of 2000 provides for payments of claims resulting from injuries prior to October 30, 1993, through a Prefund Account funded by transfers from the Workers' Compensation Administration Fund. Act 49 of 2001 limited annual transfers to the Prefund Account to \$3.8 million. The Prefund Account and the fund are administered by the Department of Labor and Industry.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 55,727	\$ 54,327	\$ 54,839
Receipts:			
Recoveries and Interest Transfers	\$ 663	\$ 624	\$ 670
Assessments and Interest Transfers.....	622	1,857	1,951
Interest	2,267	2,261	1,710
Internal Interest Transfers	(2,679)	(2,351)	(2,459)
Investment Income	401	320	308
Total Receipts	1,274	2,711	2,180
Total Funds Available.....	\$ 57,001	\$ 57,038	\$ 57,019
Disbursements:			
Labor and Industry	\$ 2,674	\$ 2,199	\$ 2,587
Total Disbursements.....	(2,674)	(2,199)	(2,587)
Cash Balance, Ending	\$ 54,327	\$ 54,839	\$ 54,432

SERS - Defined Contribution Fund

This fund was created to meet the provisions of Act 5 of 2017 to accumulate reserves for the payment of defined contribution plan retirement benefits to eligible state employees. Money in this fund is used to pay expenses of the plan and benefits to participants of the State Employees' Defined Contribution Plan and their beneficiaries. Participation in the defined contribution plan is mandatory for most new state employees hired on or after January 1, 2019 and available to employees of non-state entities, such as the Pennsylvania State University, the Pennsylvania Turnpike Commission, the Delaware River Port Authority, and other public and quasi-public institutions authorized by the Retirement Code. The fund receives revenue from employee contributions, employer contributions, appropriations, and income derived from its investment portfolio. All of these revenue sources belong to the participants in the plan and are therefore credited directly to individual participant accounts managed by the third-party administrator. Employers pay 100 percent of the employer share of contributions to the fund, which participants vest in after 3 years of service. PA Fiscal Code (Act 2020-23), signed into law on May 29, 2020, authorized the SERS Board to assess employers a per-participant charge for the administrative fees, costs, and expenses of the plan. Management of the fund and payment of benefits are overseen by the State Employees' Retirement System.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 242,301	\$ 368,194	\$ 492,154
Receipts:			
Contributions	\$ 91,267	\$ 93,548	\$ 95,887
Fees Collected from Employers	5,979	4,836	4,939
Interest	284	157	50
Net Investment Adjustment	44,918	46,041	47,192
Total Receipts	142,448	144,582	148,068
Total Funds Available.....	\$ 384,749	\$ 512,776	\$ 640,222
Disbursements:			
State Employees' Retirement System:			
Administrative Expenses	\$ 4,688	\$ 5,195	\$ 4,939
Benefits and Other Expenses	11,867	15,427	20,055
Total Disbursements	(16,555)	(20,622)	(24,994)
Cash Balance, Ending	\$ 368,194	\$ 492,154	\$ 615,228

Small Business First Fund

Act 67 of 1996 created the Small Business First Fund. The fund replaced the Air Quality Improvement Fund, Storage Tank Loan Fund, and the Pennsylvania Capital Loan Fund. Balances and program commitments in those funds were transferred to the Small Business First Fund. The fund may receive transfers from the Minority Business Development Fund to facilitate its programs for small businesses. Act 50 of 2009 enabled the fund to transfer monies to the Machinery and Equipment Loan Fund in support of its activities.

This program provides low-interest loans for small businesses of 100 employees or less. Eligible projects include land and building acquisition and construction; machinery and equipment purchases; working capital; compliance with environmental regulations; and municipal or commercial recycling. In addition, companies eligible to participate in this program are those impacted by the reduction in defense-related activities and those involved in exports, advanced technology, and the hospitality industry. Act 161 of 2014 transitioned the administration of this fund to the Pennsylvania Industrial Development Authority (PIDA), while also authorizing funds to be transferred by an action of the PIDA board between the Small Business First Fund, the Machinery and Equipment Loan Fund, and the Industrial Development Fund to maximize the effectiveness of the programs. The fund balance does not reflect commitments for business expansion.

Act 45 of 2025 authorized transfers to the General Fund from various special fund balances.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 75,453	\$ 78,320	\$ 51,911
Receipts:			
Loan Principal and Interest Repayments	\$ 9,181	\$ 10,000	\$ 10,000
Interest	3,715	3,374	1,413
Other	2	2	2
Total Receipts.....	12,898	13,376	11,415
Total Funds Available.....	\$ 88,351	\$ 91,696	\$ 63,326
Disbursements:			
Community and Economic Development	\$ 10,031	\$ 30,370	\$ 24,958
Transfer to General Fund	-	9,415	-
Total Disbursements.....	(10,031)	(39,785)	(24,958)
Cash Balance, Ending	\$ 78,320	\$ 51,911	\$ 38,368

Special Administration Fund

The purpose of this fund, administered by the Department of Labor and Industry, is to cover those administrative expenses of the Unemployment Compensation Law not properly and validly chargeable to the Administration Fund. The receipts of the fund are generated from interest and penalties collected from claimants and employers under provisions of the Unemployment Compensation Law. Act 5 of 2005 requires that all monies in excess of \$200,000 in the fund, less encumbrances for litigation, shall be transferred by June 25th of each year to either the Unemployment Compensation Contribution Fund, the Job Training Fund, or both.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 64,710	\$ 16,897	\$ 200
Receipts:			
Penalty and Interest Collections.....	\$ 16,405	\$ 16,000	\$ 14,000
Transfer to Unemployment Compensation Contribution Fund.....	(16,953)	(9,686)	(6)
Interest	3,021	898	6
Total Receipts.....	2,473	7,212	14,000
Total Funds Available.....	\$ 67,183	\$ 24,109	\$ 14,200
Disbursements:			
Labor and Industry	\$ 50,286	\$ 23,909	\$ 14,000
Total Disbursements.....	(50,286)	(23,909)	(14,000)
Cash Balance, Ending	\$ 16,897	\$ 200	\$ 200

State Employees' Retirement Fund

This fund was created in 1923 to accumulate reserves for the payment of pensions to eligible former state employees. Money in this fund is used to pay retirement, disability, and death benefits to members of the State Employees' Retirement System and their beneficiaries. Membership in the system is mandatory for most state employees and available to employees of non-state entities, such as the Pennsylvania State University, the Pennsylvania Turnpike Commission, the Delaware River Port Authority, and other public and quasi-public institutions authorized by the Retirement Code.

The fund receives revenue from employee contributions, employer contributions, and income derived from its investment portfolio. Employer contributions are an actuarially determined percentage of payroll sufficient to fund current and future benefit payments. Investment income is used to credit interest to each member's account, to pay the administrative expenses of the retirement system, and to accumulate monies for the payment of future benefits. Management of the fund and payment of benefits are overseen by the State Employees' Retirement Board.

Act 40 of 2003 changed the retirement system's amortization period, thereby lowering the employer contribution costs. Act 120 of 2010 amended the benefit structure for most new employees hired after December 31, 2010 and established a new shared risk benefit plan. Act 5 of 2017 made further changes to the retirement benefit structure for new employees hired after December 31, 2018. New employees may now choose between a defined contribution plan and two hybrid defined benefit/defined contribution plans. The defined contribution plans are operated out of the SERS – Defined Contribution Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 37,654,501	\$ 40,424,742	\$ 41,877,851
Receipts:			
Contributions of Employees	\$ 459,997	\$ 470,000	\$ 477,500
Contributions of Employers	2,304,472	2,274,892	2,310,844
Transfer to Annuity Reserve Account	11,062	11,062	11,062
Directed Commissions	38	38	38
Net Investment Adjustment	3,993,232	2,778,546	2,878,447
Other	66,656	66,655	66,655
Total Receipts	6,835,457	5,601,193	5,744,546
Total Funds Available.....	\$ 44,489,958	\$ 46,025,935	\$ 47,622,397
Disbursements:			
State Employees' Retirement System:			
Administration and Investment Related Expenses	\$ 41,984	\$ 55,479	\$ 55,333
Benefits	4,023,232	4,092,605	4,161,994
Total Disbursements	(4,065,216)	(4,148,084)	(4,217,327)
Cash Balance, Ending	\$ 40,424,742	\$ 41,877,851	\$ 43,405,070

State Gaming Fund

Act 71 of 2004, the Pennsylvania Race Horse Development and Gaming Act, established the State Gaming Fund to receive gaming license fees and 34 percent of the gross terminal revenue (GTR) generated by licensed gaming facilities. Act 42 of 2017, expanded gaming in the Commonwealth to include a new category of slot machine licenses, interactive gaming, and airport gaming. The fund receives 52 percent of gross interactive gaming revenue (GIGR) generated through simulated slot machines. Fund revenues are annually distributed to various programs and the remainder is transferred to the Property Tax Relief Fund. Also, licensed gaming facilities deposit an additional 4 percent of GTR for slot machines, 2 percent of gross table game revenue, and 2 percent of GIGR into the fund for local share distributions where gaming facilities are located.

Act 45 of 2025 authorized transfers to the General Fund from various special fund balances and an annual transfer from the iGaming local share assessment account to the Lottery Fund. In addition, Act 53 of 2025 authorized transfers to various restricted accounts.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 566,854	\$ 658,805	\$ 291,546
Receipts:			
State Tax Revenue.....	\$ 1,449,563	\$ 1,591,700	\$ 1,624,000
Licensee Deposit Accts.....	112,870	119,701	105,692
Local Share Assessment.....	592,833	641,600	658,300
Act 45 LSA Transfer to Lottery Fund.....	-	(91,000)	(91,000)
Interest.....	26,802	28,121	9,692
Other.....	4,873	7,100	8,250
Total Receipts.....	2,186,941	2,297,222	2,314,934
Total Funds Available.....	\$ 2,753,795	\$ 2,956,027	\$ 2,606,479
Disbursements:			
Revenue:			
Transfer to Compulsive and Problem Gambling Treatment Fund.....	\$ 14,119	\$ 16,266	\$ 16,427
Payments in Lieu of Taxes:			
Conservation and Natural Resources.....	14,490	12,100	12,234
Fish and Boat Commission.....	66	45	45
Game Commission.....	14,697	9,676	9,676
Emergency Management:			
Fire and Emergency Medical Services Grants.....	25,000	25,000	25,000
Community and Economic Development:			
Transfer to Commonwealth Financing Authority.....	263,047	416,628	361,800
Gaming Control Board:			
Local Law Enforcement Grants.....	369	2,000	2,000
Local Share Assessment Distribution:			
Revenue.....	168,970	223,543	124,137
Community and Economic Development.....	109,389	130,608	80,365
Education.....	1,358	963	998
LSA Transfer to General Fund.....	-	175,000	-
Administrative Appropriations:			
Gaming Control Board.....	56,317	61,071	63,557
Revenue.....	4,914	8,090	8,434
State Police.....	37,716	42,859	44,442
Attorney General.....	1,386	1,870	1,776
Transfer to Property Tax Relief Fund.....	1,378,152	1,387,830	1,527,870
Transfer to General Fund.....	-	100,000	-
Transfer to Tourism Promotion Fund.....	-	50,000	-
Transfer to Crime Victim Services and Compensation Fund.....	5,000	-	-
Transfer to State Parks User Fees.....	-	720	-
Transfer to Public Protection Law Enforcement.....	-	213	-
Total Disbursements.....	(2,094,990)	(2,664,482)	(2,278,761)
Cash Balance, Ending.....	\$ 658,805^a	\$ 291,546^a	\$ 327,718^a

^a Ending cash balance reflects funds restricted for administration, enforcement, and local share distributions, as well as June tax receipts transferred to the Property Tax Relief Fund in July.

