



GOVERNOR JOSH SHAPIRO

EXECUTIVE BUDGET

2023-2024

BUDGET.PA.GOV



Commonwealth of Pennsylvania
Office of the Governor
Harrisburg

March 7, 2023

To the People of the Commonwealth of Pennsylvania:

When I took the oath of office seven weeks ago and was sworn in as the 48th Governor of the Commonwealth of Pennsylvania, I made a commitment to each and every one of you – whether you voted for me or not – that I would be a Governor for all Pennsylvanians. You, the people of Pennsylvania, have given us a mandate to reject extremism and division, and bring people together to focus on the challenges you face every single day.

Now, less than two months later, I am honored to present my first budget to address those issues – the issues that you have spoken to me about in your living rooms and on your main streets. Challenges that you and your families face, and challenges that I believe we can help you meet. I believe the 2023-24 Governor's Executive Budget is an opportunity to bring Republicans and Democrats together around common sense solutions that will make a real difference in people's lives. From investing in public safety, ensuring every child has access to a quality education, expanding access to critical mental health services, and opening up the doors of opportunity to anyone who wants to push through, this budget will benefit every resident of this Commonwealth.

I am proud to present a budget that places a significant emphasis on supporting law enforcement and first responders while investing in our communities. Every Pennsylvanian deserves to be safe and feel safe. The budget I lay out before you increases investments in the 911 system, creates a sustainable funding source for the Pennsylvania State Police while ending dependence on funding we rely on to fix our roads and bridges, and ensures the criminal justice system functions fairly and efficiently, as it should for all involved.

This budget provides large investments in our education system, from Pre-K through postsecondary education. Economic opportunity starts in our classrooms, and I believe every child in Pennsylvania deserves to have access to a quality education with all the necessary support and resources they need to succeed. This budget builds on recent investments into the basic education system to allow children to chart their own course, whether through postsecondary opportunities, or through vocational, technical, and career training.

As I've met with students, parents, and teachers across the Commonwealth, it has also become clear to me that too many Pennsylvanians are struggling with their mental health. Key proposals outlined in this Executive Budget will ensure everyone has access to support when they need it. We are making large investments into the 988 National Crisis and Suicide Hotline system, as well as ensuring that students and school staff have complete and anonymous support systems in place to deal with complex needs. Pennsylvanians are crying out for help, and we must be there for them.

This budget also addresses significant and persistent labor shortages that hold back our economy, stymie growth, and jeopardize public safety. Since the pandemic, a wide range of sectors – from law enforcement to manufacturing – have struggled to recruit and retain enough workers. This budget aims to address those issues by investing new resources to equip Pennsylvania workers with the skills and training to succeed, expanding the number of registered apprenticeships, incentivizing individuals to fill critically needed and currently unfilled jobs, attracting new businesses and supporting the expansion of our current Pennsylvania-based businesses, and providing critical funding to make our communities stronger and more prosperous.

Finally, the 2023-24 Executive Budget outlines supports for our Commonwealth's seniors and individuals with disabilities. Pennsylvania is an aging state, and as such, we have responsibilities to provide resources to all who want to remain in and actively participate within their community, whether that is the elderly or individuals with disabilities. This budget proposes to expand the Property Tax and Rent Rebate Program's eligibility and maximum benefit for the first time since 2006.

Throughout the first seven weeks of my Administration, we have been focused on creating real opportunity and advancing real freedom here in Pennsylvania. This Executive Budget will further those goals. I continue to be humbled by the trust you have placed in me to lead this great Commonwealth forward. I am now inviting all to the table to participate in the discussion and enact the proposals outlined in this budget.

Sincerely

A handwritten signature in black ink, appearing to read "Josh Shapiro".

Governor Josh Shapiro



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**Commonwealth of Pennsylvania
Pennsylvania**

For the Fiscal Year Beginning

July 01, 2022

Christopher P. Morill

Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) presented an award of Distinguished Presentation to the Commonwealth of Pennsylvania for its annual budget for the fiscal year beginning July 1, 2022. 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.

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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READER'S GUIDE

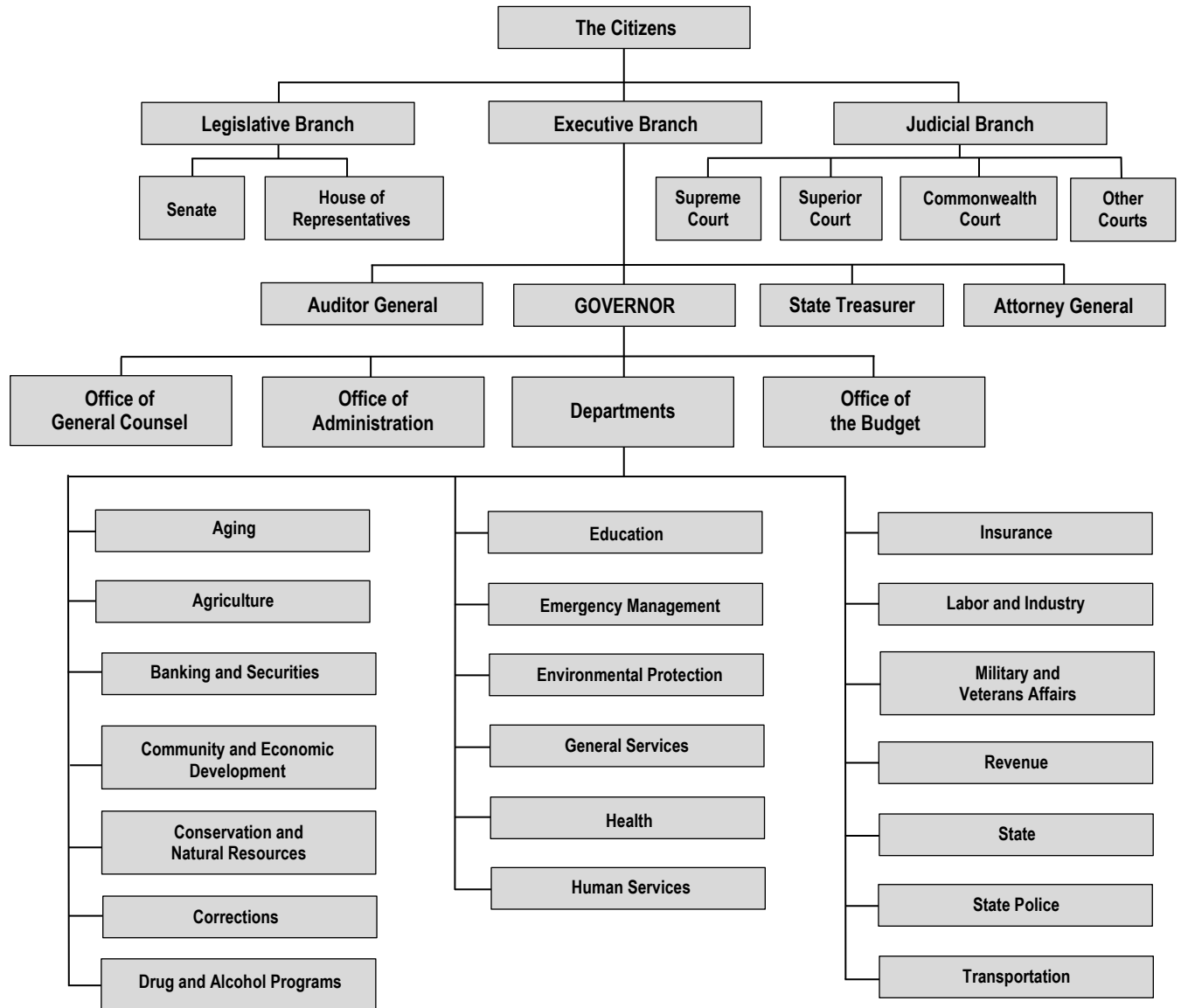
This section of the budget is intended to assist readers with interpreting and understanding the content of the Governor's recommended budget.

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.budget.pa.gov. To learn more about the Commonwealth of Pennsylvania, go to www.pa.gov.

Commonwealth of Pennsylvania Organization Chart



AGENCIES

Higher Education Assistance
Interstate Agencies

AUTHORITIES

Automobile Theft Prevention
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
Public School Building
Rural Health Redesign Center

BOARDS

Claims
Environmental Hearing
Finance and Revenue
Gaming Control
Liquor Control
Milk Marketing
Municipal Retirement
Pardons
Parole
Public School Employees' Retirement
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

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 house 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.

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 Governor's Budget Office 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.

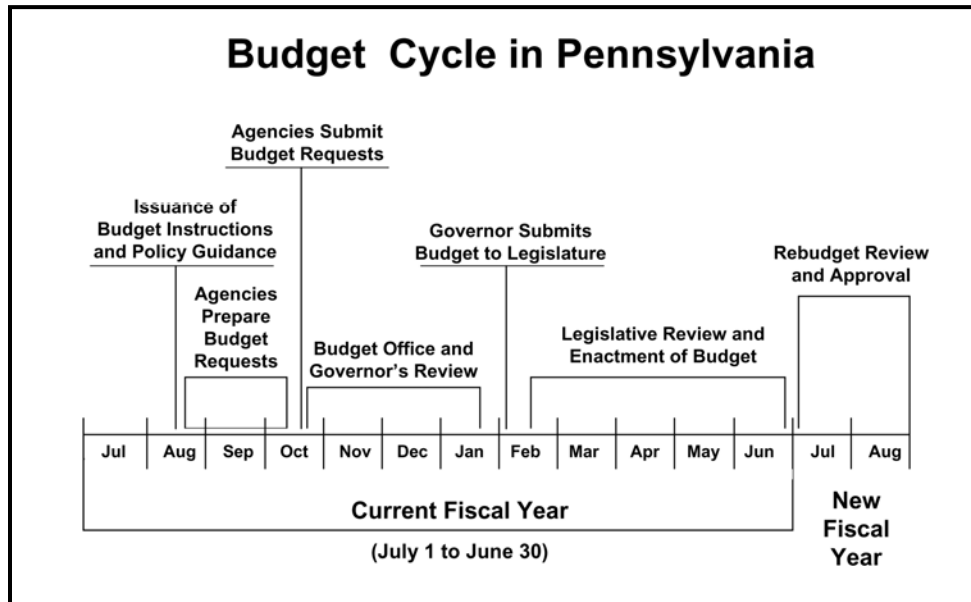
Agency budget requests are submitted to the Governor's Budget Office beginning in early October. Agencies prepare and submit their requests electronically. The Agency Program Plan, the programmatic presentation of agency budget requests, and the appropriation-level information are prepared and submitted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

During December, the Governor 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 Governor's Budget Office staff review agency budget requests for accuracy and adherence to the policy guidance. The Agency Program Plan and appropriation data is used by the Governor's Budget Office 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 house 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 house 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 Governor's Budget Office 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 Governor's Budget Office 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 Governor's Budget Office 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 Governor's Budget Office 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 houses 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 house 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 Governor's Budget Office for consistency with the Governor's priorities and policies. Projects approved by the Governor's Budget Office 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. The majority of capital projects are funded through general obligation bonds, but in accordance with Commonwealth debt policy, highway capital projects are funded from current revenues of the Motor License Fund. Agencies will request either bond or current revenue funding when they submit capital project requests. The statements in Section F summarize new capital projects by capital program category, then by department, and by bond or current revenue sources. The capital projects for each department first list agency bond-funded projects, then list agency projects funded through current revenues.

The reader is referred to Section F: Capital Budget, which contains the Governor's recommended capital budget and five-year capital program, including funding sources and amounts needed to support capital programs.

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. The 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
<ul style="list-style-type: none"> • <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
<ul style="list-style-type: none"> • <i>Program Goal – program purpose stated as desired accomplishments</i> • <i>Narrative – program activities and services description</i> • <i>Program Recommendations – proposed funding increases or decreases</i> • <i>Appropriations within this Program – appropriations supporting program activities</i> • <i>Program Measures – activities funded by the program</i>

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 the 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

The 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.

Summary by Fund and

(1) GENERAL FUND:

(2) General Government:

(3) General Government Operations

(4) (F)COVID-SFR Transfer to Clean Streams Fund

(5) (A)Water Pollution Control Administration

(6) (R)Electronics Material Recycling Account

 Subtotal

STATE FUNDS

FEDERAL FUNDS

AUGMENTATIONS

RESTRICTED

GENERAL FUND TOTAL

Vector Borne Disease Management

(F)Zika Vector Control Response (EA)

(A)Tick and Lyme Testing

 Subtotal

Environmental Hearing Board

(7) MOTOR LICENSE FUND:

General Government:

Weights and Measures Administration

Grants and Subsidies:

Dirt, Gravel, and Low Volume Roads

MOTOR LICENSE FUND TOTAL

UNCONVENTIONAL GAS WELL FUND:

(8) OTHER FUNDS:

 Transfer to Well Plugging Account (EA)

UNDERGROUND STORAGE TANK INDEMNIFICATION FUND:

 Environmental Cleanup Program (EA)

 Pollution Prevention Program (EA)

UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TOTAL

DEPARTMENT TOTAL - ALL FUNDS

 GENERAL FUND

 MOTOR LICENSE FUND

 LOTTERY FUND

 FEDERAL FUNDS

 AUGMENTATIONS

 RESTRICTED

 OTHER FUNDS

 TOTAL ALL FUNDS

Environmental Protection

and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
.....	\$ 16,759	\$ 18,545	\$ 19,774
.....	220,000	-	-
.....	292	653	703
.....	460	330	509
.....	<u>\$ 328,015</u>	<u>\$ 282,758</u>	<u>\$ 292,823</u>
.....	\$ 171,635	\$ 185,677	\$ 203,844
.....	476,157	472,370	989,377
.....	33,693	38,144	39,387
.....	88,008	100,824	109,660
.....	<u>\$ 769,493</u>	<u>\$ 797,015</u>	<u>\$ 1,342,268</u>
.....	5,609	5,880	6,267
.....	37	100	100
.....	603	740	700
.....	<u>\$ 6,249</u>	<u>\$ 6,720</u>	<u>\$ 700</u>
.....	2,593	2,668	2,843
.....	<u>\$ 5,817</u>	<u>\$ 5,817</u>	<u>\$ 5,817</u>
.....	<u>\$ 28,000</u>	<u>\$ 28,000</u>	<u>\$ 28,000</u>
.....	<u>\$ 33,817</u>	<u>\$ 33,817</u>	<u>\$ 33,817</u>
.....	\$ 4,999	\$ 4,173	\$ 3,652
.....	<u>\$ 6,000</u>	<u>\$ 6,000</u>	<u>\$ 6,000</u>
.....	\$ 3,479	\$ 4,244	\$ 4,308
.....	100	100	100
.....	<u>\$ 3,579</u>	<u>\$ 4,344</u>	<u>\$ 4,406</u>
.....	\$ 171,635	\$ 185,677	\$ 203,844
.....	-	-	-
.....	-	-	-
.....	476,157	472,370	989,377
.....	33,693	38,144	39,387
.....	88,008	100,824	109,660
.....	272,048	240,777	224,323
.....	<u>\$ 1,041,541</u>	<u>\$ 1,037,792</u>	<u>\$ 1,566,591</u>

(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.

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) Program Recommendations — Identifies the increases or decreases over the available year funds as presented in the Summary by Fund and Appropriation.

(2) Expenditure Symbol Title — Identifies a specific appropriation.

(3) Initiative — Identifies a major program change and is explained in more depth in a presentation following the program.

(4) Appropriations within this Program — Identifies all state appropriations which support the activities within the program. Each appropriation appears in only one agency program.

Program: Environmental Support

Goal: To provide administrative and technical support for programs.

This program provides for the administrative and technical of [Environmental Protection's \(DEP\)](#) programs. It includes the [Counsel](#), information and data processing systems, the [Citizen](#)

Information Technology

DEP's Information Technology Delivery Center focuses on developing program-specific, custom applications for permitting.

(1) Program Recommendations:

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

GENERAL FUND	
(2)	General Government Operations
\$ 213	—to replace nonrecurring benefits cost reduction.
2,336	(3) —Initiative—to provide state match requirements for federal infrastructure funding.
\$ 3,170	<i>Appropriation Increase</i>

(4) Appropriations within this Program:

	20XX-XX Actual	20XX-XX Available	20XX-XX Budget
GENERAL FUND:			
General Government Operations	\$ 15,095	\$ 16,759	\$ 19,929
Environmental Hearing Board.....	2,554	2,593	2,728
TOTAL GENERAL FUND.....	\$ 17,649	\$ 19,352	\$ 22,657

Program Measures:

	20XX-XX Actual	20XX-XX Actual
Meet or exceed Permit Decision Guarantee timeframes. Close 100% of n by December 31, 2023.		
Percentage of permits processed on time (active in Permit Decision Guarantee).....	90%	90%
Total Authorizations Received	43,576 *	43,788
Total Authorizations Disposed	42,236 *	45,770 *
Responding to critical citizen complaints promptly.		
Average days to respond to Priority 1 complaints (target: same day)	0.4 *	0.2

* Actual year measure data has been updated to reflect the current status of n



Environmental Protection (5)

Services (6)

ort for the commonwealth's environmental protection

technical systems that direct and support the [Department](#) (7)
 es the executive and administrative offices, the [Office of Chief](#)
[Citizens Advisory Council](#), and the [Environmental Quality Board](#). (8)

uces on reducing and ending paper-driven processes by
 nitting and inspections. (9)

		Environmental Hearing Board
\$	36	—to replace nonrecurring benefits cost reduction.
	<u>99</u>	—to continue current program.
\$	135	<i>Appropriation Increase</i>

(Dollar Amounts in Thousands)

	20XX-XX	20XX-XX	20XX-XX	20XX-XX
	Estimated	Estimated	Estimated	Estimated
929	\$ 19,929	\$ 19,929	\$ 19,929	\$ 19,929
728	<u>2,728</u>	<u>2,728</u>	<u>2,728</u>	<u>2,728</u>
857	<u>\$ 22,657</u>	<u>\$ 22,657</u>	<u>\$ 22,657</u>	<u>\$ 22,657</u>

	20XX-XX	20XX-XX	20XX-XX	20XX-XX	20XX-XX
	Actual	Actual	Actual	Estimated	Estimated

of new permit applications within their designed time frames

(10)

	94%	94%	94%	96%	98%
	41,676 *	38,920 *	39,800	40,596	41,408
	41,741 *	39,269 *	37,766	38,521	39,292
	0.3 *	0.3 *	0.3	0.3	0.3

(5) Identifies the agency being presented.

