

## GENERAL FUND STATUS - FUND BALANCE SUMMARY

With Governor's Proposed 2026-2027 Biennial Budget (LD 210) and EFY 2025 Supplemental (LD 209) CA <sup>1</sup>

	FY 25	FY 26	FY 27
<b>AVAILABLE FUNDS</b>			
Undedicated Revenue:			
December 2024 Revenue Forecast	\$5,581,157,269	\$5,538,177,275	\$5,686,239,390
EFY 2025 Supplemental Budget (LD 209 - CA)	(\$2,724,413)	(\$827,814)	(\$392,171)
Governor's Proposed Biennial Budget Adjustments (LD 210)	\$0	\$61,810,109	\$94,876,409
<b>Subtotal - Undedicated Revenue</b>	<b>\$5,578,432,856</b>	<b>\$5,599,159,570</b>	<b>\$5,780,723,628</b>
Transfers/Adjustments to Balance:			
Through 131st Legislature	(\$249,934,113)	\$0	\$0
EFY 2025 Supplemental Budget (LD 209 - CA)	(\$7,250,000)	\$0	\$0
Governor's Proposed Biennial Budget Adjustments (LD 210)	\$0	\$98,776,165	\$0
<b>Subtotal - Transfers/Adjustments to Balance</b>	<b>(\$257,184,113)</b>	<b>\$98,776,165</b>	<b>\$0</b>
<b>TOTAL PROJECTED RESOURCES</b>	<b>\$5,321,248,743</b>	<b>\$5,697,935,735</b>	<b>\$5,780,723,628</b>
<b>APPROPRIATIONS</b>			
Appropriations through 131st Leg. / 2026-2027 Budget Baseline LD 210	\$5,393,644,807	\$5,488,838,763	\$5,520,355,596
EFY 2025 Supplemental Budget (LD 209 - CA)	\$120,672,697	\$0	\$0
Governor's Proposed Biennial Budget Adjustments (LD 210)	\$0	\$271,116,342	\$346,372,887
<b>TOTAL APPROPRIATIONS</b>	<b>\$5,514,317,504</b>	<b>\$5,759,955,105</b>	<b>\$5,866,728,483</b>
<i>Approp. Limit 12/1/2024 BoB Calc. (Gov Proposed Suspends for FY25 and FY26)</i>	\$5,421,020,078	\$5,662,186,809	\$5,974,430,185
<i>Appropriations Above+/Below- Appropriations Limit</i>	\$93,297,426	\$97,768,296	-\$107,701,702
<b>NET CHANGE (Resources less Appropriations)</b>	<b>(\$193,068,761)</b>	<b>(\$62,019,370)</b>	<b>(\$86,004,855)</b>
<b>BEGINNING BALANCE</b>	<b>\$321,702,794</b>	<b>\$128,634,033</b>	<b>\$66,614,662</b>
<b>NET CHANGE (FROM ABOVE)</b>	<b>(\$193,068,761)</b>	<b>(\$62,019,370)</b>	<b>(\$86,004,855)</b>
<b>ENDING BALANCE</b>	<b>\$128,634,033</b>	<b>\$66,614,662</b>	<b>(\$19,390,192)</b>

**Notes:**

<sup>1</sup> Reflects all actions through the close of the 131st Legislature 2nd Regular Session, the December 2024 Revenue Forecast, the EFY 2025 Supplemental Budget (LD 209) Committee Amendment and the Governor's Proposed 2026-2027 Biennial Budget (LD 210).