State Insurance Fund

Act 227 of 1915 created this fund which finances expenditures related to the rebuilding, restoring, or replacing of buildings, structures, equipment, or other property owned by the Commonwealth that have been damaged or destroyed by fire or other casualty. This includes natural or man-made disasters. Revenue is derived from interest earned by the fund, interest received from the Fire Insurance Tax Fund, and from reimbursements by insurance companies. If needed, money may also be directly appropriated to this fund. Receipts of the fund include reimbursement from the Commonwealth's excess insurance policy, which is responsible for damages for any occurrence in excess of \$1 million. This fund satisfies the requirements of the federal government for the Disaster Insurance Program.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 5,311	\$ 2,975	\$ 6,048
Receipts:			
Transfer from General Fund.....	\$ 1,500	\$ 1,500	\$ 1,500
Interest	1,297	1,273	839
Governor's Residence Cash Management Loan	(4,300)	4,300	-
Other	-	-	-
Total Receipts	(1,503)	7,073	2,339
Total Funds Available.....	\$ 3,808	\$ 10,048	\$ 8,387
Disbursements:			
General Services.....	\$ 833	\$ 4,000	\$ 3,500
Total Disbursements.....	(833)	(4,000)	(3,500)
Cash Balance, Ending	\$ 2,975	\$ 6,048	\$ 4,887

State Racing Fund

The State Racing Fund is a special revenue fund composed of monies received from taxes and license fees collected by the State Horse Racing Commission for the regulation of horse and harness racing. The administration and enforcement of racing in Pennsylvania is governed by Act 114 of 2016. The Act repealed and restructured the Race Horse Industry Reform Act (Act 93 of 1983 and subsequent amendments) and provided funding for promotional costs. Licensed racing corporations who annually conduct at least 100 days of racing continue to remit wagering taxes at the rate of 1.5 percent. License and fee revenue is derived from the licensing of jockeys and other persons participating in racing as prescribed by the State Racing Commission. Penalties and interest on taxes due, interest on securities, and uncashed tickets comprise miscellaneous revenue.

Currently, most of the revenues for restricted racing programs comes from Act 71 of 2004, the Race Horse Development and Gaming Act. Funding is generated from gross terminal revenues from slot machines and is transferred from the Pennsylvania Race Horse Development Trust Fund.

This budget reflects the reauthorization of the Act 114 of 2016 drug testing transfer provision from the Pennsylvania Race Horse Development Trust Fund for the three-year period July 1, 2025 through June 30, 2028 to cover the cost of the drug testing program.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 16,209	\$ 15,596	\$ 12,170
Racing Programs:			
Receipts	29,373	28,063	25,296
Disbursements - Agriculture	(29,986)	(31,489)	(30,143)
Restricted Cash Balance, Ending	\$ 15,596	\$ 12,170	\$ 7,323
Unrestricted Cash Balance, Beginning	\$ 5,629	\$ 1,774	\$ 176
Receipts:			
Admission and Wagering	\$ 4,198	\$ 6,268	\$ 5,930
Licenses and Fees	959	921	884
Fines and Penalties	173	173	173
Transfer from Race Horse Development Fund - Promotion	2,195	1,544	1,857
Transfer from Race Horse Development Fund - Drug Testing	10,425	15,305	16,305
Other	575	552	530
Interest	926	695	308
Total Receipts	19,451	25,458	25,987
Total Funds Available	\$ 25,080	\$ 27,232	\$ 26,163
Disbursements:			
Agriculture	\$ 23,145	\$ 26,773	\$ 25,877
Revenue	161	283	281
Total Disbursements	(23,306)	(27,056)	(26,158)
Unrestricted Cash Balance, Ending	\$ 1,774	\$ 176	\$ 5
Total Cash Balance, Beginning	\$ 21,838	\$ 17,370	\$ 12,346
Receipts	48,824	53,521	51,283
Disbursements	(53,292)	(58,545)	(56,301)
Total Cash Balance, Ending	\$ 17,370	\$ 12,346	\$ 7,328

State-related University Performance Fund

Act 47 of 2025 established the State-related University Performance Fund to implement a new performance-based funding model for Pennsylvania State University, University of Pittsburgh, and Temple University. The Performance-Based Funding Council annually assigns performance goals and formula weights. Each university earns portions of its allocation based upon its progress toward the goals set by the Council in the following metrics: four-year graduation rate, six-year graduation rate, six-year graduation rate of Pell-grant recipients, and the high-demand degree rate.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ -	\$ -	\$ -
Receipts:			
Transfer from General Fund.....	\$ -	\$ -	\$ 30,000
Interest	-	-	500
Total Receipts	-	-	30,500
Total Funds Available	\$ -	\$ -	\$ 30,500
Disbursements:			
Education	\$ -	\$ -	\$ 30,000
Total Disbursements	-	-	(30,000)
Cash Balance, Ending	\$ -	\$ -	\$ 500

State Restaurant Fund

This fund was created by Act 259 of 1943 to finance the purchase and maintenance of equipment for the operation of the restaurant in the State Capitol as well as any other restaurants in other state office buildings. At present, the Capitol East Wing Cafeteria is the only restaurant operated through this fund. Revenue is derived from profit-sharing with the contracted vendor.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 355	\$ 156	\$ 136
Receipts:			
Commission / Profit Sharing.....	\$ 79	\$ 72	\$ 75
Interest	15	8	4
Total Receipts	94	80	79
Total Funds Available.....	\$ 449	\$ 236	\$ 215
Disbursements:			
General Services.....	\$ 293	\$ 100	\$ 80
Total Disbursements	(293)	(100)	(80)
Cash Balance, Ending	\$ 156	\$ 136	\$ 135

State Stores Fund

The State Stores Fund serves as the general operating fund for the Liquor Control Board. The State Police receives funds for the enforcement of the Liquor Code. The Department of Drug and Alcohol Programs also receives funds for alcohol misuse programs.

This fund receives revenues primarily from the retail and wholesale of goods. Revenues are also received from license and permit fees not credited to the Liquor License Fund, fines and penalties, lottery sales commission, and losses and damages recovered. Expenditures cover all costs associated with the operation and administration of the Liquor Store System and enforcement of the Liquor Code. Acts 39, 85 and 166 of 2016 created significant Liquor Code changes, which expand wine sales to licensed retailers, Sunday store openings and hours, and incorporated lottery sales, pricing flexibility, special liquor order changes, customer relationship management enhancements, and numerous licensing changes. Act 57 of 2024 transfers the approval of grants by both the Malt and Brewed Beverages and Wine Marketing and Promotion Boards to the Department of Agriculture. Act 86 of 2024 requires the transfer of Ready-to-Drink Cocktail fees to the General Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 240,010	\$ 171,318	\$ 4,650
Receipts:			
Fees, Fines and Penalties.....	\$ 48,776	\$ 32,909	\$ 32,879
Expired License Auction Proceeds	-	309	-
Sale of Goods.....	2,541,922	2,512,630	2,478,800
Liquor Sales Taxes.....	631,865	627,911	617,220
Lottery Commissions.....	1,994	1,757	1,740
Recovered Losses and Damages	61	-	-
Bailment Click Fees.....	-	3,000	14,920
WEP Renewal/App.....	-	3,931	3,855
RTDC Renewal/App.....	-	747	477
RTDC / WEP Fees - Transfer to General Fund	(9,527)	(4,678)	(4,332)
Interest	12,198	9,219	494
Other	239	26	30
Total Receipts.....	3,227,528	3,187,761	3,146,083
Total Funds Available.....	\$ 3,467,538	\$ 3,359,079	\$ 3,150,733
Disbursements:			
Drug and Alcohol Programs.....	\$ -	\$ 8,706	\$ 2,500
Liquor Control Board	2,443,918	2,488,468	2,380,098
State Police	35,337	45,921	40,316
Transfer of Liquor Sales Taxes to General Fund	631,865	627,911	617,220
Transfer for Wine, Beer, and Spirits Boards	-	3,000	3,000
Transfer to General Fund	185,100	180,422	80,668
Total Disbursements.....	(3,296,220)	(3,354,428)	(3,123,802)
Cash Balance, Ending	\$ 171,318	\$ 4,650	\$ 26,931

State Treasury Armory Fund

Created in accordance with Act 92 of 1975, the State Treasury Armory Fund receives monies derived from the sale of any armory building, armory site, or other real estate. Funds are expended solely for the purchase of equipment, furniture and fixtures, for repairs and maintenance, or for the construction of new armories in the Commonwealth.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 461	\$ 350	\$ 286
Receipts:			
Armory Rentals.....	\$ 202	\$ 211	\$ 216
Sale of Armories and Land.....	-	275	975
Interest	29	15	19
Other	122	10	10
Total Receipts.....	353	511	1,220
Total Funds Available.....	\$ 814	\$ 861	\$ 1,506
Disbursements:			
Military and Veterans Affairs	\$ 464	\$ 575	\$ 600
Total Disbursements.....	(464)	(575)	(600)
Cash Balance, Ending	\$ 350	\$ 286	\$ 906

State Workers' Insurance Fund

The State Workers' Insurance Fund (SWIF) was created by Act 338 of 1915 and operates within the Department of Labor and Industry. It is a self-sustaining fund providing workers' compensation insurance to employers, including those refused policies by private insurance firms. SWIF is subject to underwriting rules, classification, and rates promulgated by rating bureaus authorized by the State Insurance Commissioner. Premium rates are established by them based on the history of accidents by industry. Administrative costs are paid from the fund, including expenses related to Insurance Department and Auditor General examinations.