(6) **Program** — Focuses upon objectives which can be measured in terms of quantifiable impact.

(7) **Narrative** — Describes program services and activities.

(8) 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.budget.pa.gov.

(9) **Program Element** — Used within a program narrative to identify sub-program components.

(10) **Program Measures** — Indicates the expected impact of the proposed budget on services, costs, etc., involved in all programs within the entire agency.

The program measures that the Governor's Budget Office maintains are also available through [Story Pages](#) on Open Data PA.

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 the following special revenue funds: Banking Department, Ben Franklin Technology Development Authority, Emergency Medical Services Operating, Energy Conservation and Assistance, Hazardous Material Response, HOME Investment Trust, Milk Marketing, Motor License, and Workers' Compensation Administration. 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. Budgets are also statutorily adopted for the administration of the State Employees' Retirement and Public School Employees' Retirement funds and for portions of the State Stores, Tobacco Settlement, and Tuition Account Guaranteed Savings Program funds.

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. Act 20 of 2019 provided for a transfer of an amount equal to 100 percent for the fiscal year ending June 30, 2019. There was no surplus for fiscal year 2019-20. Act 114 of 2020 transferred \$100 million to the General Fund. Act 24 of 2021 transferred 100 percent of the 2020-21 \$2.6 billion General Fund surplus. Act 54 of 2022 transferred \$2.1 billion of the 2021-22 General Fund surplus. This budget proposes no transfer from the General Fund for 2022-23.

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 Commonwealth 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. Capital projects addressing health, safety, and public protection receive top priority for activation. Additional information on public debt and debt policies is found in the Section G: Public Debt.

Debt Policy – The Commonwealth's conservative public debt policies date back to the 1980's:

- General obligation pledges are the preferred source of security.
- Referendum questions should be submitted to the voters for critical needs only.
- Moral obligation pledges should not be provided.
- Revenue pledges are to be used by independent agencies.
- Lease revenue debt should be used only when budgetary restraints prohibit the use of current revenue funding.
- Debt service should not exceed five percent of revenues.
- Highway projects should be funded from current revenues.
- Capital projects addressing health, safety, and public protection receive top priority for activation, followed by renovations to existing facilities.

Additional detail on these financial policies can be found in other sections of this document including the 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 Governor's Budget Office 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 in excess of five years and an estimated cost in excess of \$100,000 or more if bond funds are used and \$300,000 or more when current revenues are used. 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 Governor's Budget Office 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 Governor's Budget Office 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. For example, October 1, 2020 to September 30, 2021 would be Federal Fiscal Year 2021.

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, for example, July 1, 2021 to June 30, 2022 would be Fiscal Year 2021. In the budget document, the fiscal year is referred to by using both calendar years in which the fiscal year spans, for example, July 1, 2021 to June 30, 2022 would be Fiscal Year 2021-22.

- **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 increases 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 H3 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 licensing and safety activities. 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 house 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 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 H3 for additional information.)

Rebudget: An agency-revised spending plan based on its enacted appropriations. The Governor's Budget Office 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:

ARC	Appalachian Regional Commission
ARPA	American Rescue Plan Act
CARES	Coronavirus Aid, Relief, and Economic Security Act
CCDFBG	Child Care and Development Fund Block Grant
CDBG	Community Development Block Grant
CMAQ	Congestion Mitigation and Air Quality Improvement
CMMI	Center for Medicare and Medicaid Innovation
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
EMS	Emergency Medical Services
EPA	Environmental Protection Agency
EPSDT	Early Periodic Screening Diagnosis 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
SABG	Substance Abuse Block Grant
SCDBG	Small Communities Development Block Grant
SNAP	Supplemental Nutrition Assistance Program
SORNA	Sex Offender Registration and Notification
SSA	Social Security Act
SSBG	Social Services Block Grant
SSI	Supplemental Security Income
STOP	Services Training Officers Prosecutors
TANFBG	Temporary Assistance to 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

Governor Josh Shapiro campaigned on investing in public safety and public health, creating opportunity by growing our economy and expanding our workforce, ensuring every child has access to a quality education, increasing access to mental health services, and advancing real freedom for all Pennsylvanians.

The 2023-24 budget is an opportunity to address these issues in a way that will benefit all Pennsylvanians, from youngest to oldest, rural to urban, and everyone in between. The proposed budget prioritizes public safety, early childhood learning, education (both K-12 and postsecondary), seniors and their needs, mental health, environment and agriculture, and all aspects of the economy to both grow our economy and support our workers.

The budget invests heavily in public safety, primarily by proposing to sustainably fund the Pennsylvania State Police (PSP). This initiative will provide annual predictable funding for state law enforcement and will free up more capacity for road and bridge projects. It also proposes hiring and training nearly 400 additional PSP troopers.

Furthermore, this budget invests in efforts to make our criminal justice system more fair. For far too long, Pennsylvania has not provided needed resources to counties for indigent defense. Pennsylvania is one of two states that does not provide funding for this purpose. This budget ends that by allocating resources to local governments to provide legal representation to those that cannot afford it.

The budget also invests in Pennsylvania's economy, by supporting our businesses and our workers. By increasing funding for registered apprenticeships and pre-apprenticeships, this budget strengthens the Commonwealth's commitment to workforce training and career and technical education that help Pennsylvanians gain the skills they need to chart their own course and support their families. It also proposes a significant investment to improve Pennsylvania's competitiveness and will allow economic development professionals to move more swiftly to attract and retain businesses who want to grow in Commonwealth.

This budget is also focused on investing in Pennsylvania's education system, from pre-K through postsecondary years. Pennsylvania will continue to invest in high-quality, affordable, and accessible childcare and early learning opportunities for the families of three- and four-year-olds. It also responds to recent developments in how basic education is funded in Pennsylvania. This budget proposal will also ensure that 1.7 million school students have access to breakfast at school, regardless of income, while providing for a healthy and safe learning environment. Continued investment in higher education will support equitable access to Pennsylvania's public colleges and universities, that in turn addresses the Commonwealth's workforce development needs.

Pennsylvania students need robust mental health support. This budget proposes significant new funding for the mental health support our students and school staff need and deserve. To continue to support Pennsylvania's working families, this budget provides funding for up to 75,000 low-income families to be enrolled in subsidized child care.

The 2023-24 budget is an investment in Pennsylvania emergency responders, workers, businesses, families, and students. It supports community safety, educating future generations, and training the workforce that will provide for family-sustaining jobs and business attraction and retention. This budget will create real opportunity and advance the cause of real freedom here in Pennsylvania.

Ensuring Access to Effective Emergency Services and Public Safety Resources

As Governor Shapiro says, all Pennsylvanians deserve to both be safe and feel safe. That means not only should all Pennsylvanians live in communities free from the levels of violence too many experience, but they should also take comfort in the presence of law enforcement officers in their neighborhoods and have faith in the criminal justice system. Over the last few years, public safety and emergency services systems have taken steps to increase efficiencies, while combatting recruitment and retention staffing issues and the overall increasing cost of service provision. Safe communities, with access to emergency services, are the cornerstone of economic prosperity. For this reason, this budget places a heavy emphasis on providing critical resources through various avenues.

Funding for Emergency Services

Currently, counties provide one of the most important functions of public safety. The public safety system begins with a critical access point, the 911 system. Act 12 of 2015 modernized the responsiveness and effectiveness of emergency services by instituting a \$1.65 surcharge on telephone lines, with dedicated funding to the counties for administration of the 911 system and additional grants for statewide interconnectivity. However, the cost to operate and maintain the 911 system has increased, while the revenues received have remained flat. This means that counties do not have sufficient dedicated funding to ensure that the system can keep up with technology changes.

This budget proposes increased financial support to emergency services through a 911 surcharge increase to \$2.03, and ties future surcharge increases to inflation to ensure the dedicated funding remains in line with the increased costs of operations. The budget also proposes elimination of the Gross Receipts Tax currently imposed on wireless phones, as well as the Sales and Use Tax imposed on the services provided by wireless providers, to provide a net overall benefit for consumers, all while increasing critical emergency funding for counties. Also, under current law, the surcharge that funds emergency services will expire in January 2024. The proposed surcharge increase would take effect in January 2024 and would be effective through January 2029. Also, a portion of the surcharge (2.75 percent, or roughly \$.05) will fund an additional network of public safety, a dedicated resource for mental health services, which is further explained below.

The proposal will bring in an estimated **\$54 million** in additional funding for emergency services. Pennsylvania's first responders play a vital role in keeping every Pennsylvanian safe. These brave individuals often put themselves in danger to protect the community, and many do this without any compensation as volunteers. First responders must be properly supported with the resources they need to do their jobs safely and receive the recognition they deserve. This funding will supplement the expected **\$36 million** current law increase in resources in 2023-24 for emergency medical services (EMS) and fire services over a variety of sources. These include increases as a result of Act 74 of 2022 through the Emergency Medical Services Operating Fund, the Fire Company and Emergency Medical Services Grant Program operated through the Office of the State Fire Commissioner, and the scheduled increase in Medical Assistance rates to EMS providers.

Sustainable Funding for the Pennsylvania State Police to Build Capacity for Roads and Bridge Projects

The Pennsylvania State Police (PSP) has jurisdiction in all political subdivisions within the Commonwealth and routinely aids municipal, state, and federal law enforcement agencies. As a result, it is essential to the safety of Pennsylvania communities and residents that dedicated funding is in place to ensure the sustainability of the PSP and the services they provide. Therefore, this budget creates the Public Safety and Protection Fund to sustainably fund the Pennsylvania State Police while reducing the reliance on the Motor License Fund (MLF). The Public Safety and Protection Fund will be funded with revenue transferred from the liquor tax, other tobacco products tax, a portion of the motor vehicle sales and use tax, and various restricted revenues related to PSP services. This initiative has a broader impact than just public safety funding. This budget proposes transferring **\$400 million** from the MLF (down from \$500 million in 2022-23) to the Public Safety and Protection Fund, while filling the additional **\$100 million** from separate, dedicated sources. In addition to providing a flexible and steady funding stream for PSP, the proposal reduces transfers from the MLF to the PSP by \$100 million each year until there is no further reliance in 2027-28. By doing this, over the next five years, an additional **\$1.5 billion** will be made available for road and bridge projects. This approach also maximizes the expected federal funding from the Infrastructure Investment and Jobs Act.

Additionally, through the Public Safety and Protection Fund, this budget proposes **\$16.4 million** in funding for four new trooper cadet classes in 2023-24, which would hire and train 384 new troopers, bringing the total number of troopers in

Pennsylvania to the maximum amount allowed under current law. These new troopers will fill staffing gaps and provide more coverage across Pennsylvania, ensuring its residents are safer and have rapid access to law enforcement services. Adequate patrol coverage often means overtime hours for patrol shifts, which may cause a variety of avoidable issues. Having an appropriate number of troopers will mitigate the need for the Pennsylvania State Police to take drastic measures such as cutting services and closing facilities. There are additional benefits to increased trooper complement, such as, patrol visibility, decreased response times, and the ability to maintain a proactive posture in Pennsylvania's communities. Also, the number of local communities that have reduced or eliminated their own police departments have put added demand on the Pennsylvania State Police. Fully staffing the trooper allowance for the PSP will ensure that there is no disruption or lapse in coverage across the Commonwealth.

Finally, this budget provides over **\$20 million** to the Pennsylvania State Police for equipment replacement and upgrades. Funding replacements will address lifecycle issues, setting a standard variable replacement cycle of current high mileage vehicles and helicopters and ensure that troopers have reliable, mission critical technologies, while reducing future maintenance costs. This proposal also includes funding for new all-band mobile radios to be purchased and installed in new vehicles during fleet changeover to replace the current radios that are no longer serviced by the provider.

Combatting Violence and Discrimination

Violence has long-lasting impacts on Pennsylvania communities and residents. Combatting violence is a crucial building block to creating real opportunity and advancing real freedom for Pennsylvanians, and has rippling effects on Pennsylvania prosperity. A variety of programs have been funded in recent years at the state level from both state and federal sources. This budget makes record state funding investments in grants and technical assistance to address community violence throughout the Commonwealth. The 2023-24 budget includes **\$105 million** to be driven out through the successful Violence Intervention and Prevention program housed in the Pennsylvania Commission on Crime and Delinquency (PCCD). This program supports a wide range of models focused on reducing community violence.

Additionally, this budget continues investing **\$5 million** a year through the Nonprofit Security Grant Fund program at PCCD to provide funding to nonprofit organizations for security enhancements. These improvements are designed to protect the safety and security of facilities used principally by individuals, groups, or institutions included within a bias motivation category for single bias hate crime incidents as identified by the Federal Bureau of Investigation. Finally, this budget provides **\$479,000** in additional funds to the Pennsylvania Human Relations Commission to responsively investigate discrimination through strengthened enforcement activities.

Ensuring the Criminal Justice System Works for All Pennsylvanians

Only if all Pennsylvanians stand on an even playing field can we expect our citizens to have confidence in the judicial system. That means everyone – regardless of income or financial status – must have access to competent legal counsel. Yet, Pennsylvania is one of only two states in the country that allocates no state funding for indigent defense. This results in wide disparities across counties in the quality of legal representation available to indigent Pennsylvanians. Too often, public defender offices lack the required personnel to effectively manage overwhelming caseloads, and attorneys lack the training and resources necessary to provide adequate representation in complex cases. As such, this budget addresses the lack of uniform resources in this space by investing **\$10 million** through PCCD and the Criminal Justice Advisory Committee (CJAC). The CJAC will determine how these funds will be best spent to ensure access to constitutionally required legal defense and ensure that public defenders have the resources they need to provide legal representation to defendants who cannot pay for it on their own.

After trial and during the incarceration period, the clemency process for incarcerated individuals has several points of bottleneck within the Department of Corrections (DOC). A new unit within the agency, funded by a **\$355,000** investment, and in collaboration with the Secretary of the Board of Pardons, will review and revise requested documentation and process efficiencies. The new staff, paired with necessary process improvements, will allow more cases to be developed accurately and supported for clemency, providing support to meritorious incarcerated persons and prioritizing applications for more successful outcomes.

On the opposite end of the judicial process, upon release from incarceration, both parolees and parole officers need additional support. The 2023-24 budget provides **\$2 million** to provide early services with social workers to parolees, as well as funding for body worn cameras for parole officers. These investments will enable safety and oversight for all involved in the parole process. State Parole Agents are routinely in situations which may compromise their safety. The use of body

cameras allows for recording of altercations and interactions which would provide both transparency and an investigatory tool to assist in the investigation of accusations.

In addition to parole, probation is a key element in ensuring those released from incarceration have the necessary support to be productive members of the community. With an additional **\$4 million** investment through PCCD, adult probation services will be made available at the county level with the aim of reducing recidivism. This additional funding will be for hiring probation staff to increase the use of evidence-based practices, enhance training and professionalism, reduce caseload sizes, improve the quality of services, and ultimately reduce recidivism. In doing so, strains on the state correctional institutional system are also eased, having a direct financial impact on the Commonwealth by reducing the number of incarcerated individuals as well as those under state parole supervision. County probation department officers supervise the majority of community-based criminal offenders in Pennsylvania. Therefore, the budget will invest in the county adult probation and parole system.

Investing in Children and Students

Supporting Pennsylvania's Youngest Learners

Not only should every child in Pennsylvania have access to a quality education, but they should also have the necessary support and resources they need to succeed. Some children experience developmental delays and benefit from specialized support. Early Intervention (EI) provides support and services to eligible children from birth to age five with developmental delays or other factors that put them at risk of substantial delays. It provides children with developmental and social-emotional services, including speech and language, occupational and physical therapies, and social work services. Families also receive the coaching and assistance they need to continue to support their children. Roughly 61,000 children of all income levels and in every county across Pennsylvania receive services through Preschool EI (age 3-5). An additional investment of **\$10.4 million**, to be distributed through the existing EI funding model, will help students receive high-quality Preschool EI program support, improving well-being, health, and educational outcomes.