	FY 26	FY 27
<b>Proposed Undedicated Revenue:</b>		
<b>Part E-1.</b> Increases the cigarette excise tax rate by 50 mills, changing the rate per pack of 20 cigarettes from \$2 to \$3, and the rate per cigarette from 10¢ to 15¢. This cigarette tax rate increase also causes the tobacco products tax rate to increase by an equivalent amount automatically under 36 M.R.S. § 4403(5).	\$26,543,900	\$53,397,200
<b>Part F-1.</b> Reduces the cannabis excise tax rates by one-third and concurrently increases the sales tax on adult use cannabis to 14%. It also changes the adult use cannabis sales tax and excise tax transfers to the Adult Use Cannabis Public Health and Safety and Municipal Opt-in Fund from 12% to 9%.	\$1,707,850	\$4,710,800
<b>Part G-1.</b> This section relocates the taxable services and related provisions under the service provider tax to the sales tax and its accompanying 5.5% rate and repeals the service provider tax effective 1/1/2026.	\$1,657,750	-\$3,382,950
<b>Part G-2.</b> This section adds digital audio-visual and digital audio services to taxable services under the sales tax, broadening and merging with the related digital services and products previously taxed under the service provider tax, and harmonizing sales taxation of such services and products with lease stream taxation of rental payments.	\$4,601,800	\$11,381,000
<b>Part G-3.</b> This section provides a broader and simpler sales and use tax exemption for durable medical equipment (DME), breast pumps, and mobility enhancing equipment for home use or use in a motor vehicle.	-\$297,350	-\$730,550
<b>Part H-1.</b> Establishes a phase-out of the pension deduction for nonmilitary pensions under the income tax based on the income of the taxpayer. The phase-out begins with income over \$100,000 for individuals, \$150,000 for heads of households and \$200,000 for married individuals filing jointly and adjusts these amounts for inflation.	\$20,890,500	\$22,496,000
<b>Part QQ-1.</b> Directs a portion of the real estate transfer tax to the General Fund: \$4,847,891 in fiscal year 2025-26 and \$5,147,141 in fiscal year 2026-27 from the total transfers pursuant to subparagraph 3 to the Housing Opportunities for Maine Fund in Title 30-A, section 4852, must be transferred to the General Fund revenue.	\$4,847,891	\$5,147,141
<b>Part XX-1.</b> This Part clarifies the licensing fees and terms for agencies that provide services to adults with certain conditions pursuant to PL 2023 c. 89, An Act to Authorize the Department of Health and Human Services to License Home-based and Community-based Services for Persons with an Intellectual Disability, Autism Spectrum Disorder or a Related Condition or an Acquired Brain Injury and Define Autism Spectrum Disorder.	\$47,768	\$47,768
<b>Part NNN-1.</b> Increases fishing license fees, assessed by the Department of Inland Fisheries and Wildlife, by \$7.	\$1,750,000	\$1,750,000
<b>Part VVV-1.</b> Increases the fees charged to an individual applying for or renewing a permit to carry a concealed handgun. The bill also increases the portion of the fee paid to the Treasurer of State.	\$60,000	\$60,000
<b>Undedicated Revenue Subtotal</b>	<b>\$61,810,109</b>	<b>\$94,876,409</b>