Act 68 of 1990 provides for the transfer of money from SWIF. Annual payments are made to the General Fund equal to the amount which would have been paid in taxes had SWIF been subject to taxes. The act also established an Advisory Council to recommend the amount of surplus in SWIF, if any, that could be distributed without jeopardizing its legal obligations to policy holders. If such a surplus exists, the SWIF Board may then recommend distribution of the surplus as refunds to current or former policyholders. The funds recommended by the board to be transferred or refunded to policyholders must be approved and appropriated by the General Assembly.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,150,194	\$ 1,199,326	\$ 1,098,591
Receipts:			
Premiums	\$ 77,855	\$ 77,703	\$ 75,000
Interest	54,576	52,541	40,000
Net Investment Adjustment	46,272	(17,794)	35,000
Other	1,764	1,835	1,500
Total Receipts	180,467	114,285	151,500
Total Funds Available.....	\$ 1,330,661	\$ 1,313,611	\$ 1,250,091
Disbursements:			
Labor and Industry	\$ 129,351	\$ 213,466	\$ 213,520
Premium Tax Payment to General Fund.....	1,984	1,554	1,500
Total Disbursements.....	(131,335)	(215,020)	(215,020)
Cash Balance, Ending	\$ 1,199,326	\$ 1,098,591	\$ 1,035,071

Storage Tank Fund

The Storage Tank Fund was created by Act 32 of 1989 for the operation of an aboveground and underground storage tank regulation, registration, and enforcement program. Revenues to the fund consist of registration and permit fees, fines, judgements, bond forfeitures, interest, and recovered costs. Expenditures include the remediation of leaking underground storage tanks. Act 61 of 2017 authorized an increase, from \$3,000,000 to \$7,000,000 in the reimbursement that could be requested from the Underground Storage Tank Indemnification Fund (USTIF) to the fund for costs associated with investigating, determining responsibility, overseeing remediation and third-party response, and closing out cases of spills and leaks, as well as for inspecting, determining compliance, and taking enforcement action against owners of storage tanks.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 21,109	\$ 28,303	\$ 25,695
Receipts:			
Registration Fees	\$ 2,763	\$ 2,786	\$ 2,767
Federal Funds - EPA.....	2,171	4,234	4,740
Fines and Penalties.....	358	570	570
Interest	1,310	1,263	766
Reimbursement from USTIF	9,398	7,000	7,000
Cost Recovery Reimbursements/Settlements	3,626	10	10
Total Receipts	<u>19,626</u>	<u>15,863</u>	<u>15,853</u>
Total Funds Available.....	\$ 40,735	\$ 44,166	\$ 41,548
Disbursements:			
Environmental Protection	\$ 12,432	\$ 18,471	\$ 18,273
Total Disbursements	<u>(12,432)</u>	<u>(18,471)</u>	<u>(18,273)</u>
Cash Balance, Ending	\$ 28,303	\$ 25,695	\$ 23,275

STREAM Fund

The federal Safeguarding Treatment for the Restoration of Ecosystems from Abandoned Mines (STREAM) Act of 2022 authorizes states to set-aside up to 30 percent of its annual grant for abandoned mine reclamation provided under the Infrastructure Investment and Jobs Act for the treatment and abatement of acid mine drainage, the prevention, abatement, and control of subsidence, and coal mine fires.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ -	\$ 226,394	\$ 290,866
Receipts:			
Federal Receipts	\$ 220,343	\$ 73,470	\$ 73,470
Interest	6,051	9,717	10,107
Total Receipts	226,394	83,187	83,577
Total Funds Available.....	\$ 226,394	\$ 309,581	\$ 374,443
Disbursements:			
Environmental Protection	\$ -	\$ 18,715	\$ 19,516
Total Disbursements	-	(18,715)	(19,516)
Cash Balance, Ending	\$ 226,394	\$ 290,866	\$ 354,927

Substance Abuse Education and Demand Reduction Fund

This fund was created by Act 198 of 2002 and amended by Act 36 of 2006. The purpose of the fund is to provide research-based approaches to prevention, intervention, training, treatment, and education services to reduce substance abuse and to offer statewide programs to assist families in accessing those services. The fund also provides for statewide programs to educate employers, unions, and employees about the dangers of substance abuse in the workplace and provide comprehensive drug-free workplace programs and technical resources for businesses.

Revenue to the fund consists of assessments on individuals convicted, adjudicated delinquent or granted accelerated rehabilitative disposition, and also those individuals who plead guilty or nolo contendere to either a violation of the Controlled Substance, Drug, Device and Cosmetic Act or a violation relating to driving under the influence of alcohol or controlled substance. The Community Drug Program, within the Office of Attorney General, is to receive 10 percent of the grant monies available for annual award through the Pennsylvania Commission on Crime and Delinquency.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 10,188	\$ 9,776	\$ 5,019
Receipts:			
Assessments	\$ 2,424	\$ 2,404	\$ 2,212
Interest	425	403	118
Total Receipts	2,849	2,807	2,330
Total Funds Available.....	\$ 13,037	\$ 12,583	\$ 7,349
Disbursements:			
Commission on Crime and Delinquency	\$ 3,261	\$ 7,564	\$ 4,800
Total Disbursements	(3,261)	(7,564)	(4,800)
Cash Balance, Ending	\$ 9,776	\$ 5,019	\$ 2,549

Surface Mining Conservation and Reclamation Fund

The Surface Mining Conservation and Reclamation Fund was created in 1945 to finance reclamation projects on land scarred by surface mining. Projects include recontouring, terracing, and planting of trees, shrubs, and grasses. Revenues are provided by charging surface mining operators for licenses and permits and by fining them for failure to apply for the licenses and permits as well as by forfeiture of collateral bonds, cash, or securities for failure to comply with an approved reclamation plan. Five percent of the fines and penalties collected in one fiscal year is transferred to the Environmental Education Fund in the subsequent fiscal year. The remaining 95 percent, up to a maximum of \$500,000, is transferred to the Reclamation Fee O & M Trust Account. Act 95 of 2012 required sum-certain guarantees to cover stage III reclamation liability under a permittee's reclamation bond, to the extent funds are available.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 65,352	\$ 74,146	\$ 78,036
Forestering and Reclamation Programs:			
Receipts	10,153	4,804	2,200
Disbursements - Environmental Protection	(1,359)	(914)	(841)
Restricted Cash Balance, Ending	\$ 74,146	\$ 78,036	\$ 79,395
Unrestricted Cash Balance, Beginning	\$ 8,488	\$ 7,347	\$ 5,173
Receipts:			
Licenses and Fees	\$ 202	\$ 210	\$ 222
Fines and Penalties	218	294	230
Transfer to Environmental Education Fund	(13)	(11)	(15)
Reclamation Fee O & M Trust Account	-	(207)	(279)
Interest	3,155	3,436	2,603
Restricted Interest Transfer	(2,540)	(2,200)	(2,200)
Other	800	220	501
Total Receipts	1,822	1,742	1,062
Total Funds Available	\$ 10,310	\$ 9,089	\$ 6,235
Disbursements:			
Environmental Protection	\$ 2,963	\$ 3,916	\$ 2,525
Total Disbursements	(2,963)	(3,916)	(2,525)
Unrestricted Cash Balance, Ending	\$ 7,347	\$ 5,173	\$ 3,710
Total Cash Balance, Beginning	\$ 73,840	\$ 81,493	\$ 83,209
Receipts	11,975	6,546	3,262
Disbursements	(4,322)	(4,830)	(3,366)
Total Cash Balance, Ending	\$ 81,493	\$ 83,209	\$ 83,105

Tobacco Settlement Fund

The Tobacco Settlement Fund (TSF) is a special revenue fund comprised of monies from all tobacco settlements under the Tobacco Master Settlement Agreement (MSA). Act 77 of 2001 created the TSF to receive the revenues from the Master Settlement Agreement that was reached with the five major tobacco companies on December 17, 1999. The TSF was established to provide funding for health care insurance for the uninsured, home and community-based services for seniors, tobacco use prevention and cessation, broad-based health research, medical care for workers with disabilities, hospital uncompensated care, and an endowment component to preserve a portion of the receipts for future use. A portion of the tobacco revenue is also used to offset the escalating cost of long-term care services for persons with disabilities and older Pennsylvanians.

This budget proposes to continue the 2025-26 allocations for the MSA funds anticipated to be received in April 2026 as follows: 4.5 percent for tobacco use prevention and cessation activities, 13.6 percent for health and related research, 8.18 percent for uncompensated care, 30 percent for Medicaid benefits for workers with disabilities, and 43.72 percent for health-related purposes.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 178,655	\$ 200,528	\$ 49,331
Receipts:			
Gross Settlements.....	\$ 329,117	\$ 310,919	\$ 307,416
Tobacco Revenue Bond Debt Service.....	(115,336)	(115,340)	(115,337)
Transfer of Cigarette Tax	115,336	115,340	115,337
Federal Receipts	171,589	184,714	156,512
Interest	10,618	11,723	1,569
Act 45 of 2025 Interest Transfer.....	-	-	(1,569)
Other	336	-	-
Total Receipts	511,660	507,356	463,928
Total Funds Available.....	\$ 690,315	\$ 707,884	\$ 513,259
Disbursements:			
Aging:			
(F)Medical Assistance - Community Services (EA).....	\$ (909)	\$ -	\$ -
Community and Economic Development:			
Life Sciences Greenhouses.....	2,426	4,771	3,000
Health:			
Tobacco Use Prevention and Cessation (EA).....	16,668	18,860	13,834
Health Research - Health Priorities (EA)	37,228	158,143	38,734
Health Research - National Cancer Institute (EA)	1,184	14,125	3,074
Human Services:			
Medical Care for Workers with Disabilities (EA)	98,372	93,952	92,225
(F)Medical Assistance - Workers with Disabilities (EA).....	121,289	118,105	122,614
(F)COVID-Medical Assistance - Workers with Disabilities (EA)	(3,706)	-	-
Uncompensated Care (EA).....	28,227	52,327	25,147
(F)Medical Assistance - Uncompensated Care (EA)	33,174	65,336	33,898
(F)COVID-Medical Assistance - Uncompensated Care (EA)	(56)	-	-
Medical Assistance - Community HealthChoices	155,890	132,934	131,402
Total Disbursements.....	(489,787)	(658,553)	(463,928)
Cash Balance, Ending	\$ 200,528	\$ 49,331	\$ 49,331

Treasury Initiative Support Fund

The Treasury Initiative Support Fund was created in 2009 to account for funding received in support of Treasury initiatives and to track spending as required by the various funding agreements. Treasury established the Keystone Home Energy Loan Program (HELP) in 2006 to offer affordable energy efficiency financing options to homeowners. These consumer loans are bundled and purchased as an investment into a Treasury investment pool. This program received funding to administer components of the Alternate Energy Investment Act of July 9, 2008, Special Session 1. It has also received funding to support the HELP loans, including funds for a geothermal energy component. Support received to assist a Micro Lending investment program is also included in this fund. In addition, Treasury has received independent foundation grants to develop a nationwide market to support the sale of energy efficiency loans and to make investments that promote energy efficiency improvements on college and university campuses in Pennsylvania.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 12,962	\$ 13,779	\$ 12,504
Receipts:			
Program Funding.....	\$ 2,176	\$ -	\$ -
Interest	25	25	25
Total Receipts.....	2,201	25	25
Total Funds Available.....	\$ 15,163	\$ 13,804	\$ 12,529
Disbursements:			
Treasury	\$ 1,384	\$ 1,300	\$ 1,250
Total Disbursements.....	(1,384)	(1,300)	(1,250)
Cash Balance, Ending	\$ 13,779	\$ 12,504	\$ 11,279

Tuition Account Guaranteed Savings Program Fund

Act 11 of 1992, amended by Act 58 of 2000, provided for the establishment of two programs for postsecondary educational savings. Both programs are administered by the Tuition Account Programs Bureau within the Treasury Department with oversight by the Tuition Account Programs (TAP) Advisory Board. This fund offers a guaranteed rate of return tied to tuition inflation. Revenue is derived primarily from application fees, Tuition Account Guaranteed Savings Program contracts, and investment income. Fund expenditures consist mainly of payments to educational institutions for tuition and administrative costs.