Research shows that children who start their school careers in high-quality Pre-K programs perform better in school, are more likely to graduate, and earn more throughout their lives compared to peers without access to early learning programs. Current wage levels make it difficult for early childhood education programs to recruit, retain, and support staff. By providing an additional **\$2.7 million, or 3 percent**, in the Head Start Supplemental Assistance Program, this budget continues to create opportunities for children who may face higher socioeconomic risks. The investment helps providers mitigate impacts of inflation and allows for increased costs to enable them to remain competitive. The Head Start model provides comprehensive high-quality Pre-K education, health, nutrition, and parent involvement services to eligible 3- and 4-year-olds who live in families earning up to 100 percent of the federal poverty level or experiencing homelessness as well as foster children.

The Pennsylvania Pre-K Counts program makes quality pre-kindergarten opportunities available to children and families earning up to 300 percent of the federal poverty level at no cost. This budget proposes an increase of **\$30 million** to increase the rate for full-time seats to \$11,000 (\$1,000 increase per seat) and \$5,500 for part-time seats (\$500 increase per seat). Increased rates are necessary to support the workforce and rising costs to providers. This investment will allow providers to mitigate staffing concerns, increase salaries to competitive, family-sustaining wages, and provide professional development opportunities to meet state certification requirements. Pre-K Counts programs assist more than 29,600 3- and 4-year-olds to receive high-quality early education, preparing them for kindergarten.

Providing Investments in K-12 Education

To ensure that every Pennsylvania student has access to a quality education, it is imperative that this budget continues to invest in Pennsylvania's public education system. The 2023-24 budget includes the following new investments for classroom funding:

- **Basic Education Funding:** This budget includes an increase of **\$567.37 million, or 7.8 percent**, for basic education funding, on par on with recent inflationary and cost-of-living growth. Future investments are proposed to continue to grow with projected inflation rates. The 2023-24 increase will be distributed through the Basic Education Funding Formula. This formula directs money to school districts based on factors such as 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 the population density (sparsity-size adjustment), the household income of families in the district, the number of students attending charter schools and the district's ability to raise money through local taxes. This investment enables school districts to have the resources they need to provide a high-quality education for Pennsylvania students.
- **Special Education Funding:** The delivery of special education programs, supports, and services is mandated for all eligible students, while the cost for school districts to educate special education students continues to increase. A proposed increase of **\$103.8 million, or 7.8 percent**, will ensure school districts have the basic resources they need to provide high-quality special education services to students with disabilities and special needs. Similar to Basic Education Funding, future year investments in special education funding are proposed to increase with projected inflation rates.

Ensuring Students Have a Supportive and Safe Learning Environment

In addition to investing in vital classroom funding at schools across the Commonwealth, providing a supportive and safe learning environment for students is critical. Access to school-based mental health services, adequate nutrition, and buildings with proper safety measures and free of environmental concerns are essential for student success. In addition to the critical investments in the School-Based Mental Health Supports Block Grant discussed further below, this budget includes resources and supports to address these areas.

The research is clear: when students get proper nutrition, they are both physically and mentally prepared to learn and therefore, perform better in school. Many Pennsylvania school children rely on national school breakfast and lunch programs to meet their daily nutritional needs. Federal pandemic guidelines allowed students to receive free school meals, beginning in March 2020, without having to apply to the National School Lunch Program (NSLP) for free or reduced-price lunch. However, most of these policies expired in 2022.

This budget proposes **\$38.5 million** to continue to provide universal free breakfast for all Pennsylvania students, regardless of income. This ensures that all students have access to a healthy, nutritious meal to start the school day and eliminates the stigma associated with free and reduced-price breakfast that may deter eligible students from participating. Additionally, this investment will cover the full cost of lunch for the 22,000 Pennsylvania school students who are eligible for reduced-price lunches through NSLP. This means that students whose families earn less than 185 percent of the federal poverty level will be able to eat a school lunch at no cost.

All students also deserve to have safe, healthy learning environments. The Pennsylvania Department of Education (PDE) already collaborates with the Pennsylvania Department of Environmental Protection (DEP) and PENNVEST to support local initiatives and leverage federal funding for testing. This budget expands on that work by providing an investment of **\$100 million** for matching grants for school environmental repairs and improvements. By abating or remediating environmental hazards in schools, more children will have the opportunity to grow and learn in healthy settings.

A safe and violence-free learning environment for Pennsylvania students is essential, too. PDE collaborates with other state agencies and Pennsylvania school communities and stakeholders to advance efforts to develop and sustain equitable trauma-informed learning environments that promote and support the academic, physical, and psychological safety and well-being of all students and staff. The 2023-24 Budget builds on previous investments by providing **\$100 million** for school safety and security grants through the Pennsylvania Commission on Crime and Delinquency's School Safety and Security Committee. School entities including school districts, area career and technical schools, intermediate units, and charter schools are eligible for these funds to address physical security enhancements. The funding will also continue to provide resources for school safety and security coordinator training.

Investing in Higher Education and Supporting Students Pursuing Postsecondary Education

Governor Shapiro believes every Pennsylvania should have the freedom to chart their own course and the opportunity to succeed – and that means ensuring Pennsylvanians have affordable options to pursue postsecondary education. This can come in the form of a career and technical education at one of our Commonwealth’s specialized institutions, a two-year degree from a community college, or a four-year or graduate degree from the Pennsylvania State System of Higher Education or state-related university.

Pennsylvania’s diverse postsecondary institutions create a wealth of options for career pathways and continue to be some of the Commonwealth’s greatest assets. A more than **\$60 million** increase in funding for higher education institutions will continue to support effective operations and increase postsecondary access and completion. Increased investments in the postsecondary sector include:

- Community Colleges: \$5.1 million
- Pennsylvania State System of Higher Education: \$11 million
- Penn State University: \$17.2 million
- Pennsylvania College of Technology: \$1.9 million
- Transfer to Agricultural College Land Scrip Fund: \$1.2 million
- University of Pittsburgh (including Rural Education Outreach): \$11 million
- Temple University: \$11.2 million
- Lincoln University: \$1.1 million
- Thaddeus Stevens College of Technology: \$389,000
- University of Pennsylvania School of Veterinary Medicine: \$633,000
- University of Pennsylvania Center for Infectious Disease: \$38,000

Nationally, at least one in five of college students is parenting a child while pursuing a postsecondary degree. Unfortunately, degree attainment rates among parenting students are low, signaling that there are many barriers that have yet to be removed to enable these students to succeed. This budget proposes an additional **\$1.6 million** for the Parent Pathways Learning Network to scale an existing pilot program to benefit additional parenting students pursuing a postsecondary education. With this support, PDE will work closely with other state agencies to remove barriers and enable parenting students to succeed. Increasing degree-attainment of parenting students benefits families, local communities, and the Commonwealth as a whole when that parent uses a degree to then enter the workforce. The collaborative cross-sector nature of this work will simultaneously lift Pennsylvanians out of poverty, remove barriers to postsecondary completion and increase access to family-sustaining wages.

The 2023-24 budget continues to expand resources and promote awareness of healthy relationships to protect students from sexual violence at postsecondary institutions by providing an additional **\$250,000** for the “It’s On Us PA” initiative. This initiative provides grant funding to promote awareness, prevention, and reporting of sexual assault incidents; remove and reduce barriers to reporting or accessing resources; and demonstrate leadership to ensure a safe and welcoming culture on campuses. Through this additional investment, the Commonwealth will strengthen protections for victims and support-related resources to provide safer postsecondary environments for all students.

Providing Resources for Small Rural Libraries

Libraries are vital hubs for Pennsylvanians, providing the space and resources for residents to learn, become informed about civic and municipal issues, access telehealth, and build community. Libraries provide access to job search materials and computers to apply for jobs. In fact, two PA CareerLink® Offices are co-located with public libraries.

Many of Pennsylvania’s public libraries have been unable to complete facility improvements necessary to serve all members of their communities. These deficiencies range from accessibility issues to insufficient electrical wiring and other infrastructure needed to offer spaces to access online services in a semi-private setting. This is particularly an issue for small rural public libraries that lack the matching funds necessary to apply for facility grants from the existing capital improvement programs.

With a **\$4.2 million** investment in a Public Library Facilities Improvement Fund, small rural public libraries that need minor facility repairs and improvements will have access to targeted funds. This facilities grant program will build the capacity of libraries to meet the needs of all community members by prioritizing accessibility, efficiency, necessary repairs, and upgrades of semi-private meeting rooms and digital skills and technology use spaces.

Building Economic Prosperity through Key Investments in Communities, Businesses, and Workers

The equation for economic prosperity involves more than just business expansion and development. It also requires a strong, skilled workforce – and vibrant communities for those workers to raise families in. Local governments need businesses to locate in their community to increase the tax base, both through economic output and from workers living in those communities. It is a complex ecosystem, and all closely tied together. In order to ensure widespread economic prosperity across Pennsylvania, this budget provides critical investments in workers, businesses, and communities, through a variety of channels. The 2023-24 budget includes funding for workers to get the skills they need to quickly gain employment; funding for businesses to expand or locate in Pennsylvania; and funding for communities, to ensure fiscal stability through financial and community planning and to attract residents, visitors, and new businesses.

Partnering the Career and Technical Education System with Employers to Build Opportunity

Career and technical education (CTE) is critical to ensuring businesses can find workers with the skills they are looking for and every Pennsylvanian has the opportunity to chart their own course. CTE enables secondary, postsecondary, and adult students to pursue technical education, in conjunction with a comprehensive academic education, that prepares them for high-quality and high-priority occupations. It is more critical than ever that students complete their secondary education with strong academic and technical skills that prepare them for successful careers. More than 220 school districts, charter schools, and career and technical centers offer nearly 2,000 PDE-approved CTE programs providing education and training to nearly 68,600 students. This system creates work-ready students with credentials to jump right into employment opportunities through a variety of avenues including, but not limited to, pre-apprenticeships, apprenticeships, and internships.

However, not all secondary students in Pennsylvania have access to CTE programs. This budget makes important targeted investments in the workforce system through these programs to expand the number of apprenticeships and students prepared to fill critical needs in the trades and other industries throughout Pennsylvania.

First, this budget proposes a 60 percent increase, or more than **\$3.3 million** in new funding, to ensure career and technical centers and schools with CTE programs can purchase and upgrade the technology and equipment students need to learn. The economy and technology that powers it are constantly changing, and specialized and technical equipment is expensive to acquire and maintain, but without it, students cannot be expected to enter the workforce properly prepared in their fields.

Second, an additional **\$4 million** investment in career and technical centers will support the hiring additional teachers and expanded program offerings in high-demand areas of health care, STEM, energy, and infrastructure trades. As a result of this funding, more students will have access to CTE programs and earn related industry credentials.

Third, this budget proposes an additional **\$5 million**, bringing total annual investment to \$25 million, to secondary career and technical education for increasing computer science and STEM programs statewide. This investment will allow larger, three-year grants to schools to establish new or expand existing CTE programs aligned to in-demand occupations.

Fourth, the budget provides **\$2 million** to establish a state-level Industry in the School Program, that will partner local trade and industry professionals with teachers and bring industry professionals into the classroom. Not only will this program help to develop partnerships that expand access to in-demand careers and trades, but it will also assist in filling another critical vacancy, by building an interest in students or industry professionals in becoming CTE teachers.

To build on this, the 2023-24 budget also calls for a 43 percent increase, or **\$3 million**, for Apprenticeship Training through the Department of Labor & Industry. This investment strengthens the Commonwealth's commitment to an earn-and-learn model that Pennsylvanians can utilize to gain skills and experience that lead to family-sustaining wages. Through the Apprenticeship and Training Office (ATO), these funds will increase the number of Registered Apprenticeship opportunities in Pennsylvania and further expand Registered Apprenticeships into non-traditional occupations as well as serve underrepresented populations. This funding will allow the ATO to provide technical assistance to businesses, unions, and training providers with the support and resources needed to align with nationally recognized standards and practices. A portion of the funding will be used develop a Registered Apprenticeship program that leads to certification as a CTE teacher.

In order to further partnerships between CTE programs and employers, a new investment of **\$3.5 million** will be made for the PA Schools-to-Work program. This represents a \$1 million increase over the current funding level of \$2.5 million, currently funded by Reemployment Funds. In addition to freeing up Reemployment Funds for other critical investments, this investment strengthens the Commonwealth's support of workforce development partnerships between schools, employers, organizations, and associations and facilitates the creation of robust employment and training pathways. Funded projects will prioritize interactive learning opportunities for participating students through a variety of classroom trainings, workplace visits, internships, registered apprenticeships, mentorships, employment opportunities, special education transition supports, job shadowing, and externships.

Finally, this budget proposes the creation of the Foundations in Industry program at the Department of Community and Economic Development. An investment of **\$3 million** will be provided to start the program and cover costs related to in-classroom instruction that complements on-the-job learning required through Registered Apprenticeships and Pre-Apprenticeships. This funding for the Commonwealth's registered apprenticeship and pre-apprenticeship ecosystem will grow the number of apprentices and pre-apprentices earning and learning and help employers find, hire, and retain the skilled workforce they need to thrive in Pennsylvania.

Collectively, this **\$23.8 million** investment will create opportunities for students to not only have a career pathway, but willing and waiting, businesses and trades with openings ready to fill immediately. Building robust pathways between school and the workforce is critical not only to ensure that students have the skills they need to earn family-sustaining wages in fulfilling occupations but also to help Pennsylvania businesses find the talent they need to be successful.

Reducing Financial Barriers to High School Equivalency Testing

The Commonwealth must do what it can to reduce barriers to economic prosperity. One such barrier is the cost of high school equivalency tests, the GED test and HiSET exam. This can be a barrier to many individuals who have prepared for and are ready to take the exam. These individuals may never complete the required subtests and remain without a high school equivalency credential, generally resulting in lower wages than those with a high school degree or equivalent. Adult education programs report that many of their students start taking the test one subtest at a time but end up not completing the full course of subtests due to the cost. The 2023-24 Budget includes roughly **\$1 million** to reduce financial barriers to completing a high school equivalency exam by covering the cost of the test fee. This initiative will broaden the Commonwealth's workforce and help Pennsylvanians gain the credential they might need develop skills and gain experience necessary to achieve economic security and financial stability.

Incentivizing Individuals to Fill and Remain in Critical Job Classifications

A persistent problem in Pennsylvania continues to be the outmigration of talented recent graduates that learn here but relocate to other states to live and work. This has resulted in an aging population and has constrained the labor pool, leaving critical positions with a deficiency in available and qualified individuals to fill these roles. As outlined, this budget proposes to make critical investments in education and public safety. But those investments also require residents to work in those professions.

Therefore, it is important that the Commonwealth provides additional support to those educators, police officers, troopers, and nurses that teach children in schools, ensure public safety, and provide critical access to necessary health care. As such, in addition to building a pipeline for those critically needed jobs in the future, this budget proposes investing **\$24.7 million** in 2023-24 in job retention and recruitment efforts to attract individuals into certified and licensed professions in the fields of nursing, teaching, and policing.

Current residents that either acquire a license or certification in these fields after January 2023 or individuals that move into Pennsylvania with a Pennsylvania-recognized credential in these fields will be eligible for a refundable tax credit **up to \$2,500 a year** for three years. This would be accomplished through Personal Income Tax returns to avoid extra burden in applying for the funding.

Pennsylvania is experiencing a critical shortage of certified teachers. In addition to incentivizing new teachers, Pennsylvania must retain current educators by investing in the skills of those already employed in schools. This budget allocates an additional **\$2 million** to provide teacher professional development through local education agencies. This funding will help to ensure that teachers have resources and support to develop new curriculum in line with updated educational standards and to assess student needs effectively to create goals to facilitate greater student success. Programming will include face-to-face and online training, online coursework, and virtual and on-site technical assistance. Teacher professional

development increases the likelihood that state initiatives are implemented with fidelity, therefore lessening the need to redirect or adjust misunderstandings, inaccuracies, or incorrect interpretation of requirements.

Also, this budget ensures that the Commonwealth will continue to protect workers' rights by increasing the number of labor law compliance investigators within the Department of Labor & Industry. By investing **\$1.28 million** to increase the number of investigators by one-third, L&I is able to quickly investigate more cases, while allowing for more strategic enforcement of current laws, and provide additional education for businesses.

Expanding Economic Opportunity through Critical Investments in Businesses

While support for workers is essential to keeping businesses open and thriving, the businesses themselves must also have ample support in order to create jobs and drive the economy. Business growth creates expansion, and with expansion comes new permanent jobs, as well as construction opportunities for jobs in the trades. In addition, a prosperous business creates downstream and upstream opportunities, with vital direct and indirect economic impacts for the local community. Building a thriving economy requires targeted investments in existing businesses to help them expand and generate additional economic output, as well as strategic investments in attracting new economic output to the Commonwealth. This budget expands the available resources at Department of Community and Economic Development (DCED) for these strategic investments.

Specifically, the 2023-24 budget provides an additional **\$12 million** to the Pennsylvania First Program. This program is a versatile economic development tool for DCED, providing flexible financial assistance for workforce training, land and building costs, and machinery and equipment. The funds provided through this program leverage significant private investment to maximize the return. This budget provides an important first step to making Pennsylvania competitive with its surrounding competitors, all vying to attract new businesses.

