

## Reserve for Salary Adjustments

### OPM20100

#### Budget Summary

Account	Actual FY 23	Actual FY 24	Appropriation FY 25	Governor Recommended		Legislative	
				FY 26	FY 27	FY 26	FY 27
Other Current Expenses							
Reserve For Salary Adjustments	-	10,288,171	48,184,698	118,165,598	222,551,369	18,165,598	186,551,369
Agency Total - General Fund	-	10,288,171	48,184,698	118,165,598	222,551,369	18,165,598	186,551,369
Reserve For Salary Adjustments	-	-	7,736,356	10,868,037	19,864,541	10,868,037	19,864,541
Agency Total - Special Transportation Fund	-	-	7,736,356	10,868,037	19,864,541	10,868,037	19,864,541
Total - Appropriated Funds	-	10,288,171	55,921,054	129,033,635	242,415,910	29,033,635	206,415,910

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 26	FY 27	FY 26	FY 27	FY 26	FY 27

### *Policy Revisions*

#### Adjust RSA to Account for Carryforward Funding from FY 25

Reserve For Salary Adjustments	-	-	(100,000,000)	(36,000,000)	(100,000,000)	(36,000,000)
<b>Total - General Fund</b>	-	-	<b>(100,000,000)</b>	<b>(36,000,000)</b>	<b>(100,000,000)</b>	<b>(36,000,000)</b>

#### Legislative

Reduce funding by \$100 million in FY 26 and \$36 million in FY 27 in the Reserve for Salary Adjustments account within the Office of Policy and Management to reflect the use of carryforward funding from FY 25.

### *Current Services*

#### Provide Funding for Anticipated Accruals and Wage Agreement

Reserve For Salary Adjustments	69,980,900	174,366,671	69,980,900	174,366,671	-	-
<b>Total - General Fund</b>	<b>69,980,900</b>	<b>174,366,671</b>	<b>69,980,900</b>	<b>174,366,671</b>	<b>-</b>	<b>-</b>
Reserve For Salary Adjustments	3,131,681	12,128,185	3,131,681	12,128,185	-	-
<b>Total - Special Transportation Fund</b>	<b>3,131,681</b>	<b>12,128,185</b>	<b>3,131,681</b>	<b>12,128,185</b>	<b>-</b>	<b>-</b>

#### Governor

Provide funding of \$69,980,900 to the General Fund and \$3,131,681 to the Special Transportation Fund in FY 26 and \$174,366,671 to the General Fund and \$12,128,185 to the Special Transportation Fund in FY 27 for accruals and anticipated wage agreements.

#### Legislative

Same as Governor

### *Carryforward*

#### Provide Funding for Anticipated Wage Agreements

Reserve For Salary Adjustments	-	-	100,000,000	36,000,000	100,000,000	36,000,000
<b>Total - Carry Forward Funding</b>	-	-	<b>100,000,000</b>	<b>36,000,000</b>	<b>100,000,000</b>	<b>36,000,000</b>

Account	Governor Recommended		Legislative		Difference from Governor	
	FY 26	FY 27	FY 26	FY 27	FY 26	FY 27

### Background

Section 35 of PA 25-168, the FY 26 and FY 27 Budget, carries forward \$258 million in unexpended balances from various FY 25 General Fund accounts to fund requirements for the Reserve for Salary Adjustments in FY 26 and FY 27 and to the State Comptroller – Fringe Benefits, for State Employees Health Services Costs in FY 26.

### Legislative

Provide funding of \$100 million in FY 26 and \$36 million in FY 27 for costs related to wage agreements.

## Totals

Budget Components	Governor Recommended		Legislative		Difference from Governor	
	FY 26	FY 27	FY 26	FY 27	FY 26	FY 27
FY 25 Appropriation - GF	48,184,698	48,184,698	48,184,698	48,184,698	-	-
Policy Revisions	-	-	(100,000,000)	(36,000,000)	(100,000,000)	(36,000,000)
Current Services	69,980,900	174,366,671	69,980,900	174,366,671	-	-
<b>Total Recommended - GF</b>	<b>118,165,598</b>	<b>222,551,369</b>	<b>18,165,598</b>	<b>186,551,369</b>	<b>(100,000,000)</b>	<b>(36,000,000)</b>
FY 25 Appropriation - TF	7,736,356	7,736,356	7,736,356	7,736,356	-	-
Current Services	3,131,681	12,128,185	3,131,681	12,128,185	-	-
<b>Total Recommended - TF</b>	<b>10,868,037</b>	<b>19,864,541</b>	<b>10,868,037</b>	<b>19,864,541</b>	<b>-</b>	<b>-</b>