The ending fund balance shown in the statement includes substantial investment assets. The net investment adjustment receipt item is included to reflect the carrying value of long-term investments as of June 30.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 2,886,288	\$ 3,044,626	\$ 2,953,661
Receipts:			
Application Fees.....	\$ 2,581	\$ 2,696	\$ 2,789
Tuition Unit Purchases	212,374	212,374	212,374
Net Investment Adjustment	240,328	-	-
Total Receipts	455,283	215,070	215,163
Total Funds Available.....	\$ 3,341,571	\$ 3,259,696	\$ 3,168,824
Disbursements:			
Treasury:			
Administration	\$ 5,920	\$ 6,035	\$ 6,128
Tuition Payments	291,025	300,000	300,000
Total Disbursements	(296,945)	(306,035)	(306,128)
Cash Balance, Ending	\$ 3,044,626	\$ 2,953,661	\$ 2,862,696

Tuition Account Investment Program Fund

Act 11 of 1992, amended by Act 58 of 2000, provided for the establishment of two programs for postsecondary educational savings. Both programs are administered by the Tuition Account Programs Bureau within the Treasury Department with oversight by the Tuition Account Programs Advisory Board. The Tuition Account Investment Program, launched in July 2002, provides market-based investment returns and offers participants several investment options based on age, investment risk or socially responsible investments comprising a mix of equity and fixed income portfolios. Fund revenue is derived primarily from Tuition Account Investment Program contracts and investment income. Fund expenditures consist mainly of redemption of program contracts.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 5,400,945	\$ 6,243,835	\$ 6,346,835
Receipts:			
Tuition Investment Purchases	\$ 683,734	\$ 523,000	\$ 523,000
Net Investment Adjustment	651,786	-	-
Total Receipts	1,335,520	523,000	523,000
Total Funds Available.....	\$ 6,736,465	\$ 6,766,835	\$ 6,869,835
Disbursements:			
Treasury	\$ 492,630	\$ 420,000	\$ 420,000
Total Disbursements	(492,630)	(420,000)	(420,000)
Cash Balance, Ending	\$ 6,243,835	\$ 6,346,835	\$ 6,449,835

UC-FEMA ONA / Lost Wages Fund

The UC-FEMA ONA / Lost Wages Fund was established by administrative decision to account for funding received pursuant to FEMA-DR-4506-PA, which provided for the UC-FEMA Other Needs Assistance for lost wages. This program enabled the Commonwealth to provide \$300 weekly supplemental payments to individuals unemployed due to the 2019 novel coronavirus pandemic (COVID-19).

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 73	\$ 77	\$ -
Receipts:			
Federal Receipts	\$ -	\$ -	\$ -
Federal Receipts - Refund	-	-	-
Interest	4	3	-
Interest Transfer to General Fund	-	(80)	-
Total Receipts	<u>4</u>	<u>(77)</u>	<u>-</u>
Total Funds Available.....	\$ 77	\$ -	\$ -
Disbursements:			
Labor and Industry:			
Claims	\$ -	\$ -	\$ -
Administration.....	-	-	-
Total Disbursements	<u>-</u>	<u>-</u>	<u>-</u>
Cash Balance, Ending	\$ 77	\$ -	\$ -

Unconventional Gas Well Fund

The Unconventional Gas Well Fund was created by Act 13 of 2012 to provide for the collection and distribution of unconventional gas well impact fees. As custodian of the Unconventional Gas Well Fund, the PA Public Utility Commission has the fiduciary responsibility to monitor and report on the receipts and disbursements of other agencies that utilize the fund. The fee revenue is used by Commonwealth agencies for monitoring and oversight of unconventional gas wells, emergency responder training, and for rail freight assistance projects. Distributions are made to county conservation districts, host counties and municipalities, and to local municipalities. Receipts deposited into the Unconventional Gas Well Fund are derived from an impact fee assessed to drillers of natural gas wells in the Marcellus Shale regions of the Commonwealth. The fee is assessed per gas well and may be adjusted based on the number of wells and changes in the Consumer Price Index for all urban consumers in the Pennsylvania, New Jersey, Delaware, and Maryland area.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 27,888	\$ 30,929	\$ 17,045
Receipts:			
Impact Fee Revenues	\$ 164,324	\$ 242,459	\$ 218,558
Interest	2,938	2,328	542
Total Receipts	167,262	244,787	219,100
Total Funds Available	\$ 195,150	\$ 275,716	\$ 236,145
Disbursements:			
Public Utility Commission	\$ 87,714	\$ 138,220	\$ 119,774
Emergency Management	1,710	6,715	1,500
Fish and Boat Commission	734	2,675	1,000
Transportation	432	6,252	1,000
Transfer to Conservation District Fund	4,969	5,131	5,304
Transfer to Well Plugging Account	6,000	6,000	6,000
Transfer to Marcellus Legacy Fund	57,662	88,678	78,980
Transfer to Housing Affordability and Rehabilitation Enhancement Fund	5,000	5,000	5,000
Total Disbursements	(164,221)	(258,671)	(218,558)
Cash Balance, Ending	\$ 30,929	\$ 17,045	\$ 17,587

Underground Storage Tank Indemnification Fund

The Storage Tank and Spill Prevention Act, Act 32 of 1989, as amended, established the Underground Storage Tank Indemnification Fund to administer a program to provide claim payments to owners and operators of underground storage tanks who incur liability for taking corrective action or for bodily injury or property damage caused by a release from underground storage tanks. Expenses for administration of the fund are also covered. The fund is administered by the Insurance Department in conjunction with a nine-member Underground Storage Tank Indemnification Board.

Act 13 of 1998 established a loan program to assist owners of regulated underground storage tanks to upgrade their underground storage tank systems to meet federal Environmental Protection Agency upgrade requirements or to remove them from service. Act 100 of 2000 expanded the upgrade loan program to include the removal of underground storage tanks. The act also established an environmental cleanup program and a pollution prevention program that are administered by the Department of Environmental Protection. Act 61 of 2017 increased the reimbursement to the Storage Tank Fund from \$3,000,000 to \$7,000,000, annually. Act 34 of 2022 extended authority for the Underground Storage Tank Environmental Cleanup Program and the Underground Storage Tank Pollution Prevention Program until December 31, 2027.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 447,157	\$ 497,901	\$ 480,819
Receipts:			
Gallon Fee	\$ 48,648	\$ 48,131	\$ 48,131
Tank Capacity Fee	5,436	5,770	5,770
Interest	619	713	372
Net Investment Adjustment	42,955	-	-
Other	307	350	350
Total Receipts.....	97,965	54,964	54,623
Total Funds Available.....	\$ 545,122	\$ 552,865	\$ 535,442
Disbursements:			
Environmental Protection	\$ 2,893	\$ 5,892	\$ 5,563
Insurance:			
Administration	14,078	28,129	26,674
Claims	30,250	38,025	38,000
Total Disbursements.....	(47,221)	(72,046)	(70,237)
Cash Balance, Ending	\$ 497,901	\$ 480,819	\$ 465,205

Unemployment Compensation Benefit Payment Fund

Employers' and employees' contributions under the Unemployment Compensation Law are credited to the Commonwealth's account in the federal Unemployment Trust Fund (UTF). Requisitions of money from the UTF for the payment of unemployment compensation benefits to eligible individuals are the revenue for the Unemployment Compensation Benefit Payment Fund. Available Year estimates include continued unemployment assistance provided through the Continued Assistance for Unemployed Workers Act of 2020.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 1,842	\$ 1,889	\$ -
Receipts:			
Regular Unemployment Compensation Program	\$ 1,981,393	\$ 2,016,664	\$ 2,063,000
COVID Unemployment Compensation Benefits	(13,200)	(2,548)	-
Extended / Other Benefits	11,873	13,980	-
Total Receipts	<u>1,980,066</u>	<u>2,028,096</u>	<u>2,063,000</u>
Total Funds Available	\$ 1,981,908	\$ 2,029,985	\$ 2,063,000
Disbursements:			
Labor and Industry	\$ 1,980,019	\$ 2,029,985	\$ 2,063,000
Total Disbursements	<u>(1,980,019)</u>	<u>(2,029,985)</u>	<u>(2,063,000)</u>
Cash Balance, Ending	\$ 1,889	\$ -	\$ -

Unemployment Compensation Contribution Fund

This fund was created to hold monies collected from employers under the Unemployment Compensation Law and, except for refunds of collections, transfers to the Special Administration Fund, Service and Infrastructure Improvement Fund, and Reemployment Fund are transferred to the United States Treasury for credit to the Commonwealth's account in the federal Unemployment Trust Fund established under Section 904 of the Social Security Act.

This budget reflects the need for annual authorizations of the Service and Infrastructure Improvement Fund for administration of the Unemployment Compensation system.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 36,864	\$ 28,842	\$ -
Receipts:			
Contributions of Employers and Employees	\$ 2,336,319	\$ 2,367,000	\$ 2,428,000
Transfer from Special Administration Fund	16,953	9,686	6
Transfer from Unemployment Compensation Debt Service Fund	628	-	-
Other	76,109	119,354	130,600
Total Receipts	2,430,009	2,496,040	2,558,606
Total Funds Available.....	\$ 2,466,873	\$ 2,524,882	\$ 2,558,606
Disbursements:			
Labor and Industry:			
UC Contributions	\$ 2,356,679	\$ 2,382,153	\$ 2,428,006
Reemployment Services	15,162	28,525	15,000
Service and Infrastructure Improvement	66,190	114,204	115,600
Total Disbursements	(2,438,031)	(2,524,882)	(2,558,606)
Cash Balance, Ending	\$ 28,842	\$ -	\$ -

Unemployment Compensation Debt Service Fund

This fund was created in accordance with the Unemployment Compensation Law. The fund is administered by the Department of Labor and Industry and was originally used for the collection and repayment of interest on loans from the federal government to the Commonwealth's account in the Unemployment Trust Fund (UTF).