The current Pennsylvania First program also dedicates \$8 million to the Workforce and Economic Development Network of Pennsylvania (WEDnetPA). WEDnetPA serves as the Commonwealth's incumbent worker training, providing resources to improve the skill level and productivity of Pennsylvania's workforce. This budget includes an additional **\$2 million** to further develop and target the program to accommodate major needs that may arise through the business development process. Expanded funding to the PA First Program would allow for additional Pennsylvanians to be trained through WEDnetPA in addition to allowing for more grants to companies seeking to expand or relocate to Pennsylvania.

Additionally, this budget includes critical state funding previously provided by federal pandemic relief by proposing to invest **\$20 million** for historically disadvantaged businesses. It is well known that, on average, disadvantaged businesses have less access to capital, are three times more likely to be denied loans, pay a higher interest rate, and receive lower loan amounts than non-minority owned firms. During the pandemic, DCED partnered with a network of Community Development Financial Institutions (CDFI) to provide nearly \$100 million in relief payments to historically disadvantaged businesses. These funds proved to be a lifeline for many businesses impacted directly by the pandemic. Following that investment, an additional \$20 million in federal funding was made available for investment into these businesses. This budget proposes to continue that level of funding using sustainable, state support. These funds are vital for ensuring businesses that typically have difficulty securing traditional modes of support have access to capital needed to expand, or sustain, their business operations, providing access to new economic partnerships and opportunities.

The 2023-24 budget also invests an additional **\$1 million** specifically for the Manufacturing Innovation Program (MIP) through the Manufacturing PA appropriation. This program is a collaboration between Pennsylvania colleges and universities, the Industrial Resource Centers (IRCs), and DCED. It is open to any accredited Pennsylvania college or university and is annually oversubscribed by nearly 100 percent., The proposed increase would allow 14 more manufacturers to partner with universities in adopting new technologies and advancing new products and processes.

Finally, to accompany Executive order 2023-05, the budget provides funding for the Pennsylvania Office of Transformation and Opportunity to facilitate the implementation of transformational economic development projects, which will result in substantial quality job opportunities and capital investment in the Commonwealth. This will be done through coordinating and expediting interagency cooperation and maximizing available and future federal resources to help Pennsylvania compete, grow, and thrive in a global economy.

Creating Sustainable and Prosperous Communities

Businesses and workers can't succeed without strong, prosperous communities. In order to attract both businesses and workers to Pennsylvania, we need to invest in our communities, so that they are welcoming places that companies and workers want to live in and move to. Simply put, workers want to live where they have abundant and affordable access to services and opportunities for their families. Having a vibrant community provides a better chance that prospective workers will want to move to the Commonwealth, and will stay here, which in turn, helps businesses more easily fill positions.

Sustainable and prosperous communities need more than just corridor improvements and business assistance from the Commonwealth. They also need to have the financial capacity and stability to make these key investments on their own. There are existing programs through DCED that provide technical assistance and community planning funds so that local governments have a structured road map to follow to economic prosperity for residents and businesses. This budget builds on those programs by providing **\$1.25 million** for the expansion of resources available to local governments to provide assistance in sound financial planning. Avoiding financial distress and preparing for potential economic downturns are essential to ensuring a community maintains sustainability for generations. Sustainably planning on how to provide the necessary services that residents desire today requires careful budgeting methods.

Additionally, this budget proposes a 266 percent increase for funding available in the Municipal Assistance Program. This program, operated by DCED, was created to help local governments plan for and effectively implement a variety of services, improvements, and soundly managed development. This includes shared-services activities, such as regionalization, consolidation or merging of services, shared personnel, high-impact projects that serve multiple municipalities, and boundary change efforts. The program also provides financial assistance for communities to comprehensively plan around community revitalization efforts. This increase of nearly **\$1.5 million** will set the groundwork for the rehabilitation and growth of so many of our communities.

Building on this, the proposed budget provides an investment of **\$8.6 million** for communities that have already started on a path to revitalization, through the Keystone Communities program. These dollars will facilitate greater participation from smaller, rural, and lower income communities into the existing program and could increase applications for the Keystone Elm Street designation. This designation provides additional supports to the community, specifically in the neighborhoods surrounding central business districts. Additionally, these funds will allow DCED to support more projects already submitted for existing program resources. The Keystone Communities Program is designed to encourage the creation of partnerships between the public and private sectors in communities and to support the growth and stability of neighborhoods to secure a strong quality of life.

Finally, this budget includes **\$1 million** to the Pennsylvania Council on the Arts to expand the financial assistance opportunities available to specifically address the needs of communities through enhancements that drive retention and attraction of residents, talent, and visitors. Providing these resources to communities will assist them where the need for development is the greatest. The funding can assist communities with reactivating their main streets and commercial corridors, develop signature cultural events, or attract creative entrepreneurs and other key professional talent.

Assistance for Seniors and Individuals with Disabilities

Keeping Pennsylvanians in their Homes

Individuals that wish to remain in their community, and more specifically, their own homes, face ever increasing challenges to do so. As the cost of living continues to increase, it becomes harder for individuals on fixed incomes to afford their rent, mortgages, and pay rising property taxes.

To address this issue, the Property Tax and Rent Rebate program was established in 1971. The program's intent is to assist Pennsylvania's elderly, widows, and permanently disabled citizens in maintaining possession of their home through tax relief in the form of rebates. Current beneficiaries include eligible Pennsylvanians aged 65 and older, widows and widowers aged 50 and older, and people with disabilities age 18 and older. Since the passage of Act 1 of 2006, the eligible income limit has been \$35,000 a year for homeowners, and \$15,000 a year for renters. Act 1 of 2006 also increased the maximum rebate from \$500 to \$650 and supplemental rebates for qualifying homeowners are available can increase overall rebates up to \$975. However, the eligibility income levels as well as the maximum rebate amount for the program have remained

unchanged since 2006 and are not indexed to inflation. As incomes increase over time, individuals that rely on this rebate program have increased out of the eligibility threshold.

Because of this, fewer people are benefiting from this program. In fact, between 2015 and 2020, both the number of rebates issued, and the total rebate amounts have dropped by over 20 percent. As the program shrinks due to income levels exceeding the eligibility thresholds, the current economic climate demands programs like the Property Tax and Rent Rebate Program be expanded to assist individuals in need. This budget proposes an expansion to the current program in several ways beginning in 2024-25, all of which provide essential relief to Pennsylvania's older residents living at home.

First, the budget proposes increasing the income cap for homeowners from \$35,000 to \$45,000. Second, the proposal would increase the income cap for renters from \$15,000 to \$45,000 to match the cap for homeowners. Third, the proposal would allow the maximum income threshold to grow with inflation, beginning in claim year 2024. By 2026, the income cap would be projected to increase from the proposed \$45,000 to \$48,200. Finally, the proposal increases the rebate caps to a maximum rebate of \$1,000 from the current cap of \$650. All of these changes would allow an additional 173,000 new individuals to receive assistance, while increasing assistance to the 398,000 individuals that already benefit from the program.

This proposal builds upon the important steps taken by the previous Administration and General Assembly as it relates to assisting homeowners make the necessary repairs to continue living in their homes, through the Whole Home Repairs Program. This administration remains committed to working with counties to ensure that those critical dollars are spent effectively and understands that additional steps must be taken to assist more individuals to meet their needs.

Supporting Older Adults while Meeting their Needs

Help at Home, commonly referred to as the OPTIONS program, aids eligible older adults in Pennsylvania to stay in their homes. Because of higher demand than resources available, there is a waiting list for services through this program. If these older adults do not receive social supports and services, their health and well-being is susceptible to deteriorating to the point of losing independence. As such, they would be unable to remain in the community and likely require more extensive services and higher cost placements, such as in a skilled nursing facility.

Subsequently, the Area Agency on Aging (AAA) network does not have the resources to adequately compete in the marketplace and thereby creates a challenge to keep older adults safely in their homes and communities at a much lower cost than institutional care. This is further exacerbated by the changes at the federal level which included: the unwinding of the benefits put in place during the federal public health emergency through the Consolidated Appropriations Act; the ending of the emergency SNAP allotment; decrease in Medicaid coverage; and changes on the cost-of-living adjustment for Social Security Income (SSI). Investing **\$10 million** in the 2023-24 budget to support older Pennsylvanians will help reduce the wait list for the OPTIONS program and also provide additional funding to the AAA network to attract providers and retain staff.

Also, this budget invests an additional **\$1 million** in grants to senior centers through the Department of Aging. Additional resources will improve safety and accessibility, repair or replace essential equipment with new technologies, and cover the increased costs of purchasing and serving food. All of these investments ultimately create a safe center for older Pennsylvanians to attend and interact with other individuals in their own neighborhoods.

Independent Living

People with disabilities should also have opportunities to thrive and to do what they want to do, when, where, and how they want to do it—safely, without barriers, and with access to support as needed. An increased appropriation of **\$684,000** will be used to recruit and hire staff at the nine state Centers for Independent Living (CIL) with qualifications needed to respond to the needs of Pennsylvanians, including bilingual staff. The ability for CILs to provide independent living services to consumers with more diverse and significant disabilities is critical and will ensure that consumers are able to remain in and participate in their community. Additionally, this budget proposes an increase of **\$800,000** for financing opportunities for individuals to acquire assistive technology devices, as well as funding to provide training for these assistive technology devices to aid these individuals to live independently.

Supplemental Nutrition Assistance Program (SNAP) Minimum Increase

This budget proposes to address food insecurity among seniors and people with disabilities by increasing the minimum SNAP benefit from \$23 per month to \$35 per month with a state investment of **\$16 million**. Over 100,000 Pennsylvanians were receiving SNAP at the minimum benefit as of December 2022. In addition to increases in food prices and the end of the federal SNAP emergency allotment which have affected the SNAP-eligible individuals more broadly, this population in particular often experiences diet-related health challenges, and studies have shown that older adults with increased access to proper nutrition can live in a community setting longer than those who face food insecurity.

Supporting the Mental Health of Every Pennsylvanian

Over the past several years, it has become clear that mental health is just as important as physical health. Mental health struggles have been exacerbated by the pandemic, especially among students. The current mental health system is strained and at capacity, schools are unequipped to handle the student mental health crisis, while counties lack the resources to tackle the broader problems in local communities. Pennsylvanians need somewhere to turn in a moment of need. That is why this budget prioritizes a robust support system to assist with the complex and varying needs of all Pennsylvanians.

Providing School-Based Mental Health Supports

Pennsylvania students and school staff need robust mental health support, but the needs of every student, as well as every school district to meet those needs, vary. A complex issue requires a flexible funding stream to provide the resources to every school district that they need. This cannot be accomplished with a "one-size-fits-all" approach. Therefore, this budget proposes significant new mental health investments for staffing, community partnerships, and innovative programs in this space. The School-Based Mental Health Supports Block Grant will provide **\$100 million** in targeted funding through the Department of Education to connect students and staff to mental health services and ensure a pipeline of trained school-based mental health professionals in the future. These investments will allow more students and staff to access mental health supports through trained professionals they can trust, in places that are familiar to them, and without shame or stigma.

Eligible grant uses include hiring and maintaining school counselors, social workers, and psychologists, contracting with community and non-profit groups, and providing telemedicine behavioral health options. Funding will also support clinical mental health internships for individuals pursuing state certification in this field.

Restoring County Mental Health Funding

Pennsylvania's counties provide a spectrum of community-based mental health services which are critical to the well-being of Pennsylvania's residents. However, state support of these community-driven solutions has not kept up with the increasing demand of mental health services. Recognizing the increases in mental health concerns among Pennsylvanians in recent years, this budget proposes to increase base funding to counties to provide critical mental health services and address deepening workforce shortages. With an increase of **\$20 million** this fiscal year and additional funds in successive years, reaching a \$60 million per year increase in 2027-28, counties can rely on the Commonwealth to support their ability to address needs in their communities with quality services.

Diversion from the Criminal Justice System

People with serious mental illnesses who find themselves in the criminal justice system are often in need of more significant support. Often, these individuals come to the criminal justice system with an existing behavioral health problem. The 2023-24 budget provides **\$4 million** to create three community-based programs to serve people who do not require the level of forensic treatment provided at Norristown and Torrance State Hospitals, or who are being discharged from these institutions. By supporting these initiatives, the Commonwealth can reduce, or prevent, delays in admissions to state facilities for people requiring competency determinations or restorations, keeping Pennsylvania in compliance with Department of Human Services interim settlement agreements. In addition to preventing delays in intake for state facilities, supporting programs like these keeps these individuals out of incarceration.

988 Telephone Support for Mental Health and Suicide Prevention

With the federal designation of 988 as the 3-digit dialing code for mental health crisis and suicide prevention, federal grant funding is being distributed to the fourteen suicide prevention lifeline call centers in the Commonwealth. Increasing suicide rates, emergency room boarding challenges, and the desire to reduce the reliance on the criminal justice system for mental health care led the federal Substance Abuse and Mental Health Administration to make the full spectrum of mental health and crisis services a national priority. But Pennsylvania needs to dedicate additional resources in order to fully meet the needs of its residents. As such, this budget proposes to utilize 2.75 percent of 911 surcharges on landline and mobile telephone services to support Pennsylvania's call centers and ensure that a lifeline is always available for friends and neighbors in crisis. Additionally, this budget provides **\$5 million** in one-time buildout costs for the 988 system.

Farm Health and Safety

Farm safety and mental health continue to be significant challenges for farmers and ranchers, citing one of the highest rates of suicide in any profession. This budget builds on existing federal funding to support current efforts to assist farmers' mental health concerns. A **\$200,000** investment in state funding will provide support services such as a mental health hotline, specialized trainings, and outreach to the agricultural community.

Providing Resources to Bolster Healthy Communities

Investing in Pennsylvania's Families

Pennsylvania families rely on safe and enriching early learning environments for their children. High-quality, affordable, and accessible child care is essential to families with children who have to work or go to school. In order to support Pennsylvania's hard-pressed working families, it is critical to invest in and stabilize the child care sector. With an increase of **\$66.7 million** for Child Care Services in the 2023-24 budget, up to 75,000 low-income families will continue to be enrolled in a subsidized child care program through the Child Care Works Program. Pennsylvania's Office of Child Development and Early Learning makes subsidy rate payments directly to providers, which are informed by a market rate survey process. This budget sustains and builds on prior-year investments to ensure that Child Care Works reimbursements meet or exceed rates at 60 percent of child care facilities.

The health of mothers and children is interconnected, and avoidable complications and deaths during pregnancy or up to a year postpartum are devastating to families and communities. These complications and deaths are exacerbated by a number of factors, including lack of access to timely prenatal and postpartum care and interventions. Pennsylvania's Maternal Mortality Review Committee (MMRC) was established in 2018 to conduct multidisciplinary reviews of maternal deaths within the broader context of the national maternal mortality rate and disparities in care. Building on the dedicated and informative work of the MMRC, **\$2.3 million** will be used to expand maternal health programming to allow for implementation of prevention strategies to reduce maternal mortality and morbidity. Not only will this state investment allow for these prevention strategies, but the state funds would also put the Commonwealth in a position to leverage an additional \$1.25 million in federal funding.

Supporting and Protecting Vulnerable Populations

Many Pennsylvanians with intellectual disability and/or autism (ID/A) have to wait for home and community-based services. With over 12,000 ID/A individuals on the waiting list for services, these individuals are in the need of an initiative to relieve the pressure of emergency needs. This budget invests an additional **\$17.5 million** in state funds to allow the Department of Human Services (DHS) to serve at least 750 additional people in the Community Living Waiver and 100 in the Consolidated Waiver programs.

Adding telemedicine assessment and coordination that is designed for individuals with I/DD as a service in the Home and Community-Based Services waiver would enable real time support, consultation, and coordination on health issues. Furthermore, this **\$700,000** investment would assist individuals, families, and support providers to understand health symptoms and to identify the most appropriate next steps. In addition to providing specific medical attention to individuals, the service will also include family and direct support professionals in consultations otherwise unavailable in any other service. Through this budget's investment, Pennsylvania will improve health outcomes for people with intellectual and developmental disabilities.

Pennsylvania's lifesharing program allows adults with disabilities to live with qualified adults who provide support in their home, leading to better quality of life outcomes for many individuals with disabilities. In the 2023-24 budget, an investment of **\$3.4 million** will expand the program to include a "Day Service" rate for lifesharing services. Pennsylvania can then expect more individuals to see lifesharing as a viable alternative to group homes and expand the number of potential lifesharing families, reducing the need for more costly 24-hour group home settings.

In order to reduce administrative burden for DHS and the providers that serve individuals with disabilities, the Commonwealth will work to transition exceptional residential rates to a fee schedule. In addition, the criteria for requesting an exceptional rate will include elements of the Health Risk Screening Tool.

The 2023-24 budget includes **\$1.25 million** for Community Hospital Integration Projects Program (CHIPP) discharges to reduce state hospital populations. This integration program discharges individuals with complex service needs, who no longer need inpatient psychiatric treatment, into integrated community programs from state hospitals. The county program develops the community resources and services needed for each person discharged through CHIPP. The CHIPP program is a mechanism for reallocating funds to the community for the development of new alternative community-based treatment services and supports. The community services that are developed with CHIPP funds are not only available to persons discharged from state mental hospitals, but to other individuals with mental illness who would otherwise need hospitalization.

