



THE GENERAL COURT OF MASSACHUSETTS
STATE HOUSE, BOSTON, 02133-1053

Fair Share Supplemental Budget *Fact Sheet and Highlights*

- \$1.8 billion total spend
 - \$1.3 billion Fair Share surplus
 - \$507 million in General Fund
- Fair Share Highlights
- \$885 million towards Transportation:
 - \$740 million towards the MBTA
 - \$525 million for Deficiency Reserve
 - \$125 million for Workforce & Safety Reserve
 - \$60 million for MBTA Physical Infrastructure with a focus on the core subway system
 - \$20 million for Low income Reduced Fares
 - \$10 million for water infrastructure
 - Other transportation items:
 - \$50 million for Snow and Ice costs
 - \$25 million for Regional Transit Authorities Workforce Development
 - \$30 million to fund the Sustainable Aviation Fuel (SAF) Credit
 - \$30 million for MassDOT Service Investments
- \$417 million towards Education:
 - \$150 million towards Special Education Circuit Breaker costs
 - \$150 million to fund Early Education Childcare costs
 - \$38.7 million for EEC Income Eligibility waitlist
 - Includes \$8 million for childcare for childcare providers and \$7.5 million for loan forgiveness program for providers.
 - \$20 million for Green SchoolWorks program to help schools with clean energy upgrades
 - \$18.3 million for Financial Aid Supplements
 - \$20 million endowment Match for UMass and other state colleges and universities

- \$5.1 million for Tomorrow's Teachers Loan Forgiveness program
- \$5 million for ESOL Services Waitlist
- General Fund Spending
- \$507 million in General Fund dollars to fund deficiencies and other items
 - \$300 million for Group Insurance Commission
 - \$54.4 million for Sheriffs Deficiency
 - Represents half of the FY25 deficiency
 - Requires reporting on the expenses of proposed usage of the funds.
 - \$41.6 million for DTA Case workers
 - \$10 million for FIFA Boston for World Cup related expenses
- OB3 Tax Conformity Changes
- Largely follows language the Governor filed earlier this year to delay implementation of the tax changes for 1 to 2 years
 - Research and Experimental credit delayed 1 year
 - Modification of Business Interest, Depreciable Asset Expensing, Qualified Production Properties delayed 2 years
 - Modification of Qualified Opportunity Zone Investments delayed 2 years.
 - Once changes go into effect it will represent approximately \$400 million revenue loss for the Commonwealth.
- If the ballot question to lower the state income tax from 5% to 4% passes, the Commonwealth would permanently decouple from these tax credits and they would not go into effect.
 - If the ballot question passes it will cost the Commonwealth \$5 billion in lost revenue when fully implemented.
- Other Outside Sections
 - Food Donation Tax Credit
 - Establishes a food donation tax credit for farm business based on the amount of food donated to a nonprofit food distribution organization.
 - Caps credit at \$5K annually per individual.
 - Sustainable Aviation Fuel Credit
 - Allows taxpayers to take a credit against the tax imposed on fuels used for aircraft propulsion and, subject to limitation, requires the amount of credit per gallon of sustainable fuel to

increase by \$0.015 for each additional 1% reduction in life-cycle greenhouse gas emissions above 50%.

- Caps credit at \$10M total for all cumulative tax credits over a fiscal year.
- Ratifies 8 Collective Bargaining Agreements