Act 60 of 2012, the Commonwealth's UC Reform Legislation, allowed for the issuance of bonds to repay the state's Unemployment Compensation debt to the federal government. The name of the fund was changed to the Debt Service Fund and its purpose was expanded to process payments for bond obligations and administrative expenses, payment of annual interest on federal loans, workforce investment and infrastructure improvements, and once debt levels are reduced to established thresholds, payment or transfer to the Unemployment Compensation Trust Fund for payment of unemployment compensation to individuals.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 409	\$ 111	\$ 311
Receipts:			
Contributions from Employers	\$ 330	\$ 200	\$ 100
Transfer to Unemployment Compensation Contribution Fund	(628)	-	-
Total Receipts	(298)	200	100
Total Funds Available.....	\$ 111	\$ 311	\$ 411
Disbursements:			
Labor and Industry	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ 111	\$ 311	\$ 411

Uninsured Employers Guaranty Fund

This fund was created by Act 147 of 2006, amending the Pennsylvania Workers' Compensation Act. The purpose of this fund is to pay claimants or their dependents benefits when the liable employer failed to insure or self-insure. Funding is from assessments on insurers and self-insured employees. Act 132 of 2018 increased assessment revenues from 0.1 percent to 0.25 percent of the total compensation paid by all insurers or self-insured employers during the previous calendar year. Projected expenditures are dependent upon claim volume, the merits of such claims, and associated claims costs.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 3,535	\$ 5,303	\$ 7,419
Receipts:			
Assessments/Self-Insurer's Security.....	\$ 6,918	\$ 7,393	\$ 7,023
Interest	285	266	258
Other	1,893	1,429	975
Total Receipts.....	9,096	9,088	8,256
Total Funds Available.....	\$ 12,631	\$ 14,391	\$ 15,675
Disbursements:			
Labor and Industry	\$ 7,328	\$ 6,972	\$ 6,600
Total Disbursements.....	(7,328)	(6,972)	(6,600)
Cash Balance, Ending	\$ 5,303	\$ 7,419	\$ 9,075

Veterans Trust Fund

The Veterans Trust Fund was established by Act 87 of 2012. The fund is administered by the Department of Military and Veterans Affairs and consists of proceeds paid by the Department of Transportation relating to special plates for veterans and \$5 checkoffs on driver's license and motor vehicle registration applications, as well as grants, gifts, donations, and other payments from an individual or governmental entity. The purpose of this fund is to provide grants for programs or projects supporting Pennsylvania veterans and their families.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 1,485	\$ 1,845	\$ 1,519
Receipts:			
Contributions - Plates, Driver's License, and Vehicle Registration	\$ 1,019	\$ 1,029	\$ 1,029
Interest	75	62	42
Other	182	168	168
Total Receipts	1,276	1,259	1,239
Total Funds Available	\$ 2,761	\$ 3,104	\$ 2,758
Disbursements:			
Military and Veterans Affairs:			
Grants and Assistance.....	\$ 916	\$ 1,585	\$ 1,600
Total Disbursements	(916)	(1,585)	(1,600)
Cash Balance, Ending	\$ 1,845	\$ 1,519	\$ 1,158

Video Gaming Fund

Act 42 of 2017 established the Video Gaming Fund to receive all license fees provided for in the act and 42 percent of the gross terminal revenue (GTR) generated by licensed gaming facilities. These monies are to be distributed annually to various programs as set forth in the act with the remainder being transferred to the General Fund. Currently, all licensed gaming terminal operators deposit an additional 10 percent of GTR into the fund for local share distributions where the gaming terminals are located.

This budget proposes changes to the Video Gaming Fund by taxing skill game machines as video gaming terminals (VGTs). All VGTs, as licensed by the Gaming Control Board, would be taxed at 52 percent, with the amount transferred to the General Fund after paying a fixed annual payment for local share assessment and a transfer to the Compulsive and Problem Gambling Treatment Fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 3,282	\$ 2,455	\$ 2,516
Receipts:			
State Tax Revenue.....	\$ 17,390	\$ 17,470	\$ 765,786
Transfer to Compulsive and Problem Gambling Treatment Fund.....	(83)	(85)	-
Licensee Deposit Accts.....	828	852	46,976
Local Share Assessment.....	4,141	4,260	-
Testing and Certification Fees.....	1	50	50
Interest	566	374	132
Total Receipts.....	22,843	22,921	812,944
Total Funds Available.....	\$ 26,125	\$ 25,376	\$ 815,460
Disbursements:			
Local Share Assessment Distribution:			
Revenue	\$ 5,161	\$ 4,260	\$ 4,300
Testing and Certification:			
Gaming Control Board	-	50	50
Administrative Appropriations:			
Gaming Control Board	432	482	18,475
Revenue	203	683	25,250
Transfer to Compulsive and Problem Gambling Treatment Fund.....	-	-	1,000
Transfer to General Fund.....	17,874	17,385	760,486
Total Disbursements.....	(23,670)	(22,860)	(809,561)
Cash Balance, Ending	\$ 2,455 ^a	\$ 2,516 ^a	\$ 5,899 ^a

^a Balance reflects restricted funds for regulation, administration, or local distribution.

Vocational Rehabilitation Fund

This fund, administered by the State Board of Vocational Rehabilitation in the Department of Labor and Industry, was created to provide vocational rehabilitation services to any person who has a disability, mental or physical, which constitutes a handicap to employment or to achieve independent living status. Services can be provided directly or through a purchase of service arrangement. Receipts for this fund come from federal vocational rehabilitation funds, transfer of General Fund appropriations for matching the federal funds, interest earned, and local match.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 25,471	\$ 27,214	\$ 24,514
Receipts:			
Transfer from General Fund.....	\$ 48,718	\$ 48,718	\$ 49,718
Federal Vocational Rehabilitation Funds	185,583	242,102	209,999
Interest	2,560	1,288	755
Other	61	-	-
Total Receipts	236,922	292,108	260,472
Total Funds Available.....	\$ 262,393	\$ 319,322	\$ 284,986
Disbursements:			
Labor and Industry	\$ 235,179	\$ 294,808	\$ 261,243
Total Disbursements	(235,179)	(294,808)	(261,243)
Cash Balance, Ending	\$ 27,214	\$ 24,514	\$ 23,743

Water and Sewer Systems Assistance Bond Fund

Act 64 of 2008, the Water and Sewer Systems Assistance Act, and Act 50 of 2009 authorized a \$400 million bond issue, which was approved by referendum, to provide grants and loans to municipalities and public utilities for the acquisition, repair, construction, reconstruction, rehabilitation, extension, expansion, and improvement of water supply and sewage treatment systems as well as the purchase or trading of nutrient credits.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 3,686	\$ 3,378	\$ -
Receipts:			
Transfer to Water and Sewer Systems Assistance Sinking Fund.....	\$ (427)	\$ (322)	\$ -
Interest	177	145	-
Total Receipts	(250)	(177)	-
Total Funds Available.....	\$ 3,436	\$ 3,201	\$ -
Disbursements:			
Infrastructure Investment Authority	\$ 58	\$ 3,201	\$ -
Total Disbursements	(58)	(3,201)	-
Cash Balance, Ending	\$ 3,378	\$ -	\$ -

Water and Sewer Systems Assistance Bond Sinking Fund

This fund was established to redeem or pay interest on bonds issued for the Water and Sewer Systems Assistance program. The annual appropriation from the General Fund for general obligation debt service provides revenues to the fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 4	\$ 433	\$ 751
Receipts:			
Transfer from General Fund.....	\$ 2,543	\$ 2,541	\$ 2,542
Water & Sewer Systems Assist Bond Fund Interest Transfer.....	427	322	-
Interest	2	-	-
Total Receipts	2,972	2,863	2,542
Total Funds Available.....	\$ 2,976	\$ 3,296	\$ 3,293
Disbursements:			
Treasury	\$ 2,543	\$ 2,545	\$ 2,542
Total Disbursements.....	(2,543)	(2,545)	(2,542)
Cash Balance, Ending	\$ 433	\$ 751	\$ 751

Water Supply and Wastewater Treatment Fund

Act 218 of 2004 established the Water Supply and Wastewater Infrastructure Capitalization Program. Funding for the program is generated from the \$250 million bond issue approved by the electorate in April of 2004. Funds are allocated to the Commonwealth Financing Authority and the Infrastructure Investment Authority (PENNVEST) to be used for grants and loans for new and existing water supply and wastewater system projects in the Commonwealth.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning	\$ 21,170	\$ 22,196	\$ 13,748
Receipts:			
Accumulated Interest Transfer for Debt Service	\$ -	\$ -	\$ (13,748)
Interest	1,026	953	-
Total Receipts	1,026	953	(13,748)
Total Funds Available	\$ 22,196	\$ 23,149	\$ -
Disbursements:			
Community and Economic Development	\$ -	\$ 9,401	\$ -
Total Disbursements	-	(9,401)	-
Cash Balance, Ending	\$ 22,196	\$ 13,748	\$ -

Water Supply and Wastewater Treatment Sinking Fund

Monies in this fund are used to redeem or pay interest on bonds issued for the Water Supply and Wastewater Treatment Program. The annual appropriation from the General Fund for general obligation debt service provides revenues to the fund.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ -	\$ -	\$ -
Receipts:			
Transfer from General Fund.....	\$ 631	\$ 633	\$ 633
Total Receipts.....	631	633	633
Total Funds Available.....	\$ 631	\$ 633	\$ 633
Disbursements:			
Treasury	\$ 631	\$ 633	\$ 633
Total Disbursements.....	(631)	(633)	(633)
Cash Balance, Ending	\$ -	\$ -	\$ -

Wild Resource Conservation Fund

This fund was created by Act 170 of 1982. Revenue is derived primarily from tax refund check-offs and voluntary contributions. The fund collects information relating to population, distribution, habitat needs, limiting factors, and other biological and ecological data to classify plants and to determine necessary management measures. These management measures include promotion of a statewide system of private wild plant sanctuaries; permitting of removal, collection or transplanting of endangered or threatened plant species; and regulation of the digging, harvesting, sale, and exploitation of designated species.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 512	\$ 730	\$ 535
Receipts:			
Tax Check-Offs	\$ 28	\$ 30	\$ 30
Voluntary Donations	185	15	15
License Plate Sales	8	9	9
Interest	26	27	16
Other	-	2	2
Total Receipts	<u>247</u>	<u>83</u>	<u>72</u>
Total Funds Available.....	\$ 759	\$ 813	\$ 607
Disbursements:			
Conservation and Natural Resources	\$ 29	\$ 278	\$ 132
Total Disbursements	<u>(29)</u>	<u>(278)</u>	<u>(132)</u>
Cash Balance, Ending	\$ 730	\$ 535	\$ 475