Long-term care facilities provide a variety of services, both medical and personal care, to people who are unable to live independently. Act 128 of 2022 directs Pennsylvania Department of Health to register and regulate temporary health care service agencies working in long-term care settings, though it did not include financial resources to the department to support implementation of the Act's requirements. The department will be unable to meet the requirements of the Act without financial support to hire staff and develop a registration system for oversight. In this budget, we are investing more than **\$1.9 million** to ensure compliance and mitigate risks, as well as support the implementation of the provisions of Act 128 of 2022 and the Skilled Nursing Facility regulations taking effect to ensure adequate care of residents and proper regulatory oversight of those facilities. Increased transparency and monitoring of facility owners' financial health will reduce the risk of facility closures and save current staff time related to facility closures and relocating residents. The proposal will assist the department in ensuring quality providers stay in Pennsylvania, and nursing facilities provide safe and stable services for long-term care residents.

Ensuring Local Response to Local Health Issues

This budget will continue to invest in public and environmental health by fully funding Pennsylvania's county and municipal health departments (CMHDs) up to the limits in legislation. More than 40 percent of Pennsylvanians live in a county or municipality served by a CMHD, and by investing an additional **\$1.2 million** in their operating budgets and **\$6.61 million** in environmental health, this budget supports their vital mission, including in the areas of water pollution, food safety, and direct health services to their communities.

Safeguarding Pennsylvania's Environment and Protecting Pennsylvanians' Rights to Clean Air and Pure Water

From the Chesapeake Bay Watershed to the Appalachian Mountains, Pennsylvania is home to some of America's great natural treasures. The Commonwealth is a proud steward of this rich environment, a role that is more important than ever as the evolving threat of climate change strains our environment. Rising temperatures and changing weather patterns put ecosystems and certain livelihoods at risk, requiring broad state-level solutions.

The investments in this budget will improve the ability to respond to pressing environmental challenges. These investments will also enable a new generation of Pennsylvanians, and visitors from across the world, to enjoy Pennsylvania's parks, trails, and forests, while capitalizing on economic development opportunities that arise from the state's natural resources. Finally, this budget supports innovative and forward-thinking agricultural practices and programs. These initiatives will help to further Pennsylvania's national leadership in agricultural development and expand access to fresh, healthy foods across the Commonwealth.

Improving Organizational Capacity to Protect the Environment and Responsibly Utilize Natural Resources

The Department of Environmental Protection (DEP) conducts important oversight to ensure that Pennsylvania's water, air, and ambient environment are safe for all. This budget expands DEP's capacity by providing **\$5.75 million** to grow the agency's oversight capabilities. In particular, this will expand resources at DEP to increase efficiency in permitting, which will raise the number of permits that the agency can issue each year. This funding will improve the responsiveness of the air quality testing program to community requests and will increase the number of dam safety investigations that are conducted yearly to ensure that those critical pieces of infrastructure are being safely maintained. Dam safety is an important public safety concern, as a failure in a dam could result in serious injury and loss of life, and significant damage to property and infrastructure. This funding will also provide resources for the CO2 Budget Trading Program.

In addition, this budget supports a funding increase for the Clean Water Fund (CWF), which helps support important water safety and quality measurement tools, including the Pennsylvania Water Quality Network. This **\$4 million** will allow for further safeguarding of Pennsylvania's water resources, rather than relying on increased fee revenue to support program operations. This will improve operational effectiveness while provide permittees more predictability.

Expanding Access to Outdoor Recreation and Improving Management and Safety on Public Lands

Managed by the Department of Conservation and Natural Resources (DCNR), Pennsylvania's state parks and forests cover more than 2.2 million acres and are enjoyed by more than 37 million visitors each year. State forests have become increasingly popular for a variety of recreational activities, including hiking, biking, camping, hunting, fishing, birdwatching, rock climbing, trail running, and more. They contribute over \$1 billion to the state's economy and support a dynamic outdoor recreation industry. This budget commits **\$2.8 million** to expand resources at DCNR that will improve and support sustainable outdoor management, infrastructure updates, and safety in these outdoor environments. Specifically, this funding will help improve maintenance infrastructure and emergency response coordination, including climate resiliency work, geological mapping, and 3D geologic modelling to capitalize on opportunities for carbon capture and storage. These funds will also increase nursery capacity and forest restoration efforts, including dedicated staff for watershed technical assistance and training.

This budget also provides a coordinated approach to outdoor recreational development, supporting a new Office of Outdoor Recreation to create a connecting hub between DCNR and outdoor private industries and communities seeking to leverage outdoor recreation for economic development, in addition to local and visitor recreation interest groups.

Innovative Investments to Improve Agricultural Programs, Farmer Health, and Fresh Food Resources

The Commonwealth's rich heritage of agricultural excellence will continue and expand with historic investments included in this budget.

Pennsylvania is already a national leader in the rapidly growing field of organic agriculture. The 2023-24 budget provides **\$1 million** to create a new Organic Center of Excellence, which improve the ability to detect counterfeit organic goods by adding the laboratory ability to test for pesticide contamination. This ability will continue a long tradition of leadership in food safety in the Commonwealth.

In addition, this budget includes **\$500,000** to create a Center for Plant Excellence that will expand supply chain opportunities and boost the resources available to Pennsylvania's diverse plant industries. The budget also provides **\$2.5 million** for technical and financial assistance resources to counties that will ensure the integrity of their easement portfolios under the Farmland Preservation Program.

Finally, this budget proposal will help more Pennsylvanians access fresh, quality produce and other farm products. A **\$2 million** investment for the Fresh Food Financing Initiative will contribute to better health outcomes by improving access to Pennsylvania grown, processed, and produced agricultural products, including fruit and vegetables, milk and dairy products, and meat products. This funding will specifically help to stimulate investment in lower-income communities and in food retailing businesses that are owned by people who are Black, Indigenous, and People of Color (BIPOC) and that serve lower-income BIPOC communities.

Economic Outlook

The Pennsylvania [Department of Revenue](#) and the [Office of the Budget](#) utilize economic forecast data supplied by [S&P Global Market Intelligence](#) and [Moody's Analytics](#) in constructing the official tax revenue estimates and forecasts. Analysis and discussion throughout this section are based upon data from each source in addition to further analysis from the Department of Revenue and the Office of the Budget.

U.S. Recent Trends and Current Conditions

The 2023 projected forecast for real GDP growth has been revised from 0.3 percent to 0.5 percent. With the level of GDP projected higher, the S&P forecast for unemployment in late 2023 has been revised down from 5.3 percent to 5.1 percent. The forecast still includes a mild recession beginning Q1 of 2023, with recovery beginning Q3 of 2023.

S&P estimates that over the second half of 2022, GDP grew at an above-trend 2.7 percent annualized rate after declining at a 1.1 percent rate over the first half of the year. The reason for this growth can be attributed to unexpectedly strong net exports and inventory investment.

S&P projects the Federal Reserve to raise its policy rate to 4.75 percent-5.00 percent by March 2023 before reversing course in May 2024. However, another upward revision in the forecast shows an emerging risk: that a resilient economy remains stronger for longer than previously anticipated, requiring a more aggressive and persistent monetary tightening to contain inflation, and precipitating a recession that is later but more severe than the downturn shown in S&P base forecast.

The Forecast

Consumer spending is expected to grow modestly through 2024, constrained by a rebound in the personal saving rate from recent unsustainable lows below 2 percent. In contrast, fixed investment is projected to decline 4.4 percent in 2023, with weakness concentrated in construction, both residential (-17.8 percent) and nonresidential (-4.3 percent).

Table 1 and Table 2 are U.S. macro forecast projections from S&P. Table 1 outlines the expected outlook for higher unemployment and a decrease in corporate profits in 2023. Table 2 notes there is a 55 percent probability exports will grow 3.2 percent in 2023. Table 2 also provides a narrative for each economic indicator.

Chart 1
REAL GROSS DOMESTIC PRODUCT
Annual Growth

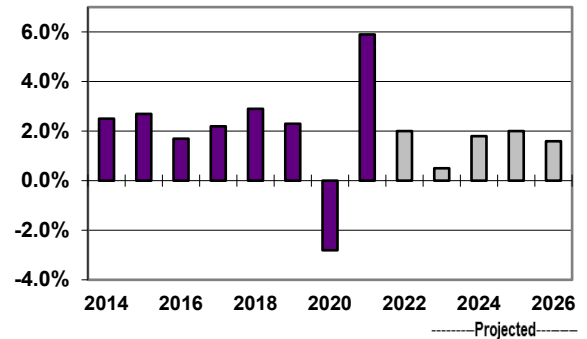


Chart 2
FEDERAL FUNDS RATE

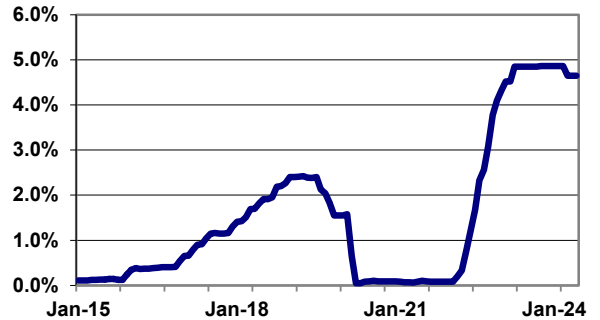


Table 1
Forecast Change in
Key U.S. Economic Indicators
Annual Percentage Growth

Indicator	2022	2023p	2024p	2025p
Nominal GDP	9.2	4.2	4.1	4.1
Real GDP	2.0	0.5	1.8	2.0
Total Consumption	2.9	1.5	1.2	1.7
Corporate Profits (After Tax)	6.7	-2.8	0.7	2.3
Unemployment Rate (Rate)	3.7	4.6	4.8	4.5
CPI	8.0	3.9	2.2	2.0
Federal Funds (Rate)	1.68	4.77	4.33	2.97

*Assumptions in this chart, as well as other assumptions, are incorporated in the 2023-24 fiscal year revenue estimates
p = projected

Table 2
U.S. Macro Forecast Projections from S&P Global
January 2023

Baseline Forecast (55 Percent Probability)	
GDP Growth	Rose 2.0 percent in 2022 as the aggressive recovery following the pandemic-induced downturn begins to slow. Growth slows to 0.5 percent in 2023 before rising to 1.8 percent in 2024.
Consumer Spending	Slipped from 8.3 percent in 2021 to a more subtle 2.9 percent in 2022. Growth continues in 2023 and 2024 at 1.5 percent and 1.2 percent, respectively.
Business Fixed Investment	Increased 3.7 percent in 2022 with growth slowing in 2023 and 2024 to 0.2 percent and 0.9 percent, respectively.
Housing	Started to shrink from 1.61 million in 2021 to 1.56 million in 2022 before continuing downward to 1.19 million in 2023 and popping slightly up to 1.26 million in 2024.
Exports	Grew 7.0 percent in 2022, dropping to 3.2 percent in 2023, and 5.2 percent in 2024.
Fiscal Policy	Reflects legislation enacted before December 29th but does not include the Consolidated Appropriations Act that funds the government for federal fiscal year 2023.
Monetary Policy	Upper end of the federal funds rate target expected to reach 4.86 percent by late 2023.
Credit Conditions	Eased in 2021 and remains mostly stabilized in 2022–2024.
Consumer Confidence	Dips through the middle of 2023 before gently escalating.
Oil Prices (Dollars/barrel)	Brent crude oil averages rose from \$71/barrel in 2021 to \$101 in 2022 before falling to \$90 in 2023 and \$87 in 2024.
Stock Markets	S&P 500 experienced a drop of 20.6 percent over 2022 with projections rising 1.0 percent over 2023.
Inflation (PCE)	Increased from 3.5 percent in 2021 to 5.0 percent in 2022, before moderating to 3.6 percent in 2023 and 2.4 percent in 2024.
Foreign Growth	Eurozone GDP rose 3.3 percent in 2022 and slips to -0.2 percent in 2023 after a 5.3 percent rebound in 2021.
U.S. Dollar	Appreciates through early 2023 before gently falling through the end of the forecast horizon.

Pennsylvania Outlook

Pennsylvania benefits from a highly diversified economy with a mix of industries. No single employment sector dominates Pennsylvania. The state includes two of the larger metro areas in the country in Philadelphia and Pittsburgh, with the remainder of the state featuring smaller cities and towns that support both service and goods-producing sectors. The state's education providers, especially its notable research universities, not only provide jobs on campus but also help develop new businesses. As of January 2023, Pennsylvania total nonfarm employment was up 0.8 percent from 2022 levels. The expected pullback in the national economy is projected to cause a gradual decrease in payrolls across the country in 2023. As a result, total nonfarm payrolls in the state are projected to drop by 1.0 percent over the period from Q1 2023 to Q1 2024.

Natural gas production in Pennsylvania has shown little growth for several months despite historically high output prices. The rapid increase in production over the last decade or so spurred a wave of pipeline-building to move the gas to markets, but that buildout has since stalled, creating a firm ceiling on output in the short-to-medium term. The state's massive reserve of natural gas in the Marcellus and Utica Shales also led to construction of a large plant in western Pennsylvania by Royal Dutch Shell. Part of the plant's activity includes turning natural gas liquids into 1.6 million metric tons of pellets to be used in producing plastics. The plant began production in late 2022 and employs 600. The state is also pursuing projects in developing hydrogen production and carbon capture and storage, part of the ongoing evolution of the energy sector.

Overview: Economic Outlook

The state's high-tech sectors continue to make immense contributions to Pennsylvania's economic growth. Pittsburgh has emerged as a leading center of research into commercial development of robotics, advanced manufacturing, artificial intelligences, and related technologies. Philadelphia's life science sector, in the meantime, is seeing a resurgence of investment in development and manufacturing of new technologies. Children's Hospital of Philadelphia is set to begin construction of a 290,000-square-foot research center on the east bank of the Schuylkill River. The new facility will continue the hospital's work in cell-and-gene therapy. Pittsburgh International Airport's cargo facility will undergo an expansion and upgrade that will bring new technology and increased capacity.

Pennsylvania has posted steady employment gains over the past year. However, health care services, notably in hospitals, nursing homes, and daycare centers, have had more difficulty in restoring jobs than initially anticipated. High-tech fields such as artificial intelligence, industrial automation, and biosciences will see the most growth, while more traditional fields such as legal services will see more moderate gains.

Table 3 shows various historical and projected key economic indicators for Pennsylvania and the U.S. economy.

Table 3
Key Economic Indicators for Pennsylvania and the United States

PENNSYLVANIA: Key Economic Indicators	2020	2021	2022	2023	2024	2025
Real Gross State Product (in millions, 2012 dollars)	680,957	710,973	725,664	732,000	745,982	759,088
Real Gross State Product (percentage change)	(4.8)%	4.4%	2.1%	0.9%	1.9%	1.8%
Total Employment (in thousands)	5,604.1	5,750.6	5,955.7	6,003.9	5,986.7	6,004.4
Total Employment (percentage change)	(7.6)%	2.6%	3.6%	0.8%	(0.3)%	0.3%
Manufacturing Employment (in thousands)	537.3	542.3	562.2	560.9	532.6	523.6
Nonmanufacturing Employment (in thousands.)	5,066.9	5,208.2	5,393.5	5,443.1	5,454.1	5,480.8
Population (in thousands)	13,000.8	13,007.1	12,970.4	12,964.5	12,973.0	12,984.2
Population (percentage change)	0.1%	0.0%	(0.3)%	0.0%	0.1%	0.1%
Unemployment Rate (percentage)	9.1%	6.4%	4.5%	5.1%	5.5%	5.1%
Personal Income (percentage change)	6.5%	5.7%	1.3%	4.5%	4.6%	4.4%
U.S. ECONOMY						
Real Gross Domestic Product (percentage change)	(2.8)%	5.9%	2.0%	0.5%	1.8%	2.0%
Employment (percentage change)	(5.8)%	2.8%	4.1%	0.7%	(0.2)%	0.5%

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Overview: State Fiscal Recovery Funds

ARPA Coronavirus State Fiscal Recovery Funds

The Coronavirus State Fiscal Recovery Funds program, enacted as a part of the federal American Rescue Plan Act (ARPA) of 2021, delivered \$7.291 billion to Pennsylvania.

The Coronavirus State Fiscal Recovery Funding program is helping ensure Pennsylvania has the resources needed to respond to the pandemic, including supporting families, health care providers, and businesses struggling with the pandemic's economic impacts, maintaining vital public services, and building a strong and equitable recovery.

The Pennsylvania General Assembly appropriated funds through [Act 1A of 2021](#), [Act 1A of 2022](#), [Act 2 of 2022](#), and [Act 10 of 2022](#). The funds were appropriated for 30 specific uses, five of which fall under the revenue replacement provisions of ARPA and the remaining 25 of which fall under expenditure categories other than revenue replacement. A full list of fiscal recovery reports filed with the U.S. Treasury can be found on the Governor's Budget Office [webpage](#).

SUMMARY

This table illustrates the distribution of award from the federal American Rescue Plan Act of 2021 Coronavirus State Fiscal Relief Funds.

