

Alternative Governor's Proposed 2026 Supplemental Omnibus Operating Budget Official Outlook

Prepared at the request of OFM Director Chapman-See*

Funds Subject to Outlook NGF-O

(Dollars in Millions)

	2025-27			2027-29		
	FY 2026	FY 2027	2025-27	FY 2028	FY 2029	2027-29
Beginning Balance	2,536	943	2,536	135	-1,148	135
Forecasted Revenues	36,302	38,147	74,449	38,903	40,450	79,352
November 2025 Revenue Forecast (NGF-O)	36,302	38,147	74,449	38,903	40,450	79,352
Addtl Revenue Based on 4.5% Growth Rate Assumption	0	0	0	961	1,208	2,168
Remove the 4.5% Additional Revenue Assumption	0	0	0	-961	-1,208	-2,168
Other Resource Changes	938	367	1,306	-203	-205	-408
GF-S Transfer to BSA (1%)	-340	-360	-700	-370	-385	-755
Prior Period Adjustments	73	20	93	20	20	41
Enacted Fund Transfers	612	13	625	4	4	7
Other Proposed Transfers	9	114	123	0	0	0
BSA Transfers	514	366	880	0	0	0
Revenue Legislation	0	144	144	149	161	310
Budget Driven Revenue	-4	-6	-10	-5	-5	-10
Adjusted Capital Gains Tax Distributions	75	75	150	0	0	0
Total Revenues and Resources	39,776	39,457	78,290	38,835	39,097	79,080
Enacted Appropriations	38,471	39,387	77,858	39,763	40,568	80,331
Maintenance Level Total	572	673	1,244	606	519	1,125
K-12 Education	122	119	241	126	93	219
Low Income Health Care & Comm Behavioral Health	193	159	352	173	178	351
Social & Health Services	89	215	305	149	101	250
Higher Education	24	35	59	33	50	83
Corrections	34	30	64	25	25	50
Children, Youth, and Families	123	154	277	166	168	333
All Other	-1	3	3	-2	-3	-5
Debt Service	-13	-42	-55	-63	-94	-157
Policy Level Total	218	-303	-85	59	231	289
K-12 Education	1	-72	-72	-83	-63	-146
Low Income Health Care & Comm Behavioral Health	51	-13	38	21	16	37
Social & Health Services	8	-7	1	41	94	135
Higher Education	2	-15	-12	-28	-28	-56
Corrections	53	78	131	61	60	121
Children, Youth, and Families	319	-26	292	-70	-17	-86
All Other	-216	-253	-469	37	20	57
Compensation & Benefits	0	5	5	69	75	144
Debt Service	0	0	0	9	75	84
Reversions**	-427	-435	-862	-444	-455	-899
Revised Appropriations	38,833	39,322	78,155	39,983	40,863	80,846
Projected Ending Balance	943	135	135	-1,148	-1,766	-1,766
Budget Stabilization Account						
Beginning Balance	1,269	1,000	1,269	1,026	1,427	1,026
GF-S Transfer to BSA (1%)	340	360	700	370	385	755
Appropriations from BSA	-139	0	-139	0	0	0
BSA Transfers	-514	-366	-880	0	0	0
Interest Earnings	44	32	76	31	44	75
Budget Stabilization Account Ending Balance	1,000	1,026	1,026	1,427	1,856	1,856
Total Reserves	1,943	1,161	1,161	279	89	89
% of Reserves to Revenues and Other Resource Changes						
NGF-O	5.2%	3.0%		0.7%	0.2%	
Budget Stabilization Account	2.5%	0.4%		-3.0%	-4.4%	
	2.7%	2.7%		3.7%	4.6%	

Notes:

* This alternative Outlook was prepared at the request of OFM Director Chapman-See and is not the adopted Outlook for the Governor's Proposed 2026 Supplemental Operating Budget.

** Reversions are the estimated appropriations that will be unspent and revert to the state for reappropriation. This alternative Outlook assumes GF-S reversions of 1% in each fiscal year.