Workers' Compensation Administration Fund

This fund was created by Act 2 of 1976 to finance the expenses of the Department of Labor and Industry in administering the Pennsylvania Workers' Compensation Act and the Pennsylvania Occupational Disease Act. Act 44 of 1993 and Act 57 of 1996 amended the Workers' Compensation Act, expanding the administrative responsibilities of the department. The fund is supported by annual assessments on insurers and self-insurers under the act. These administrative funds are approved by the legislature for expenditure through the appropriation process. Administrative funds are also provided to the Office of Small Business Advocate through the Department of Community and Economic Development to represent the interests of the employers in workers' compensation rate filings before the Insurance Department.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Restricted Cash Balance, Beginning	\$ 1,444	\$ 1,595	\$ 1,588
Small Business Advocate:			
Receipts	550	550	550
Disbursements - Community and Economic Development	(399)	(557)	(550)
Restricted Cash Balance, Ending	\$ 1,595	\$ 1,588	\$ 1,588
Unrestricted Cash Balance, Beginning	\$ 103,649	\$ 92,627	\$ 76,733
Receipts:			
Assessments	\$ 64,881	\$ 70,000	\$ 81,302
Fines and Penalties	(1)	1	1
Net Investment Adjustment	5,050	-	-
Other	401	700	700
Total Receipts	70,331	70,701	82,003
Total Funds Available	\$ 173,980	\$ 163,328	\$ 158,736
Disbursements:			
Labor and Industry	\$ 81,353	\$ 86,595	\$ 81,602
Total Disbursements	(81,353)	(86,595)	(81,602)
Unrestricted Cash Balance, Ending	\$ 92,627	\$ 76,733	\$ 77,134
Total Cash Balance, Beginning	\$ 105,093	\$ 94,222	\$ 78,321
Receipts	70,881	71,251	82,553
Disbursements	(81,752)	(87,152)	(82,152)
Total Cash Balance, Ending	\$ 94,222	\$ 78,321	\$ 78,722

Workers' Compensation Security Fund

The purpose of this fund is payment of valid claims for compensation provided by the Workers' Compensation Act to individuals who are insured by an insolvent stock company. Expenses for administration of the fund are also covered.

Through June 30, 2000, payments equal to 1 percent of the net written premiums received for workers' compensation insurance policies written in the Commonwealth by stock companies, mutual carriers, and reciprocal exchanges during the preceding annual reporting period were credited to the fund. Such payments were required only if the balance less known liabilities of the fund was determined to be less than 5 percent of the loss reserves of all such companies for payments of benefits under the Workers' Compensation Act.

Act 49 of 2000 removed the statutory annual assessment procedures in conjunction with giving prudent person investment authority to the Insurance Commissioner jointly with the State Treasurer for the investment of monies in the fund. This change was expected to generate increased earnings to the fund, thereby reducing the frequency of the assessment. The act requires the Insurance Department to manage the fund to maintain its actuarial soundness and a minimum balance of \$500 million as of December 31 of any given year. If the fund balance falls below \$500 million by calendar year end, the department will assess contributions to restore the balance in the fund in a timely manner.

Act 45 of 2025 authorized transfers to the General Fund from various special fund balances.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 1,187,202	\$ 1,254,079	\$ 875,324
Receipts:			
Assessments and Receipts	\$ 4,107	\$ 4,846	\$ 4,846
Net Investment Adjustment	106,936	-	-
Interest	1,343	1,165	776
Act 45 of 2025 Interest Transfer	-	-	(17,093)
Other	4	15	15
Total Receipts	112,390	6,026	(11,456)
Total Funds Available.....	\$ 1,299,592	\$ 1,260,105	\$ 863,868
Disbursements:			
Insurance:			
Administration	\$ 4,942	\$ 9,759	\$ 9,108
Claims	40,571	50,022	29,000
Transfer to General Fund	-	325,000	-
Total Disbursements	(45,513)	(384,781)	(38,108)
Cash Balance, Ending	\$ 1,254,079	\$ 875,324	\$ 825,760

Workers' Compensation Supersedeas Fund

The purpose of this fund is to reimburse insurers for payments made by them to claimants under the Workers' Compensation Act who are later determined to be ineligible. The fund is maintained by annual assessments on insurers and self-insurers and is administered by the Department of Labor and Industry.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 12,331	\$ 7,530	\$ 5,838
Receipts:			
Assessments	\$ 26,858	\$ 27,496	\$ 26,500
Interest	772	312	138
Total Receipts	27,630	27,808	26,638
Total Funds Available.....	\$ 39,961	\$ 35,338	\$ 32,476
Disbursements:			
Labor and Industry	\$ 32,431	\$ 29,500	\$ 29,500
Total Disbursements	(32,431)	(29,500)	(29,500)
Cash Balance, Ending	\$ 7,530	\$ 5,838	\$ 2,976

911 Fund

Title 35 Chapter 53, amended by Act 12 of 2015, the Public Safety Emergency Telephone Act, established the 911 Fund to support a statewide integrated 911 plan. The fund is used to collect and deposit a surcharge collected by Wireless, Prepaid Wireless, VoIP, and Wireline service providers monthly, the proceeds of which are remitted to the fund quarterly. Up to 2 percent of annual surcharge proceeds can be used by the agency for administrative costs with the remaining available balance being used for approved county grants.

Act 34 of 2023 extended the provisions of Title 35, Chapter 53 until 2029. Beginning March 1, 2024 and ending January 31, 2026, the 911 surcharge is increased to \$1.95. Act 45 of 2025 extended the surcharge increase of \$1.95 until January 31, 2029. This budget proposes extending the surcharge of \$1.95 through June 30, 2031.

Statement of Cash Receipts and Disbursements

	(Dollar Amounts in Thousands)		
	2024-25 Actual	2025-26 Available	2026-27 Estimated
Cash Balance, Beginning.....	\$ 95,762	\$ 110,204	\$ 80,866
Receipts:			
Assessments	\$ 379,160	\$ 382,419	\$ 385,478
Interest	5,545	5,504	2,572
Total Receipts	384,705	387,923	388,050
Total Funds Available.....	\$ 480,467	\$ 498,127	\$ 468,916
Disbursements:			
Emergency Management:			
Administration	\$ 4,538	\$ 8,028	\$ 7,710
Grants	365,725	409,233	377,768
Total Disbursements	(370,263)	(417,261)	(385,479)
Cash Balance, Ending	\$ 110,204	\$ 80,866	\$ 83,437

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Commonwealth of Pennsylvania

Governor's Executive Budget

COMPLEMENT

This section provides a summary by department of authorized salaried complement on a full-time equivalent basis for the actual, available, and budget years. It also provides a brief description by agency and appropriation of the changes recommended in the budget.

Authorized Salaried Complement by Agency Full-Time Equivalent

The following is a summary, by department, of the Commonwealth's authorized complement levels on a full-time equivalent basis.

Department	2022-23 Actual	2023-24 Actual	2024-25 Actual	2025-26 Available	2026-27 Budget
Governor's Office	88	98	98	100	100
Lieutenant Governor	8	8	9	10	10
Executive Offices	3,322	3,403	3,422	3,469	3,477
Commission on Crime and Delinquency..... ^a	149	149	158	161	161
Aging	98	102	106	116	116
Agriculture.....	646	668	671	671	671
Banking and Securities	218	218	218	218	218
Civil Service Commission	14	14	14	14	14
Community and Economic Development.....	357	379	417	424	426
Conservation and Natural Resources.....	1,382	1,420	1,439	1,450	1,454
Corrections	16,926	16,933	16,934	16,851	16,851
Drug and Alcohol Programs.....	102	106	122	120	120
Education.....	538	556	583	582	582
Emergency Management Agency.....	217	229	231	233	233
Environmental Hearing Board.....	12	12	12	12	12
Environmental Protection.....	2,744	2,782	2,874	2,884	2,884
Fish and Boat Commission.....	422	422	422	422	422
Game Commission	803	856	906	926	926
General Services	1,013	1,013	1,027	1,030	1,030
Health	1,560	1,577	1,541	1,521	1,524
Historical and Museum Commission	218	218	218	220	220
Human Services	16,094	16,124	15,266	15,349	15,371
Infrastructure Investment Authority.....	33	33	35	35	35
Insurance	279	287	305	318	318
Labor and Industry.....	5,161	5,164	5,193	5,190	5,190
Liquor Control Board.....	3,577	3,577	3,577	3,577	3,577
Military and Veterans Affairs.....	2,797	2,808	2,815	2,828	2,829
Milk Board.....	22	22	22	22	22
Municipal Employees' Retirement.....	50	50	50	55	55
Public School Employees' Retirement System.....	382	382	382	387	387
Public Utility Commission	526	526	526	537	537
Revenue	1,789	1,792	1,797	1,806	1,816
State	550	562	592	600	600
State Employees' Retirement System	238	240	246	248	248
State Police.....	6,507	6,607	6,625	6,625	6,625
Transportation.....	11,587	11,706	11,731	11,742	11,742
TOTAL ALL DEPARTMENTS	80,429	81,043	80,584	80,753	80,803

^a The Executive Offices - Commission on Crime and Delinquency is shown as a separate agency for budget presentation purposes only.

Summary of 2026-27 Complement Changes

The following is a detailed listing, by department, of the recommended authorized salaried complement changes (on a full-time equivalent basis) for 2026-27. It reflects proposed transfers, eliminations, and new positions.