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	Total
Executive Offices					
COVID-SFR Transfer to the General Fund	\$ 3,841,000	\$ -	\$ -	\$ -	\$ 3,841,000
COVID-SFR Transfer to the Emergency Medical Svcs Operating Fund.....	5,000	-	-	-	5,000
COVID-SFR Pandemic Response	62,482	2,147	-	-	64,629
COVID-SFR Transfer to UC Trust Fund.....	-	42,328	-	-	42,328
DEPARTMENT TOTAL.....	\$ 3,908,482	\$ 44,475	\$ -	\$ -	\$ 3,952,957
Commission on Crime and Delinquency					
COVID-SFR Pandemic Response PCCD	\$ 19,500	\$ -	\$ -	\$ -	\$ 19,500
COVID-SFR Local Law Enforcement Support	135,000	-	-	-	135,000
COVID-SFR Gun Violence Investigation & Prosecution	50,000	-	-	-	50,000
COVID-SFR Violence Intervention and Prevention.....	75,000	-	-	-	75,000
DEPARTMENT TOTAL.....	\$ 279,500	\$ -	\$ -	\$ -	\$ 279,500
Agriculture					
COVID-SFR Agriculture Conservation	\$ -	\$ 154,000	\$ -	\$ -	\$ 154,000
COVID-SFR NM Planning Grants & Technical Assistance	-	20,500	-	-	20,500
DEPARTMENT TOTAL.....	\$ -	\$ 174,500	\$ -	\$ -	\$ 174,500
Community and Economic Development					
COVID-SFR Construction Cost Relief (PHFA).....	\$ 50,000	\$ -	\$ -	\$ -	\$ 50,000
COVID-SFR Development Cost Relief (PHFA).....	-	150,000	-	-	150,000
COVID-SFR Affordable Housing Construction (PHFA).....	-	100,000	-	-	100,000
COVID-SFR Pandemic Response	176,098	-	-	-	176,098
COVID-SFR Transfer to CFA/Water & Sewer Projects.....	320,000	-	-	-	320,000
COVID-SFR Whole Home Repairs Program.....	-	125,000	-	-	125,000
COVID-SFR Historically Disadvantaged Business Assistance	-	20,000	-	-	20,000
COVID-SFR Transfer to CFA/Cultural & Museum Preservation Grants	-	15,000	-	-	15,000
DEPARTMENT TOTAL.....	\$ 546,098	\$ 410,000	\$ -	\$ -	\$ 956,098
Conservation and Natural Resources					
COVID-SFR State Parks and Outdoor Recreation Program..	\$ 100,000	\$ -	\$ -	\$ -	\$ 100,000
COVID-SFR Keystone Tree Account	8,800	-	-	-	8,800
DEPARTMENT TOTAL.....	\$ 108,800	\$ -	\$ -	\$ -	\$ 108,800

Overview: State Fiscal Recovery Funds

ARPA Coronavirus State Fiscal Recovery Funds, continued

	(Dollar Amounts in Thousands)				
	2021-22	2022-23	2023-24	2024-25	Total
	Actual	Available	Budget	Estimated	
Education					
COVID-SFR-State System of Higher Education	\$ 50,000	\$ 125,000	\$ -	\$ -	\$ 175,000
COVID-SFR Pandemic Response	<u>32,605</u>	<u>29,853</u>	<u>-</u>	<u>-</u>	<u>62,458</u>
DEPARTMENT TOTAL	<u>\$ 82,605</u>	<u>\$ 154,853</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 237,458</u>
Higher Education Assistance Agency					
COVID-SFR Pandemic Response	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000
COVID-SFR PA Student Loan Relief for Nurses.....	<u>15,000</u>	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>50,000</u>
DEPARTMENT TOTAL	<u>\$ 20,000</u>	<u>\$ 35,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,000</u>
Emergency Management Agency					
COVID-SFR EMS Recovery Grant Program.....	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,000</u>
Environmental Protection					
COVID-SFR Transfer to Clean Streams Fund	\$ - *	\$ -	\$ -	\$ -	\$ -
COVID-SFR Storm Water Management Grants.....	-	8,800	-	-	8,800
COVID-SFR Acid Mine Drainage Abatement & Treatment....	-	4,400	-	-	4,400
COVID-SFR NM Ed Research & Technical Assistance	<u>-</u>	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>1,500</u>
DEPARTMENT TOTAL	<u>\$ -</u>	<u>\$ 14,700</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,700</u>
Health					
COVID-SFR Pandemic Response	\$ 12,850	\$ -	\$ -	\$ -	\$ 12,850
COVID-SFR Biotechnology Research.....	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
DEPARTMENT TOTAL	<u>\$ 12,850</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,850</u>
Human Services					
COVID-SFR Pandemic Response	\$ 61,965	\$ -	\$ -	\$ -	\$ 61,965
COVID-SFR Hospital Workforce Assistance.....	100,000	-	-	-	100,000
COVID-SFR Health Care Workforce Assistance.....	110,000	-	-	-	110,000
COVID-SFR Long-Term Living Programs	282,000	250,000	-	-	532,000
COVID-SFR Child Care Stabilization	90,000	-	-	-	90,000
COVID-SFR Mental Health	-	100,000	-	-	100,000
COVID-SFR Low-Income Home Energy Assistance Program.....	<u>-</u>	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>25,000</u>
DEPARTMENT TOTAL	<u>\$ 643,965</u>	<u>\$ 375,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,018,965</u>
Infrastructure Investment					
COVID-SFR Clean Water Procurement Program	<u>\$ -</u>	<u>\$ 22,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,000</u>
Labor and Industry					
COVID-SFR Pandemic Response	<u>\$ 1,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,500</u>
Revenue					
COVID-SFR Property Tax Rent Rebate	<u>\$ -</u>	<u>\$ 140,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,000</u>
Transportation					
COVID-SFR Highway and Safety Capital Projects	<u>\$ 279,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 279,000</u>
Legislature					
COVID-SFR Pandemic Response	<u>\$ -</u>	<u>\$ 8,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,000</u>
TOTAL ARPA CORONAVIRUS STATE FISCAL RECOVERY FUNDS	<u>\$ 5,907,800</u>	<u>\$ 1,383,528</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,291,328</u>

* \$220,000,000 was appropriated to the Department of Environmental Protection in 2021-22. These funds were subgranted in 2022-23 as follows: Department of Agriculture (\$174,500,000); Pennsylvania Infrastructure Investment Authority (\$22,000,000); Department of Environmental Protection (\$14,700,000); and Department of Conservation and Natural Resources (\$8,800,000).

Overview: Infrastructure Investment and Jobs Act

Infrastructure Investment and Jobs Act (IIJA)

The federal [Infrastructure Investment and Jobs Act](#) is providing a once-in-a-generation investment of federal funds into critical infrastructure projects across the nation.

The Commonwealth of Pennsylvania is receiving billions of federal dollars over the next several years 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 by Commonwealth agency currently expected through 2027-28. Dollars represent federal funds only and do not include any required state matching funds. For more information on agency efforts, please visit the the [DCED](#), [DEP](#), or [DOT](#) IIJA websites.

SUMMARY

This table illustrates the distribution of award from the federal Infrastructure Investment and Jobs Act.

	(Dollar Amounts in Thousands)					
	2022-23 Available	2023-24 Budget	2024-25 PY1	2025-26 PY2	2026-27 PY3	2027-28 PY4
Community and Economic Development						
(F)IIJA-DOE-Weatherization Administration.....	\$ 2,791	\$ 5,500	\$ 5,500	\$ 162	\$ -	\$ -
(F)IIJA-DOE-Weatherization Program.....	47,209	80,000	44,879	-	-	-
(F)IIJA-Broadband Equity, Access, and Deployment....	100,000	330,000	405,000	405,000	405,000	-
(F)IIJA-State Digital Equity Capacity	1,605	14,438	8,021	8,021	8,018	-
DEPARTMENT TOTAL.....	\$ 151,605	\$ 429,938	\$ 463,400	\$ 413,183	\$ 413,018	\$ -
Conservation and Natural Resources						
(F)IIJA-Community Wildfire Defense Grant Program....	\$ 400	\$ 400	\$ -	\$ -	\$ -	\$ -
Emergency Management Agency						
(F)IIJA- State and Local Cybersecurity	\$ 5,206	\$ 10,699	\$ 8,024	\$ 2,675	\$ -	\$ -
Environmental Protection						
(F)IIJA-Solid Waste Infrastructure for Recycling	\$ -	\$ 1,101	\$ -	\$ -	\$ -	\$ -
(F)IIJA-DOE-Energy Programs	22,300	22,300	-	-	-	-
(F)IIJA-Orphan Well Plugging	105,000	105,000	40,000	40,000	40,000	-
(F)IIJA-Energy Efficiency and Conservation	4,000	4,000	-	-	-	-
(F)IIJA-Assistance for Small and Disadvantaged Communities.....	28,103	103,189	65,646	65,646	65,646	-
(F)IIJA-Electric Grid Resilience	13,236	16,250	13,236	13,236	13,236	-
(F)IIJA-Chesapeake Bay	1,800	1,800	1,800	1,800	1,800	-
(F)IIJA-Brownfields.....	2,000	4,000	-	-	-	-
(F)IIJA-Water Quality Management Planning Grants....	1,000	1,000	-	-	-	-
(F)IIJA-USDA Good Neighbor Authority	660	2,000	-	-	-	-
(F)IIJA-National Dam Safety Program.....	100	100	-	-	-	-
(F)IIJA-NFWF America the Beautiful Challenge.....	7,500	7,500	-	-	-	-
(F)IIJA-Coastal Zone Management.....	8,154	8,454	-	-	-	-
(F)IIJA-Resilient and Efficient Codes Implementation...	-	3,000	-	-	-	-
(F)IIJA-Energy Auditor Training Grant.....	-	2,000	-	-	-	-
(F)IIJA-Energy Efficiency Revolving Loan Fund.....	-	3,700	-	-	-	-
(F)IIJA-Abandoned Mine Reclamation (EA)	19,904	469,904	244,904	244,904	244,904	244,904
DEPARTMENT TOTAL.....	\$ 213,757	\$ 755,298	\$ 365,586	\$ 365,586	\$ 365,586	\$ 244,904

Overview: Infrastructure Investment and Jobs Act

Infrastructure Investment and Jobs Act, continued

	(Dollar Amounts in Thousands)					
	2022-23 Available	2023-24 Budget	2024-25 PY1	2025-26 PY2	2026-27 PY3	2027-28 PY4
Fish and Boat Commission						
(F)IIJA-Delaware River Basin Conservation Act (EA) ...	\$ 750	\$ -	\$ -	\$ -	\$ -	\$ -
Infrastructure Investment Authority						
(F)IIJA-Drinking Water Projects Revolving Loan Fund..	\$ -	\$ 318,809	\$ 169,327	\$ 174,863	\$ 174,863	\$ -
(F)IIJA-Loan Program Administration	6,639	7,062	7,299	7,535	7,535	-
(F)IIJA-Technical Assistance to Small Systems	3,319	3,531	3,650	3,767	3,767	-
(F)IIJA-Assistance to State Programs	1,000	1,158	1,200	1,200	1,200	-
(F)IIJA-Local Assistance and Source Water Pollution...	-	1,000	1,000	1,000	1,000	-
(F)IIJA-Sewage Projects Revolving Loan Fund	-	166,784	99,443	97,921	107,016	-
DEPARTMENT TOTAL	\$ 10,958	\$ 498,344	\$ 281,919	\$ 286,286	\$ 295,381	\$ -
State Police						
IIJA-Motor Carrier Safety - General Fund	\$ 8,100	\$ -	\$ -	\$ -	\$ -	\$ -
IIJA-Motor Carrier Safety - Public Safety and Protection Fund	-	8,500	8,500	8,500	8,500	-
DEPARTMENT TOTAL	\$ 8,100	\$ 8,500	\$ 8,500	\$ 8,500	\$ 8,500	\$ -
Transportation						
IIJA-Highway and Safety Capital Projects	\$ 1,013,192 *	\$ 792,384	\$ 837,617	\$ 883,754	\$ -	\$ -
TOTAL INFRASTRUCTURE INVESTMENT AND JOBS ACT FUNDING	\$ 1,403,968 *	\$ 2,495,563	\$ 1,965,046	\$ 1,959,984	\$ 1,082,485	\$ 244,904

* This amount includes \$265,153,000 related to fiscal year 2021-22.

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 citizens 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)	
	2022-23	2023-24
	Estimate	Estimate
Governor's Office.....	\$ 1,829	\$ 1,812
Lieutenant Governor.....	173	173
Executive Offices.....	305	311
Aging.....	567	592
Agriculture.....	941	945
Banking and Securities.....	345	360
Community and Economic Development.....	414	430
Conservation and Natural Resources.....	505	505
Corrections.....	350	359
Drug and Alcohol Programs.....	4,645	5,624 ^a
Education.....	1,145	1,217
Emergency Management Agency.....	407	420
Environmental Protection.....	3,036	3,127
Fish and Boat Commission.....	798	1,141 ^b
Game Commission.....	669	690
General Services.....	179	182
Health.....	1,472	1,654 ^c
Historical and Museum Commission.....	213	214
Human Services.....	1,120	1,134
Insurance.....	426	452
Labor and Industry.....	991	1,059
Liquor Control Board.....	789	832
Military and Veterans Affairs.....	523	663 ^c
Public Utility Commission.....	379	402
Revenue.....	710	702
State.....	6,459	5,434
State Police.....	950	950
Transportation.....	6,896	6,896
TOTAL	\$ 37,236	\$ 38,280

^a The increase is due to additional funds available under the State Opioid Response grant.

^b The increase is due to service contracts for an outside marketing firm.

^c The increase is due to additional filled staff.



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. General Fund revenue categories shown on the statement include Corporation Taxes, Personal Income Tax, Sales and Use Tax, and All Other Revenues/Taxes. A Less Refunds category is shown as a negative revenue adjustment to account for various tax refunds. 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 Section C.

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. Other agencies receiving significant federal funds include the Departments of Education, Health, Labor and Industry, and Transportation. 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. The State Stores Fund, the Public Transportation Trust Fund, the State Gaming Fund, and the Property Tax Relief Fund contribute significant revenues to the Other Funds revenue total. 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 the operating program (resulting in expenditure increases) or fund transfers from the operating program (resulting in expenditure decreases) shown on the statement, will impact total program expenditures and ending balances.

Program Budget Summary

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 to be self-balancing.

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
BEGINNING BALANCES							
General Fund.....	\$ -	\$ 5,537,421	\$ 7,858,253	\$ 5,638,438	\$ 3,008,316	\$ 188,328	\$ -
Adjustment to Beginning Balance	4,450	4,000	-	-	-	-	-
Adjusted Beginning Balance.....	\$ 4,450	\$ 5,541,421	\$ 7,858,253	\$ 5,638,438	\$ 3,008,316	\$ 188,328	\$ -
Motor License Fund.....	\$ 115,366	\$ 347,290	\$ 237,355	\$ 25,374	\$ 25,428	\$ 26,704	\$ 20,687
Adjustment to MLF Beginning Balance	(1)	-	-	-	-	-	-
Lottery Fund.....	48,346	149,814	192,840	111,520	46,410	37,573	22,244
Adjustment to LF Beginning Balance	75,001	75,000	75,000	75,000	75,000	75,000	75,000
Special Funds.....	\$ 238,712	\$ 572,104	\$ 505,195	\$ 211,894	\$ 146,838	\$ 139,277	\$ 117,931
REVENUES							
General Fund:							
Corporate Net Income Tax	\$ 5,323,954	\$ 5,517,400	\$ 5,347,100	\$ 5,130,100	\$ 4,822,700	\$ 4,494,600	\$ 4,211,300
Personal Income Tax.....	18,125,689	17,668,000	18,050,900	18,784,000	19,627,700	20,596,600	21,252,100
Sales and Use Tax	13,914,255	13,993,600	13,795,300	14,057,800	14,367,500	14,678,400	15,055,900
All Other Revenues/Taxes	10,770,323	6,748,200	6,036,100	5,971,600	6,024,600	6,189,700	6,325,300
Less Refunds.....	(1,420,000)	(1,294,400)	(1,257,500)	(1,281,300)	(1,299,400)	(1,276,200)	(1,253,200)
Total General Fund.....	\$ 46,714,220	\$ 42,632,800	\$ 41,971,900	\$ 42,662,200	\$ 43,543,100	\$ 44,683,100	\$ 45,591,400
Motor License Fund.....	2,883,385	2,941,100	2,991,100	2,906,000	2,921,600	2,948,300	2,965,500
Lottery Fund.....	1,967,541	2,061,618	1,971,240	2,159,295	2,259,188	2,332,392	2,397,005
Federal Funds.....	57,782,354	46,853,043	45,796,059	45,619,347	46,496,091	46,331,134	46,537,768
Other Funds.....	18,701,977	20,144,632	22,138,475	22,042,138	22,264,373	22,448,467	22,287,499
Total Revenues and Balances....	\$ 128,049,477	\$ 114,633,193	\$ 114,868,774	\$ 115,388,980	\$ 117,484,352	\$ 118,743,393	\$ 119,779,172
PROGRAM EXPENDITURES							
Direction and Supportive Services	\$ 6,785,065	\$ 2,821,844	\$ 2,803,215	\$ 2,732,790	\$ 2,762,160	\$ 2,787,746	\$ 2,812,426
Protection of Persons and Property	12,015,937	13,014,924	14,016,826	13,506,742	13,556,861	13,576,919	13,391,630
Education	24,024,372	21,302,530	23,309,936	23,715,533	24,073,752	24,400,142	24,755,670
Health and Human Services.....	62,765,482	60,202,932	61,198,446	62,361,800	63,879,567	65,130,379	66,447,139
Economic Development.....	3,535,349	3,546,357	3,892,079	3,713,037	3,677,532	3,695,581	2,997,476
Transportation.....	9,109,977	10,116,600	9,891,610	9,773,126	9,965,859	9,243,128	9,397,026
Recreation and Cultural Enrichment.....	992,110	1,066,880	1,134,352	1,059,667	1,072,714	1,081,508	1,095,414
Debt Service	1,267,636	1,273,639	1,340,426	1,396,463	1,498,456	1,535,736	1,575,330
Total Program Expenditures.....	\$ 120,495,928	\$ 113,345,706	\$ 117,586,890	\$ 118,259,158	\$ 120,486,901	\$ 121,451,139	\$ 122,472,111
Less General Fund Lapses	(270,012)	(795,929)	(205,000)	(175,000)	(175,000)	(175,000)	(175,000)
Less Motor License Fund Lapses	(40,391)	(99,858)	-	-	-	-	-
Less Lottery Fund Lapses	(102,411)	(66,649)	-	-	-	-	-
Total Operating Expenditures	\$ 120,083,114	\$ 112,383,270	\$ 117,381,890	\$ 118,084,158	\$ 120,311,901	\$ 121,276,139	\$ 122,297,111
Lottery Fund Reserves	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)
Transfer to Budget Stabilization Reserve Fund	(2,100,000)	-	-	-	-	2,323,072	2,521,755
ENDING BALANCES							
General Fund.....	\$ 5,537,421	\$ 7,858,253	\$ 5,638,438	\$ 3,008,316	\$ 188,328	\$ -	\$ -
Motor License Fund.....	\$ 347,290	\$ 237,355	\$ 25,374	\$ 25,428	\$ 26,704	\$ 20,687	\$ 9,195
Lottery Fund.....	\$ 149,814	\$ 192,840	\$ 111,520	\$ 46,410	\$ 37,573	\$ 22,244	\$ 37,552

Program Budget Summary

General and Special Funds

This table shows a summary by Commonwealth Programs of 2021-22 actual year, 2022-23 available year, 2023-24 budget year, and future year estimates for the General Fund and selected Special Funds.