<b>Proposed Transfers and Adjustments to Balances:</b>	<b>FY 26</b>	<b>FY 27</b>
<b>Part P-1.</b> By June 30, 2026, the State Controller shall transfer \$42,393,017 from the interest earnings on the Federal Expenditures Fund - ARP State Fiscal Recovery Fund and the Federal Expenditures - ARP Fund to the unappropriated surplus of the General Fund.	\$42,393,017	\$0
<b>Part Q 1-12.</b> Authorizes the State Controller to transfer cash balances in various Department of Administrative and Financial Services accounts to the unappropriated surplus of the General Fund by June 30, 2026.	\$6,306,133	\$0
<b>Part W-1.</b> By June 30, 2026, the State Controller shall transfer \$500,000 from the unappropriated surplus of the General Fund to the Department of Agriculture, Conservation and Forestry, Other Special Revenue Funds Community-based greenhouse - Bureau of Agriculture for one-time funding for grants for durable (glass, polycarbonate, etc.) greenhouse structures and associated siting and installation costs to schools, community centers, and other eligible public entities as determined by the Department of Agriculture, Conservation and Forestry for shared and educational uses, and to enhance community-based opportunities for food production.	-\$500,000	\$0
<b>Part Y-1.</b> By June 30, 2026, the State Controller shall transfer \$2,500,000 from the unappropriated surplus of the General Fund to the Department of Inland Fisheries and Wildlife, Office of the Commissioner - Inland Fisheries and Wildlife, Other Special Revenue Funds account for the purpose of funding unmet capital construction and repair needs for state dams.	-\$2,500,000	\$0
<b>Part DD-1.</b> By June 30, 2026, the State Controller shall transfer \$3,661,559 from the unappropriated surplus of the General Fund to the Department of Corrections, Administration - Corrections, Other Special Revenue Funds account for one-time implementation costs of the offender management system.	-\$3,661,559	\$0
<b>Part II-1.</b> By June 30, 2026, the State Controller shall transfer \$45,000,000 from the Department of Education, Education Stabilization Fund, Other Special Revenue Funds account, to the General Fund unappropriated surplus.	\$45,000,000	\$0
<b>Part II-2.</b> By June 30, 2026, the State Controller shall transfer \$2,214,574 from the Department of Education, Fund for the Efficient Delivery of Educational Services, Other Special Revenue Funds account to the General Fund unappropriated surplus.	\$2,214,574	\$0
<b>Part JJ-1.</b> By June 30, 2026, \$10,000,000 from unencumbered balance forward from the Department of Education, General Purpose Aid for Local Schools, General Fund carrying account, All Other line category lapses to the unappropriated surplus of the General Fund.	\$10,000,000	\$0
<b>Part NN-1.</b> By June 30, 2026, the State Controller shall transfer \$1,376,000 from the unappropriated surplus of the General Fund to the Department of Environmental Protection, Maine Ground and Surface Water Clean-up and Response Fund, Other Special Revenue Funds account to support Capital Expenditures within the program.	-\$1,376,000	\$0
<b>Part PP-1.</b> By June 30, 2026, the State Controller shall transfer \$3,000,000 from the unappropriated surplus of the General Fund to the Maine State Housing Authority, Housing Authority - State, Other Special Revenue Funds account to support a manufactured home and mobile home park preservation and assistance program. Before June 30, 2027, unobligated amounts remaining from this transfer must be transferred back to the General Fund.	-\$3,000,000	\$0
<b>Part HHH-1.</b> By June 30, 2026, \$1,500,000 of the unexpended balance from the Maine Background Check Program, Other Special Revenue Funds account lapses to the unappropriated surplus of the General Fund.	\$1,500,000	\$0
<b>Part XXX-1.</b> By June 30, 2026, the State Controller shall transfer \$2,400,000 from the Department of Public Safety, Administration-Public Safety, Other Special Revenue Funds account to the unappropriated surplus of the General Fund. Funds were transferred to this program in Public Law 2023, chapter 643, Part VVV to fund certain first responder overtime costs associated with the Lewiston mass casualty even on October 25, 2023 and the subsequent apprehension operation.	\$2,400,000	\$0
<b>Transfers and Adjustments to Balances Subtotal</b>	<b>\$98,776,165</b>	<b>\$0</b>
<b>Proposed Appropriations and Deappropriations:</b>	<b>FY 26</b>	<b>FY 27</b>
GPA Spending	\$63,893,687	\$92,610,521
MaineCare Spending	\$189,067,429	\$196,301,442
MaineCare Savings / Reductions	-\$6,106,323	-\$17,258,261
Other HHS Spending	\$27,174,239	\$29,425,572
Other HHS Savings/Reductions	-\$33,978,300	-\$35,103,300
Higher Education Spending	\$36,168,030	\$45,281,102
Retirement Spending	\$11,476,453	\$18,024,204
Debt Service Costs	\$3,694,771	\$15,469,654
Debt Service Savings/Reductions	-\$4,727,658	-\$5,313,358
Tax Reimbursement Savings/Reductions	-\$13,364,497	-\$10,364,497
Tax Reimbursement Spending	\$2,750,000	\$4,250,000
Misc. Spending	\$42,934,443	\$46,235,569
Misc. Savings / Reductions	-\$3,527,651	-\$3,574,741
Health Insurance Savings/Reductions	-\$2,600,000	-\$2,600,000
Salary and Wage Costs	\$19,336,977	\$20,295,666
Salary and Wage Savings/Reductions	-\$22,219,283	-\$22,977,497
Funding Shifted To/From Other Funds	-\$38,606,614	-\$24,091,841
Intrafund Transfers To/From Other Programs	-\$249,361	-\$237,348
<b>Appropriations and Deappropriations Subtotal</b>	<b>\$271,116,342</b>	<b>\$346,372,887</b>