Department / Fund / Appropriation	Increase/ Decrease	Comment on Complement Change
EXECUTIVE OFFICES		
General Fund:		
Office of the Budget	8	NEW: For critical infrastructure investment program.
Office of General Counsel	1	NEW: For coordination with the Governor's Office on energy issues.
General Fund Total	9	
Federal Fund:		
IIJA-State Cybersecurity (F)	(1)	ELIMINATED.
DEPARTMENT TOTAL	8	
AGRICULTURE		
General Fund:		
Payments to Pennsylvania Fairs	(2)	TRANSFERRED: To PA Race Horse Development Trust Fund Payments to Pennsylvania Fairs (R).
PA Race Horse Development Trust Fund:		
Payments to Pennsylvania Fairs (R)	2	TRANSFERRED: From General Fund Payments to Pennsylvania Fairs.
DEPARTMENT TOTAL	-	
COMMUNITY AND ECONOMIC DEVELOPMENT		
General Fund:		
General Government Operations.....	2	NEW: For technical assistance for new Pennsylvania businesses.
CONSERVATION AND NATURAL RESOURCES		
General Fund:		
State Parks Operations.....	4	NEW: For state parks.
HEALTH		
General Fund:		
Health Promotion and Disease Prevention.	3	NEW: For expanding support for maternal health programs.
HUMAN SERVICES		
General Fund:		
General Government Operations.....	20	NEW: For ChildLine enhancements.
Federal Fund:		
Rural Health Transformation Program		
Restricted Account - Admin (F).....	2	NEW: For Rural Health Transformation Program.
DEPARTMENT TOTAL	22	

Summary of 2026-27 Complement Changes

Department / Fund / Appropriation	Increase/ Decrease	Comment on Complement Change
MILITARY AND VETERANS AFFAIRS		
General Fund:		
General Government Operations.....	<u>1</u>	NEW: For emergency planning.
REVENUE		
Lottery Fund:		
General Operations	<u>10</u>	NEW: For lottery retail expansion.
SCHOOL EMPLOYEES' RETIREMENT SYSTEM		
School Employees' Retirement Fund:		
Administration-Public School		
Employees' Retirement Board	<u>2</u>	TRANSFERRED: From Investment Related Expenses.
Investment Related Expenses	<u>(2)</u>	TRANSFERRED: To Administration-Public Schools Employees' Retirement Board.
DEPARTMENT TOTAL	<u>-</u>	
GRAND TOTAL	<u>50</u>	

Filled Salaried Complement by Agency

The following is a summary, by department, of the Commonwealth's filled salaried complement levels for departments under the Governor's jurisdiction.

Department	January 2023	January 2024	January 2025	January 2026	Difference Current - January 2023
Governor's Office	69	90	91	87	18
Lieutenant Governor	7	8	8	9	2
Executive Offices	3,035	3,144	3,259	3,219	184
Commission on Crime and Delinquency	120	130	139	143	23
Aging	92	90	100	102	10
Agriculture	573	599	619	620	47
Banking and Securities	169	174	168	169	-
Civil Service Commission	13	13	14	14	1
Community and Economic Development	307	339	369	377	70
Conservation and Natural Resources	1,282	1,362	1,400	1,416	134
Corrections	15,703	15,899	16,075	15,762	59
Drug and Alcohol Programs	83	92	97	102	19
Education	455	495	514	514	59
Emergency Management Agency	178	191	210	211	33
Environmental Hearing Board	10	10	12	12	2
Environmental Protection	2,419	2,563	2,642	2,644	225
Fish and Boat Commission	363	370	373	378	15
Game Commission	712	738	827	832	120
General Services	807	907	932	945	138
Health	1,263	1,331	1,382	1,378	115
Historical and Museum Commission	185	196	197	199	14
Human Services	13,654	13,429	13,769	13,830	176
Infrastructure Investment Authority	31	32	32	32	1
Insurance	240	250	269	279	39
Labor and Industry	4,140	4,436	4,501	4,339	199
Liquor Control Board	3,236	3,271	3,351	3,346	110
Military and Veterans Affairs	2,342	2,348	2,419	2,460	118
Milk Board	16	16	18	16	-
Municipal Employees' Retirement	43	40	46	49	6
Public School Employees' Retirement System	336	349	362	350	14
Public Utility Commission	455	449	459	482	27
Revenue	1,527	1,581	1,616	1,626	99
State	443	488	527	558	115
State Employees' Retirement System	213	218	222	234	21
State Police	6,164	6,218	6,265	6,376	212
Transportation	10,822	11,099	11,418	11,520	698
TOTAL ALL DEPARTMENTS	71,507	72,965	74,702	74,630	3,123

^a The Executive Offices - Commission on Crime and Delinquency is shown as a separate agency for budget presentation purposes only.

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Commonwealth of Pennsylvania

Governor's Executive Budget

STATISTICAL DATA

This section presents historical data for various Pennsylvania economic indicators. The data are obtained from published sources noted on each page. Additional data are available from the [Penn State Data Center](#).

Selected Data on The Commonwealth of Pennsylvania

General Overview

Pennsylvania's economy is relatively diverse compared with many other states, as evidenced by the distribution of employment and output among major industry sectors. The state is bookended by two of the larger metro areas in the country in Philadelphia and Pittsburgh, with the rest of the state featuring smaller cities and towns that support both service and goods-producing sectors.

The combined education and health care industry, the so-called eds and meds sector, is a vital part of the state economy. The state's education providers, especially its notable research universities, not only provide jobs on campus but also help to nurture new businesses. The Pittsburgh region has seen rapid growth in high-tech fields such as software development and robotics, thanks in part to the presence of its universities and the graduates they produce. Philadelphia's universities continue to support regional health systems and spawn startups in the life sciences sector that are a major economic driver in the region.

The state's manufacturing sector may not be what it was during the heyday of Pittsburgh's dominance in the steel industry and Philadelphia's claim to be "Workshop of the World," but the state's share of manufacturing employment remains above the national average. Output of pharmaceuticals remains an engine of growth, while the rapid increase in the state's production of natural gas liquids provides the basis for gains in production of chemicals and plastics.

Pennsylvania's transportation and warehousing sector continues to benefit from its location in the midst of tens of millions of people along the Northeast Corridor, and access via interstate highways, railroads, ocean and river ports, and air cargo hubs. The northeastern part of the state in particular provides a lower-cost distribution hub for cargo coming through the ports around New York City.

Population

The Commonwealth is highly urbanized. Its largest metropolitan statistical areas include the cities of Philadelphia and Pittsburgh, which together contain most of the state's total population. According to the U.S. Census Bureau, the population of Pennsylvania was just under 13.1 million people in 2024. Pennsylvania's population growth is stagnant, and it has a higher percentage of the individuals aged 45 or over compared to the nation or its region. The following tables present the population trend from 2020 to 2024 and the age distribution of the population for 2024.

Population Trends Pennsylvania, Region, and the United States 2020-2024

Total Population (Amounts in Thousands)				Total Population as a share of 2020 base			
As of July 1	Pennsylvania	Region ^a	United States	Pennsylvania	Region ^a	United States	
2020	12,996	72,443	331,578	100.0	%	100.0	%
2021	13,016	72,200	332,100	100.1	%	99.7	%
2022	12,985	72,109	334,017	99.9	%	99.5	%
2023	13,018	72,405	336,806	100.2	%	99.9	%
2024	13,079	72,929	340,111	100.6	%	100.7	%

^a Region: Pennsylvania, Delaware, Maryland, New Jersey, New York, Ohio, Virginia, West Virginia, and Washington D.C.
Source: U.S. Census Bureau.

Population by Age Group - 2024 Pennsylvania, Region, and the United States

Age	Pennsylvania		Region ^a		United States	
Under 5 Years	5.1	%	5.3	%	5.4	%
5-24 Years	24.1	%	24.4	%	25.2	%
25-44 Years	25.8	%	26.6	%	27.1	%
45-64 Years	24.7	%	24.8	%	24.3	%
65 Years and over	20.4	%	18.9	%	18.0	%

^a Region: Pennsylvania, Delaware, Maryland, New Jersey, New York, Ohio, Virginia, West Virginia, and Washington D.C.
Source: U.S. Census Bureau.

Employment

Preliminary data for 2025 show that non-agricultural employment grew compared to the previous year, not just in Pennsylvania, but also across the region and throughout the United States. The following table shows employment trends in those areas from 2021 to 2025.

Non-Agricultural Establishment Employment Trends Pennsylvania, Region, and the United States 2021-2025

Calendar Year	Total Establishment Employment (Amounts in Thousands)			Total Establishment Employment as a share of 2021 base				
	Pennsylvania	Region ^a	United States	Pennsylvania		Region ^a		United States
2021	5,761	32,736	146,277	100.0	%	100.0	%	100.0
2022	5,986	34,010	152,536	103.9	%	103.9	%	104.3
2023	6,087	34,652	155,879	105.7	%	105.9	%	106.6
2024	6,142	35,077	157,960	106.6	%	107.2	%	108.0
2025 ^b	6,230	35,389	159,402	108.1	%	108.1	%	109.0

^a Region: Pennsylvania, Delaware, Maryland, New Jersey, New York, Ohio, Virginia, West Virginia, and Washington D.C.

^b 2025 Figures are preliminary representing averages of year-to-date data.

Source: U.S. Bureau of Labor Statistics.

Non-manufacturing employment in Pennsylvania increased in 2025 to 91.0 percent of total non-agricultural employment from 90.8 percent during the previous year. Manufacturing, contributing 9.0 percent of 2025 non-agricultural employment, has fallen behind the services, trade, and government sectors as the fourth largest single source of employment within the Commonwealth. In 2025, the services sector accounted for 51.3 percent of all non-agricultural employment while the trade sector accounted for 13.0 percent. The following table shows trends in employment by sector for Pennsylvania from 2021 through 2025.

Non-Agricultural Establishment Employment by Sector Pennsylvania 2021-2025

	Calendar Year									
	(Amounts in Thousands)									
	2021		2022		2023		2024		2025 ^a	
	Employees	%	Employees	%	Employees	%	Employees	%	Employees	%
Manufacturing:										
Durable	321.6	5.6	332.5	5.6	334.4	5.5	330.8	5.4	329.7	5.3
Non-Durable	222.8	3.9	231.5	3.9	232.2	3.8	231.9	3.8	232.5	3.7
Total Manufacturing	544.5	9.5	563.9	9.4	566.7	9.3	562.7	9.2	562.3	9.0
Non-Manufacturing:										
Trade ^b	791.6	13.7	811.0	13.5	811.7	13.3	806.9	13.1	807.0	13.0
Finance ^c	331.0	5.7	336.1	5.6	340.7	5.6	339.9	5.5	343.6	5.5
Services ^d	2,829.7	49.1	2,984.9	49.9	3,065.2	50.4	3,117.9	50.8	3,193.4	51.3
Government	676.7	11.7	677.9	11.3	687.7	11.3	699.9	11.4	704.4	11.3
Utilities ^e	310.7	5.4	331.2	5.5	331.6	5.4	333.0	5.4	336.7	5.4
Construction	254.9	4.4	259.1	4.3	260.7	4.3	260.0	4.2	260.7	4.2
Mining	21.5	0.4	22.0	0.4	22.6	0.4	21.6	0.4	21.7	0.3
Total Non-Manufacturing ..	5,216.1	90.5	5,422.3	90.6	5,520.3	90.7	5,579.3	90.8	5,667.4	91.0
Total Employees	5,760.5	100.0	5,986.2	100.0	6,086.9	100.0	6,141.9	100.0	6,229.7	100.0

^a 2025 Figures are preliminary representing averages of year-to-date data.

^b Wholesale and Retail Trade.

^c Finance, Insurance, and Real Estate.

^d Information, Professional and Business Services, Education and Health Services, Leisure and Hospitality, and Other Services.

^e Transportation, Warehousing, and Utilities.

Source: U.S. Bureau of Labor Statistics.

The following table presents the percentages of non-agricultural employment in various sectors in Pennsylvania and the United States in 2025.