Seven Year Commonwealth Program Summary

(Dollar amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Commonwealth Program							
Direction and Supportive							
Services	\$ 2,085,963	\$ 1,902,099	\$ 1,939,255	\$ 1,868,441	\$ 1,899,269	\$ 1,925,770	\$ 1,950,423
Protection of Persons and							
Property	5,088,896	5,385,522	4,878,891	4,741,663	4,645,290	4,545,820	4,446,366
Education	15,254,453	16,984,991	17,905,325	18,308,333	18,668,555	19,006,253	19,358,584
Health and Human							
Services	17,956,168	17,866,289	20,584,849	21,477,185	22,094,950	22,610,840	23,144,789
Economic Development.....	269,797	394,542	275,145	275,491	275,846	276,210	276,483
Transportation.....	1,923,262	2,353,323	2,519,101	2,321,130	2,434,149	2,565,818	2,687,508
Recreation and Cultural							
Enrichment.....	247,007	271,547	292,360	292,400	292,440	292,480	292,520
Debt Service	1,186,051	1,189,718	1,257,430	1,313,030	1,415,938	1,448,347	1,490,171
GENERAL FUND AND SPECIAL FUNDS TOTAL..	\$44,011,597	\$46,348,031	\$49,652,356	\$50,597,673	\$51,726,437	\$52,671,538	\$53,646,844

Program Budget Summary

Distribution of the Commonwealth Dollar

GENERAL FUND AND SPECIAL FUNDS

2023-24

(Dollar Amounts in Thousands)



Health and
Human Services \$20,584,849 41.5%

Education \$17,905,325 36.1%

Protection of Persons and Property \$4,878,891 9.8%

Transportation \$2,519,101 5.1%

Direction and Supportive Services \$1,939,255 3.9%

Debt Service \$1,257,430 2.5%

Recreation and Cultural Enrichment \$292,360 0.6%

Economic Development \$275,145 0.5%

TOTAL \$49,652,356

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

Program Budget Summary

Seven Year Summary of Commonwealth Programs

The following is a summary for the eight Commonwealth Programs of 2021-22 actual year, 2022-23 available year, 2023-24 budget year, and future year estimates for all the operating funds and capital bond authorizations as presented in the 2023-24 Governor's Executive Budget. A breakdown of each Commonwealth Program by Category and Subcategory is shown on subsequent pages.

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Direction and Supportive Services							
General Fund.....	\$ 1,233,480	\$ 919,126	\$ 985,098	\$ 972,763	\$ 968,196	\$ 967,826	\$ 967,727
Motor License Fund....	92,238	97,644	97,225	97,225	97,225	97,225	97,225
Lottery Fund	760,245	885,329	856,932	798,453	833,848	860,719	885,471
Federal Funds	3,923,737	70,842	16,760	17,161	16,092	15,155	15,155
Other Funds	775,365	848,903	847,200	847,188	846,799	846,821	846,848
Total Operating.....	\$ 6,785,065	\$ 2,821,844	\$ 2,803,215	\$ 2,732,790	\$ 2,762,160	\$ 2,787,746	\$ 2,812,426
Protection of Persons and Property							
General Fund.....	\$ 4,307,344	\$ 4,579,312	\$ 4,179,019	\$ 4,141,791	\$ 4,145,418	\$ 4,145,948	\$ 4,146,494
Motor License Fund....	781,552	806,210	699,872	599,872	499,872	399,872	299,872
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	1,933,212	2,096,789	2,099,818	1,498,871	1,492,622	1,489,547	1,338,765
Other Funds	4,993,829	5,532,613	7,038,117	7,266,208	7,418,949	7,541,552	7,606,499
Total Operating.....	\$ 12,015,937	\$ 13,014,924	\$ 14,016,826	\$ 13,506,742	\$ 13,556,861	\$ 13,576,919	\$ 13,391,630
Education							
General Fund.....	\$ 15,253,353	\$ 16,983,891	\$ 17,905,325	\$ 18,308,333	\$ 18,668,555	\$ 19,006,253	\$ 19,358,584
Motor License Fund....	1,100	1,100	-	-	-	-	-
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	8,099,682	3,478,185	4,548,577	4,548,077	4,542,967	4,526,967	4,526,967
Other Funds	670,237	839,354	856,034	859,123	862,230	866,922	870,119
Total Operating.....	\$ 24,024,372	\$ 21,302,530	\$ 23,309,936	\$ 23,715,533	\$ 24,073,752	\$ 24,400,142	\$ 24,755,670
Health and Human Services							
General Fund.....	\$ 16,918,835	\$ 16,837,284	\$ 19,560,128	\$ 20,222,140	\$ 20,831,680	\$ 21,294,745	\$ 21,819,470
Motor License Fund....	-	-	-	-	-	-	-
Lottery Fund	1,037,333	1,029,005	1,024,721	1,255,045	1,263,270	1,316,095	1,325,319
Federal Funds	39,362,969	36,818,185	35,116,749	35,432,788	36,326,040	37,065,014	37,834,448
Other Funds	5,446,345	5,518,458	5,496,848	5,451,827	5,458,577	5,454,525	5,467,902
Total Operating.....	\$ 62,765,482	\$ 60,202,932	\$ 61,198,446	\$ 62,361,800	\$ 63,879,567	\$ 65,130,379	\$ 66,447,139
Economic Development							
General Fund.....	\$ 269,297	\$ 393,792	\$ 275,145	\$ 275,491	\$ 275,846	\$ 276,210	\$ 276,483
Motor License Fund....	500	750	-	-	-	-	-
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	1,749,785	1,401,472	1,028,111	1,061,573	1,011,356	1,011,191	598,173
Other Funds	1,515,767	1,750,343	2,588,823	2,375,973	2,390,330	2,408,180	2,122,820
Total Operating.....	\$ 3,535,349	\$ 3,546,357	\$ 3,892,079	\$ 3,713,037	\$ 3,677,532	\$ 3,695,581	\$ 2,997,476

Program Budget Summary

Seven Year Summary of Commonwealth Programs

The following is a summary for the eight Commonwealth Programs of 2021-22 actual year, 2022-23 available year, 2023-24 budget year, and future year estimates for all the operating funds and capital bond authorizations as presented in the 2023-24 Governor's Executive Budget. A breakdown of each Commonwealth Program by Category and Subcategory is shown on subsequent pages.

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Transportation							
General Fund.....	\$ 1,900	\$ 1,900	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600
Motor License Fund....	1,750,455	2,180,516	2,346,594	2,148,623	2,261,642	2,393,311	2,515,001
Lottery Fund	170,907	170,907	170,907	170,907	170,907	170,907	170,907
Federal Funds	2,518,979	2,856,630	2,882,724	2,957,957	3,004,094	2,120,340	2,121,340
Other Funds	4,667,736	4,906,647	4,489,785	4,494,039	4,527,616	4,556,970	4,588,178
Total Operating.....	\$ 9,109,977	\$ 10,116,600	\$ 9,891,610	\$ 9,773,126	\$ 9,965,859	\$ 9,243,128	\$ 9,397,026
Recreation and Cultural Enrichment							
General Fund.....	\$ 240,007	\$ 264,547	\$ 285,360	\$ 285,400	\$ 285,440	\$ 285,480	\$ 285,520
Motor License Fund....	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	193,990	130,940	103,320	102,920	102,920	102,920	102,920
Other Funds	551,113	664,393	738,672	664,347	677,354	686,108	699,974
Total Operating.....	\$ 992,110	\$ 1,066,880	\$ 1,134,352	\$ 1,059,667	\$ 1,072,714	\$ 1,081,508	\$ 1,095,414
Debt Service							
General Fund.....	\$ 1,127,045	\$ 1,132,045	\$ 1,205,040	\$ 1,259,804	\$ 1,361,353	\$ 1,391,438	\$ 1,432,277
Motor License Fund....	59,006	57,673	52,390	53,226	54,585	56,909	57,894
Lottery Fund	-	-	-	-	-	-	-
Federal Funds	-	-	-	-	-	-	-
Other Funds	81,585	83,921	82,996	83,433	82,518	87,389	85,159
Total Operating.....	\$ 1,267,636	\$ 1,273,639	\$ 1,340,426	\$ 1,396,463	\$ 1,498,456	\$ 1,535,736	\$ 1,575,330
Capital Bond Authorizations							
Program Total.....	\$ -	\$ -	\$ 1,344,739	\$ 1,560,030	\$ 1,534,551	\$ 1,387,240	\$ 1,345,360
Program Total.....	\$ 1,267,636	\$ 1,273,639	\$ 2,685,165	\$ 2,956,493	\$ 3,033,007	\$ 2,922,976	\$ 2,920,690
COMMONWEALTH TOTALS							
General Fund.....	\$ 39,351,261	\$ 41,111,897	\$ 44,396,715	\$ 45,467,322	\$ 46,538,088	\$ 47,369,500	\$ 48,288,155
Motor License Fund....	2,691,851	3,150,893	3,203,081	2,905,946	2,920,324	2,954,317	2,976,992
Lottery Fund	1,968,485	2,085,241	2,052,560	2,224,405	2,268,025	2,347,721	2,381,697
Federal Funds	57,782,354	46,853,043	45,796,059	45,619,347	46,496,091	46,331,134	46,537,768
Other Funds	18,701,977	20,144,632	22,138,475	22,042,138	22,264,373	22,448,467	22,287,499
Total Operating.....	\$ 120,495,928	\$ 113,345,706	\$ 117,586,890	\$ 118,259,158	\$ 120,486,901	\$ 121,451,139	\$ 122,472,111
Capital Bond Authorizations							
Program Total.....	\$ -	\$ -	\$ 1,344,739	\$ 1,560,030	\$ 1,534,551	\$ 1,387,240	\$ 1,345,360
Program Total.....	\$ 120,495,928	\$ 113,345,706	\$ 118,931,629	\$ 119,819,188	\$ 122,021,452	\$ 122,838,379	\$ 123,817,471

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, State Employees' Retirement System, Government Support Agencies, and Legislature.

Contribution by Category and Subcategory

General Fund and Special Funds

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Administrative and							
Support Services	\$ 493,050	\$ 149,705	\$ 151,452	\$ 151,704	\$ 151,420	\$ 151,050	\$ 150,951
Executive Direction	413,267	70,202	69,956	70,208	69,924	69,554	69,455
Ethics Commission	3,015	3,197	3,331	3,331	3,331	3,331	3,331
Legal Services	5,838	6,007	7,552	7,552	7,552	7,552	7,552
Health Care Reporting	3,167	3,167	3,481	3,481	3,481	3,481	3,481
Government Support							
Agencies	67,763	67,132	67,132	67,132	67,132	67,132	67,132
Fiscal Management.....	\$ 1,093,127	\$ 1,230,938	\$ 1,259,663	\$ 1,190,058	\$ 1,225,553	\$ 1,252,424	\$ 1,277,176
Revenue Collection and							
Administration	976,532	1,107,466	1,133,499	1,063,894	1,099,289	1,126,160	1,150,912
Disbursement.....	75,986	79,003	80,733	80,733	80,833	80,833	80,833
Auditing.....	40,609	44,469	45,431	45,431	45,431	45,431	45,431
Physical Facilities and							
Commodities							
Management.....	\$ 139,697	\$ 143,177	\$ 153,861	\$ 152,400	\$ 148,017	\$ 148,017	\$ 148,017
Facility, Property, and							
Commodity Management.	139,697	143,177	153,861	152,400	148,017	148,017	148,017
Legislative Processes ...	\$ 360,089	\$ 378,279	\$ 374,279	\$ 374,279	\$ 374,279	\$ 374,279	\$ 374,279
Legislature	360,089	378,279	374,279	374,279	374,279	374,279	374,279
PROGRAM TOTAL	\$ 2,085,963	\$ 1,902,099	\$ 1,939,255	\$ 1,868,441	\$ 1,899,269	\$ 1,925,770	\$ 1,950,423

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 Marketing Board, deal almost entirely with protection of persons and property. Several agencies such as the 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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
General Administration							
and Support.....	\$ 100,830	\$ 113,391	\$ 207,903	\$ 207,903	\$ 207,903	\$ 215,354	\$ 215,907
Criminal and Juvenile							
Justice Planning.....	81,478	92,178	185,286	185,286	185,286	192,737	193,290
Environmental Support							
Services	19,352	21,213	22,617	22,617	22,617	22,617	22,617
Public Protection and							
Law Enforcement.....	\$ 1,498,778	\$ 1,637,411	\$ 805,780	\$ 705,780	\$ 605,780	\$ 505,780	\$ 405,780
State Police.....	1,135,711	1,242,713	400,000	300,000	200,000	100,000	-
Attorney General.....	114,262	121,176	138,590	138,590	138,590	138,590	138,590
Highway Safety							
Administration and							
Licensing.....	248,805	273,522	267,190	267,190	267,190	267,190	267,190
Control and Reduction							
of Crime	\$ 2,669,501	\$ 2,732,195	\$ 2,892,125	\$ 2,887,531	\$ 2,890,601	\$ 2,883,693	\$ 2,883,693
Incarcerated Individuals...	2,499,395	2,552,283	2,693,777	2,689,940	2,693,010	2,686,102	2,686,102
Reentry into Communities	170,106	179,912	198,348	197,591	197,591	197,591	197,591
Juvenile Crime							
Prevention	\$ 21,925	\$ 22,011	\$ 22,236	\$ 22,236	\$ 22,236	\$ 22,236	\$ 22,236
Reintegration of Juvenile							
Delinquents	21,925	22,011	22,236	22,236	22,236	22,236	22,236
Adjudication of							
Defendants	\$ 355,964	\$ 362,369	\$ 406,660	\$ 406,660	\$ 406,660	\$ 406,660	\$ 406,660
State Judicial System	355,964	362,369	406,660	406,660	406,660	406,660	406,660

Program Budget Summary

Protection of Persons and Property, continued

Contribution by Category and Subcategory

General Fund and Special Funds

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Public Order and							
Community Safety	\$ 39,083	\$ 56,858	\$ 57,154	\$ 54,455	\$ 54,527	\$ 54,520	\$ 54,520
Emergency Management.....	10,853	24,374	20,909	18,126	18,042	17,975	17,975
State Military Readiness..	28,230	32,484	36,245	36,329	36,485	36,545	36,545
Protection from Natural							
Hazards and Disasters ..	\$ 152,283	\$ 164,464	\$ 179,813	\$ 179,813	\$ 179,813	\$ 179,813	\$ 179,813
Environmental Protection							
and Management.....	152,283	164,464	179,813	179,813	179,813	179,813	179,813
Consumer Protection	\$ 220,993	\$ 266,785	\$ 273,529	\$ 243,120	\$ 243,605	\$ 243,599	\$ 243,592
Consumer Protection	37,428	33,276	35,231	32,822	32,807	32,801	32,794
Protection and							
Development of							
Agricultural Industries	183,565	233,509	238,298	210,298	210,798	210,798	210,798
Community and							
Occupational Safety							
and Stability	\$ 19,826	\$ 20,325	\$ 23,005	\$ 23,479	\$ 23,479	\$ 23,479	\$ 23,479
Community and							
Occupational Safety and							
Stability	16,789	17,188	19,636	20,110	20,110	20,110	20,110
Fire Prevention							
and Safety.....	3,037	3,137	3,369	3,369	3,369	3,369	3,369
Prevention and							
Elimination of							
Discriminatory							
Practices.....	\$ 9,713	\$ 9,713	\$ 10,686	\$ 10,686	\$ 10,686	\$ 10,686	\$ 10,686
Prevention and							
Elimination							
of Discriminatory							
Practices	9,713	9,713	10,686	10,686	10,686	10,686	10,686
PROGRAM TOTAL	\$ 5,088,896	\$ 5,385,522	\$ 4,878,891	\$ 4,741,663	\$ 4,645,290	\$ 4,545,820	\$ 4,446,366