Non-Agricultural Establishment Employment by Sector Pennsylvania and the United States

	2025 Calendar Year ^a			
	Pennsylvania		United States	
Manufacturing	9.0	%	8.0	%
Trade..... ^b	13.0	%	13.6	%
Finance	5.5	%	5.8	%
Services	51.3	%	47.6	%
Government	11.3	%	14.8	%
Utilities	5.4	%	4.6	%
Construction.....	4.2	%	5.2	%
Mining	0.3	%	0.4	%
Total	100.0	%	100.0	%

^a Figures are preliminary representing averages of year-to-date data.

^b Wholesale and Retail Trade.

^c Finance, Insurance, and Real Estate.

^d Information, Professional and Business Services, Education and Health Services, Leisure and Hospitality, and Other Services.

^e Transportation, Warehousing, and Utilities.

Source: U.S. Bureau of Labor Statistics.

The table below presents trends in manufacturing employment by industry in Pennsylvania from 2021 to 2025. In 2025, the state's manufacturing employment is projected at 562,300 workers, with durable goods industries accounting for 58.6 percent of that total. Within durable goods, fabricated metals remains the largest sector, followed by machinery and transportation equipment. The non-durable goods sector, comprising 41.4 percent of manufacturing employment, includes key industries like food and chemical products. In recent years, manufacturing employment stagnated despite previous gains.

Manufacturing Establishment Employment by Industry Pennsylvania 2021-2025

	Calendar Year									
	(Amounts in Thousands)									
	2021	%	2022	%	2023	%	2024	%	2025 ^a	%
Durable Goods:										
Primary Metals	31.0	5.7	33.2	5.9	34.1	6.0	33.9	6.0	33.2	5.9
Fabricated Metals	76.9	14.1	79.2	14.0	79.9	14.1	79.2	14.1	79.9	14.2
Machinery (excluding electrical)	42.7	7.8	44.7	7.9	45.4	8.0	44.8	8.0	44.8	8.0
Electrical Equipment	25.4	4.7	25.3	4.5	25.4	4.5	25.5	4.5	25.6	4.6
Transportation Equipment	35.5	6.5	36.7	6.5	37.5	6.6	37.9	6.7	37.3	6.6
Furniture Related Products	15.1	2.8	15.6	2.8	15.2	2.7	14.6	2.6	14.4	2.6
Other Durable Goods	95.0	17.5	97.8	17.3	97.0	17.1	95.0	16.9	94.6	16.8
Total Durable Goods	321.6	59.1	332.5	59.0	334.4	59.0	330.8	58.8	329.7	58.6
Non-Durable Goods:										
Pharmaceutical/ Medicine	20.5	3.8	20.9	3.7	20.6	3.6	20.2	3.6	20.1	3.6
Food Products	73.2	13.5	77.8	13.8	80.3	14.2	81.8	14.5	84.0	14.9
Chemical Products	43.6	8.0	44.4	7.9	44.2	7.8	43.4	7.7	43.1	7.7
Printing and Publishing	18.7	3.4	18.6	3.3	18.0	3.2	17.4	3.1	17.1	3.0
Plastics/Rubber Products	39.7	7.3	41.3	7.3	39.9	7.0	39.7	7.0	38.8	6.9
Other Non-Durable Goods	27.0	5.0	28.4	5.0	29.3	5.2	29.4	5.2	29.5	5.2
Total Non-Durable Goods	222.8	40.9	231.5	41.0	232.2	41.0	231.9	41.2	232.5	41.4
Total Manufacturing Employees	544.5	100.0	563.9	100.0	566.7	100.0	562.7	100.0	562.3	100.0

^a 2025 Figures are preliminary representing averages of year-to-date data.
Source: U.S. Bureau of Labor Statistics.

Unemployment

In 2024, Pennsylvania had an annual unemployment rate of 3.6 percent, which was lower than the United States unemployment rate of 4.0 percent. As of November 2025, Pennsylvania's annual average monthly unemployment rate increased to 4.1 percent. Data for October 2025 were not collected due to the federal government shutdown, which may affect year-over-year comparability. The following table represents the annual unemployment rate in Pennsylvania, its region, and the United States from 2021 through 2025.

Annual Average Unemployment Rate Pennsylvania, Region, and the United States 2021-2025

Calendar Year	Pennsylvania		Region ^a		United States	
2021	5.9	%	5.9	%	5.3	%
2022	4.1	%	3.8	%	3.6	%
2023	3.7	%	3.6	%	3.6	%
2024	3.6	%	3.9	%	4.0	%
2025 ^b	4.1	%	3.6	%	4.3	%

^a Region: Pennsylvania, Delaware, Maryland, New Jersey, New York, Ohio, Virginia, West Virginia, and Washington D.C.

^b 2025 Figures are preliminary representing averages of year-to-date data, which exclude the month of October. Data for October 2025 were not collected due to the federal government shutdown.

Source: U.S. Bureau of Labor Statistics.

The following table presents the thirty largest non-governmental employers in Pennsylvania:

Commonwealth of Pennsylvania Thirty Largest Non-Governmental Employers 2nd Quarter, 2025

Company	Rank	Company	Rank
Wal-Mart Associates Inc	1	Federal Express Corp.....	16
Trustees of the University of PA	2	Lehigh Valley Hospital Center	17
Giant Food Stores LLC	3	Merck Sharp & Dohme Corporation	18
Amazon.com Services Inc	4	Giant Eagle Inc	19
Pennsylvania State University	5	Vanguard Group Inc	20
UPMC Presbyterian Shadyside	6	Wawa Inc.....	21
United Parcel Service Inc.....	7	Comcast Cablevision Corp (PA).....	22
The Children's Hospital of Philadelphia	8	Universal Protection Service LLC.....	23
University of Pittsburgh	9	Western Penn Allegheny Health.....	24
Lowe's Home Centers LLC	10	Sheetz Inc.....	25
Saint Luke's Hospital	11	Milton S Hershey Medical Center	26
PNC Bank NA	12	Excel Companion Care LLC	27
Home Depot USA Inc	13	Bayada Home Health Care Inc.....	28
Target Corporation.....	14	Albert Einstein Medical Center	29
Weis Markets Inc	15	Wegmans Food Markets Inc.....	30

Source: Pennsylvania Department of Labor & Industry.

Personal Income

In 2023, total personal income in the Commonwealth reached \$893.6 billion, a 5.3 percent increase over the previous year. Meanwhile, national personal income saw a higher growth of 5.9 percent during the same period. Per capita income in the Commonwealth stood at \$68,945, slightly below the national figure of \$69,810. The following tables represent annual personal income data and per capita income from 2019 through 2023.

Personal Income Pennsylvania, Region, and the United States 2019-2023^a

Calendar Year	Total Personal Income (Dollar Amounts in Millions)			Total Personal Income As a share of 2019 Base			
	Pennsylvania	Region ^b	United States ^c	Pennsylvania	Region ^b	United States ^c	
2019	\$ 729,329	\$ 4,349,880	\$ 18,349,584	100.0	%	100.0	%
2020	\$ 782,959	\$ 4,601,989	\$ 19,600,945	107.4	%	105.8	%
2021	\$ 830,115	\$ 4,937,874	\$ 21,403,979	113.8	%	113.5	%
2022	\$ 848,383	\$ 5,046,383	\$ 22,077,232	116.3	%	116.0	%
2023	\$ 893,649	\$ 5,336,927	\$ 23,380,269	122.5	%	122.7	%

^a More recent federal data has not yet been released.

^b Region: Pennsylvania, Delaware, Maryland, New Jersey, New York, Ohio, Virginia, West Virginia, and Washington D.C.

^c Sum of states.

Source: U.S. Bureau of Economic Analysis.

Per Capita Income Pennsylvania, Region, and the United States 2019-2023^a

Calendar Year	Per Capita Income			As a share of United States		
	Pennsylvania	Region ^b	United States	Pennsylvania	Region ^b	
2019	\$ 56,139	\$ 60,006	\$ 55,566	101.0	%	108.0
2020	\$ 60,249	\$ 63,532	\$ 59,123	101.9	%	107.5
2021	\$ 63,788	\$ 68,397	\$ 64,460	99.0	%	106.1
2022	\$ 65,401	\$ 70,115	\$ 66,244	98.7	%	105.8
2023	\$ 68,945	\$ 74,138	\$ 69,810	98.8	%	106.2

^a More recent federal data has not yet been released.

^b Region: Pennsylvania, Delaware, Maryland, New Jersey, New York, Ohio, Virginia, West Virginia, and Washington D.C.

Source: U.S. Bureau of Economic Analysis.

In 2025, the Commonwealth's average hourly wage rate for manufacturing and production workers increased modestly to \$33.09, while to the national average rate increased to \$35.41. The following table presents the average hourly wage rates for 2021 through 2025.

Average Hourly Wages Production Workers on Manufacturing Payrolls Pennsylvania and the United States 2021-2025

Calendar Year	Pennsylvania	United States
2021.....	\$ 28.82	\$ 29.66
2022.....	\$ 30.55	\$ 30.94
2023.....	\$ 31.95	\$ 32.41
2024.....	\$ 32.97	\$ 33.97
2025..... ^a	\$ 33.09	\$ 35.41

^a 2025 Figures are preliminary representing averages of year-to-date data
Source: U.S. Bureau of Labor Statistics.

Market and Assessed Valuation of Real Property

Annually, the State Tax Equalization Board, Tax Equalization Division (STEB) calculates an aggregate market value of all taxable real property in the Commonwealth. This determination involves applying assessment to sales ratio studies to assessment valuations provided by local assessing officials. The market values certified by STEB include taxable properties, exclude tax-exempt ones, and include adjustments for preferential assessments granted to specific farm and forestlands.

The table below shows the assessed valuation certified by the counties, along with the market value and the assessed to market value ratio determined by STEB for real property from 2020 to 2024. When computing the market values for odd-numbered years, STEB is legally constrained to certify changes resulting from properties added to or removed from the assessment rolls. In even-numbered years, STEB can adjust the market valuation to reflect changes in real estate values or other economic factors.

Valuations of Taxable Real Property 2020-2024

Calendar Year	Market Value ^a	Assessed Valuation	Rate of Assessed Valuation to Market Value ^a	
2020	\$ 965,836,433,494	\$ 696,790,394,130	72.1	%
2021	\$ 975,443,133,973	\$ 729,487,795,164	74.8	%
2022	\$ 1,057,970,532,347	\$ 735,677,350,066	69.5	%
2023	\$ 1,069,761,081,286	\$ 773,981,821,412	72.4	%
2024	\$ 1,188,238,228,083	\$ 795,051,004,907	66.9	%

^a Market Value difference between Regular Assessment and Preferential Assessment under Act 319 of 1974.
Source: Annual Certifications by the State Tax Equalization Board.



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