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 his or her 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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Education Support							
Services	\$ 33,721	\$ 40,144	\$ 44,535	\$ 44,035	\$ 44,035	\$ 44,035	\$ 44,035
Education Support							
Services	33,721	40,144	44,535	44,035	44,035	44,035	44,035
Basic Education	\$ 13,448,275	\$ 15,036,501	\$ 15,891,573	\$ 16,294,831	\$ 16,654,803	\$ 16,992,501	\$ 17,344,832
PreK-12 Education.....	13,429,592	15,017,180	15,872,448	16,275,228	16,634,710	16,971,906	17,323,722
Public Utility Realty							
Payments	18,683	19,321	19,125	19,603	20,093	20,595	21,110
Higher Education	\$ 1,772,457	\$ 1,908,346	\$ 1,969,217	\$ 1,969,467	\$ 1,969,717	\$ 1,969,717	\$ 1,969,717
Higher Education	1,403,075	1,493,887	1,554,758	1,555,008	1,555,258	1,555,258	1,555,258
Financial Assistance to							
Students.....	340,503	382,938	382,938	382,938	382,938	382,938	382,938
Financial Assistance to							
Institutions.....	28,879	31,521	31,521	31,521	31,521	31,521	31,521
PROGRAM TOTAL	\$ 15,254,453	\$ 16,984,991	\$ 17,905,325	\$ 18,308,333	\$ 18,668,555	\$ 19,006,253	\$ 19,358,584

Program Budget Summary

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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Human Services							
Support	\$ 216,754	\$ 214,460	\$ 232,254	\$ 231,350	\$ 231,350	\$ 231,350	\$ 231,350
Human Services Support	216,754	214,460	232,254	231,350	231,350	231,350	231,350
Social Development of							
Individuals	\$ 1,938,417	\$ 2,167,938	\$ 2,240,958	\$ 2,339,902	\$ 2,384,063	\$ 2,429,549	\$ 2,476,399
Human Services	1,476,820	1,657,378	1,643,430	1,689,356	1,733,517	1,779,003	1,825,853
Child Development	461,597	510,560	597,528	650,546	650,546	650,546	650,546
Support of Older							
Pennsylvanians	\$ 684,867	\$ 676,239	\$ 671,755	\$ 802,079	\$ 810,304	\$ 813,129	\$ 822,353
Community Services for Older Pennsylvanians	315,267	317,439	329,155	329,279	329,404	329,529	329,653
Homeowners and Renters Assistance	234,600	223,800	207,600	337,800	345,900	353,600	362,700
Pharmaceutical Assistance	135,000	135,000	135,000	135,000	135,000	130,000	130,000
Income Maintenance	\$ 536,227	\$ 560,041	\$ 611,101	\$ 619,599	\$ 620,090	\$ 624,004	\$ 627,683
Income Maintenance	513,741	535,747	585,793	586,607	582,275	582,275	582,275
Workers Compensation and Unemployment Assistance	442	425	301	301	301	301	301
Military Compensation and Assistance	22,044	23,869	25,007	32,691	37,514	41,428	45,107
Physical Health							
Treatment	\$ 11,466,263	\$ 10,773,024	\$ 12,881,483	\$ 13,386,557	\$ 13,804,448	\$ 14,168,948	\$ 14,540,606

Program Budget Summary

Health and Human Services, continued

Contribution by Category and Subcategory

General Fund and Special Funds

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Medical Assistance and							
Health Care Delivery.....	6,206,570	5,342,672	6,554,346	6,830,547	7,022,046	7,207,531	7,394,805
Long-Term Living.....	4,867,122	4,989,923	5,864,953	6,089,726	6,316,118	6,495,133	6,679,517
Health Treatment							
Services	13,557	14,867	14,267	14,267	14,267	14,267	14,267
Health Support Services ..	61,678	64,396	71,441	71,441	71,441	71,441	71,441
Health Research	10,050	12,012	1,412	1,412	1,412	1,412	1,412
Emergency Food							
Assistance	24,767	26,767	26,767	26,767	26,767	26,767	26,767
Prevention and Treatment							
of Drug and Alcohol							
Abuse.....	47,729	47,925	48,111	48,111	48,111	48,111	48,111
Preventive Health	124,530	132,994	144,763	144,763	144,763	144,763	144,763
Veterans Homes	110,260	141,468	155,423	159,523	159,523	159,523	159,523
Mental Health and							
Substance Use							
Services	\$ 880,219	\$ 923,742	\$ 969,659	\$ 980,032	\$ 990,032	\$ 1,000,032	\$ 1,010,731
Mental Health and							
Substance Use Services..	880,219	923,742	969,659	980,032	990,032	1,000,032	1,010,731
Intellectual Disabilities ..	\$ 2,233,421	\$ 2,550,845	\$ 2,977,639	\$ 3,117,666	\$ 3,254,663	\$ 3,343,828	\$ 3,435,667
Intellectual Disabilities	2,233,421	2,550,845	2,977,639	3,117,666	3,254,663	3,343,828	3,435,667
PROGRAM TOTAL	\$ 17,956,168	\$ 17,866,289	\$ 20,584,849	\$ 21,477,185	\$ 22,094,950	\$ 22,610,840	\$ 23,144,789

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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Economic Development							
and Job Creation	\$ 54,331	\$ 69,374	\$ 76,267	\$ 76,267	\$ 76,267	\$ 76,267	\$ 76,267
Job Creation, Business							
Growth, and Attraction	54,331	69,374	76,267	76,267	76,267	76,267	76,267
Global Economic							
Development	\$ 5,830	\$ 5,969	\$ 6,152	\$ 6,152	\$ 6,152	\$ 6,152	\$ 6,152
Pennsylvania Worldwide..	5,830	5,969	6,152	6,152	6,152	6,152	6,152
Innovative Economic							
Development	\$ 38,980	\$ 45,330	\$ 47,205	\$ 47,205	\$ 47,205	\$ 47,205	\$ 47,205
Pennsylvania Innovation							
Economy	38,980	45,330	47,205	47,205	47,205	47,205	47,205
Workforce Investment...	\$ 61,802	\$ 63,002	\$ 69,886	\$ 69,886	\$ 69,886	\$ 69,886	\$ 69,886
Workforce Development ..	10,563	11,313	17,063	17,063	17,063	17,063	17,063
Vocational Rehabilitation .	51,239	51,689	52,823	52,823	52,823	52,823	52,823
Commonwealth							
Economic Assets	\$ 32,967	\$ 32,981	\$ 7,443	\$ 7,443	\$ 7,443	\$ 7,443	\$ 7,443
Pennsylvania Assets.....	32,967	32,981	7,443	7,443	7,443	7,443	7,443
Community							
Development	\$ 75,887	\$ 177,886	\$ 68,192	\$ 68,538	\$ 68,893	\$ 69,257	\$ 69,530
Pennsylvania							
Communities	62,361	163,898	54,347	54,347	54,347	54,347	54,247
Public Utility Realty							
Payments	13,526	13,988	13,845	14,191	14,546	14,910	15,283
PROGRAM TOTAL	\$ 269,797	\$ 394,542	\$ 275,145	\$ 275,491	\$ 275,846	\$ 276,210	\$ 276,483

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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Transportation							
Systems and Services...	\$ 1,923,262	\$ 2,353,323	\$ 2,519,101	\$ 2,321,130	\$ 2,434,149	\$ 2,565,818	\$ 2,687,508
Transportation Support							
Services	62,000	77,593	78,842	78,842	78,842	78,842	78,842
Highways and Bridges	1,380,994	1,764,823	1,942,865	1,743,146	1,865,693	1,998,240	2,120,787
Local Highway and							
Bridge Assistance	309,361	340,000	324,887	326,635	317,107	316,229	315,372
Multimodal							
Transportation.....	170,907	170,907	172,507	172,507	172,507	172,507	172,507
PROGRAM TOTAL	\$ 1,923,262	\$ 2,353,323	\$ 2,519,101	\$ 2,321,130	\$ 2,434,149	\$ 2,565,818	\$ 2,687,508

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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Recreation	\$ 146,054	\$ 158,955	\$ 172,484	\$ 172,524	\$ 172,564	\$ 172,604	\$ 172,644
Parks and Forests							
Management	146,054	158,955	172,484	172,524	172,564	172,604	172,644
Cultural Enrichment	\$ 100,953	\$ 112,592	\$ 119,876	\$ 119,876	\$ 119,876	\$ 119,876	\$ 119,876
State History	21,150	21,764	23,505	23,505	23,505	23,505	23,505
Museum and Community Assistance	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Development of Artists and Audiences	10,457	10,482	11,569	11,569	11,569	11,569	11,569
State Library Services	67,346	78,346	82,802	82,802	82,802	82,802	82,802
PROGRAM TOTAL	\$ 247,007	\$ 271,547	\$ 292,360	\$ 292,400	\$ 292,440	\$ 292,480	\$ 292,520

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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Debt Service	\$ 1,186,051	\$ 1,189,718	\$ 1,257,430	\$ 1,313,030	\$ 1,415,938	\$ 1,448,347	\$ 1,490,171
Debt Service	1,186,051	1,189,718	1,257,430	1,313,030	1,415,938	1,448,347	1,490,171
PROGRAM TOTAL	\$ 1,186,051	\$ 1,189,718	\$ 1,257,430	\$ 1,313,030	\$ 1,415,938	\$ 1,448,347	\$ 1,490,171



Commonwealth of Pennsylvania

Governor's Executive Budget

SUMMARY BY FUND

Overview: Major Operating Funds

Summary of Major Operating Funds

The total 2023-24 operating budget for the Commonwealth is \$117.6 billion. It includes \$44.4 billion in the General Fund, \$3.2 billion in the Motor License Fund, \$2.0 billion in the Lottery Fund, \$45.8 billion in federal funds, and \$22.1 billion in augmenting fees and other special fund revenues.

(Dollar Amounts in Thousands)

Major Operating Fund Expenditures	Actual	Available	Budget	2023-24 Change from 2022-23	
	2021-22	2022-23	2023-24	Dollars	Percent
General Fund	\$ 39,351,261	\$ 41,111,897	\$ 44,396,715	\$ 3,284,818	7.99%
Motor License Fund	\$ 2,691,851	\$ 3,150,893	\$ 3,203,081	\$ 52,188	1.66%
Lottery Fund	\$ 1,968,485	\$ 2,085,241	\$ 2,052,560	\$ (32,681)	(1.57)%

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 makes appropriations of these General Fund revenues as presented and proposed in this budget.

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, 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, new and used motor vehicles, and business nonresidential investment.

The largest General Fund tax on businesses 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 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, and includes school district Social Security payments. The General Fund also supports PreK-12 education through Pre-K Counts, Head Start Supplemental Assistance, and Special Education.

Higher Education: Higher education is provided through degree-granting institutions, which include the 14 universities of the State System of Higher Education, four state-related universities, community colleges and various other independent institutions.

Health and Human Services: The Commonwealth provides support for its residents to achieve and sustain independence. It also provides care, treatment, and rehabilitation to persons with behavioral, intellectual, and physical disabilities.

The largest component is Medical Assistance, which includes long-term living and home and community-living programs. Caseload growth continues to increase particularly for older Pennsylvanians. Medicaid Expansion closed the coverage gap for working adults and streamlined delivery of health care services. Medical inflation, pharmaceutical prices, federal financial participation for Medicaid Expansion, and caseload fluctuations contribute to an overall increase in state Medical Assistance expenditures. Increases are mitigated through cost containment, operational efficiencies, and proposed revenue strategies.

Support is also provided for income maintenance, including child care services and temporary cash assistance for families in transition to independence and self-sufficiency. Funding continues to be provided for a continuum of services for individuals with behavioral health and intellectual disabilities, ranging from home and community-based supports to quality facility care.

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 2021-22 actual year, 2022-23 available year, 2023-24 budget year, and future year estimates.

Seven Year Commonwealth Program Summary

(Dollar amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Commonwealth Program							
Direction and Supportive							
Services	\$ 1,233,480	\$ 919,126	\$ 985,098	\$ 972,763	\$ 968,196	\$ 967,826	\$ 967,727
Protection of Persons							
and Property	4,307,344	4,579,312	4,179,019	4,141,791	4,145,418	4,145,948	4,146,494
Education	15,253,353	16,983,891	17,905,325	18,308,333	18,668,555	19,006,253	19,358,584
Health and Human							
Services	16,918,835	16,837,284	19,560,128	20,222,140	20,831,680	21,294,745	21,819,470
Economic Development...	269,297	393,792	275,145	275,491	275,846	276,210	276,483
Transportation.....	1,900	1,900	1,600	1,600	1,600	1,600	1,600
Recreation and Cultural							
Enrichment.....	240,007	264,547	285,360	285,400	285,440	285,480	285,520
Debt Service	1,127,045	1,132,045	1,205,040	1,259,804	1,361,353	1,391,438	1,432,277
GENERAL FUND TOTAL	\$ 39,351,261	\$ 41,111,897	\$ 44,396,715	\$ 45,467,322	\$ 46,538,088	\$ 47,369,500	\$ 48,288,155

GENERAL FUND

2023-24



Personal Income \$18,050,900 41.8%
 Consumption \$14,525,400 33.6%
 Corporation Taxes \$7,365,600 17.0%
 Other Taxes \$2,195,000 5.1%
 Nontax Revenue \$1,092,500 2.5%

Income

(Dollar Amounts in Thousands)

TOTAL INCOME	\$43,229,400
Refunds	(1,257,500)
Beginning Balance	7,858,253
Lapses	205,000
TOTAL	\$50,035,153

Outgo

(Dollar Amounts in Thousands)

TOTAL OUTGO	\$44,396,715
Budget Stabilization	
Reserve Fund	0
Plus Ending Surplus	5,638,438
TOTAL	\$50,035,153



Health and Human Services \$19,560,128 44.1%
 Education \$17,950,325 40.3%
 Protection of Persons and Property \$4,179,019 9.4%
 Debt Service \$1,205,040 2.7%
 Direction and Supportive Services \$985,098 2.2%
 Other Programs \$286,960 0.7%
 Economic Development \$275,145 0.6%

This presentation shows the amount and proportion for the major revenue sources and major program areas for the total General Fund.

USE OF THE
GENERAL FUND
DOLLAR

2023-24

Grants and Subsidies 81.2¢



Institutional 8.8¢

General Government 7.3¢

Debt Service Requirements 2.7¢

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.

Seven Year Financial Statement

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Beginning Balance	\$ -	\$ 5,537,421	\$ 7,858,253	\$ 5,638,438	\$ 3,008,316	\$ 188,328	\$ -
Adjustment to Beginning Balance	4,450	4,000	-	-	-	-	-
Adjusted Beginning Balance	\$ 4,450	\$ 5,541,421	\$ 7,858,253	\$ 5,638,438	\$ 3,008,316	\$ 188,328	\$ -
Revenue:							
Corporation Taxes	\$ 7,316,983	\$ 7,581,200	\$ 7,365,600	\$ 7,173,100	\$ 6,891,000	\$ 6,592,400	\$ 6,340,700
Consumption Taxes	15,391,474	15,369,500	14,525,400	14,755,900	15,068,300	15,404,800	15,797,700
Other Taxes	20,780,186	19,988,100	20,245,900	21,073,800	22,024,200	23,156,400	23,934,200
Nontax Revenue	4,645,577	988,400	1,092,500	940,700	859,000	805,700	772,000
Total Revenue Receipts	\$ 48,134,220	\$ 43,927,200	\$ 43,229,400	\$ 43,943,500	\$ 44,842,500	\$ 45,959,300	\$ 46,844,600
Refunds	(1,420,000)	(1,294,400)	(1,257,500)	(1,281,300)	(1,299,400)	(1,276,200)	(1,253,200)
Total Revenue	\$ 46,714,220	\$ 42,632,800	\$ 41,971,900	\$ 42,662,200	\$ 43,543,100	\$ 44,683,100	\$ 45,591,400
Prior Year Lapses	270,012	795,929	205,000	175,000	175,000	175,000	175,000
Funds Available	\$ 46,988,682	\$ 48,970,150	\$ 50,035,153	\$ 48,475,638	\$ 46,726,416	\$ 45,046,428	\$ 45,766,400
Expenditures:							
Appropriations.....	\$ 41,795,141	\$ 44,940,133	\$ 44,882,421	\$ 45,440,481	\$ 46,520,888	\$ 47,352,300	\$ 48,270,955
Executive Authorizations	21,691	20,711	29,253	26,841	17,200	17,200	17,200
Proposed Supplementals	-	(1,657,720)	-	-	-	-	-
Less Federal Enhanced Medical							
Assistance Percentage	(2,465,571)	(2,191,227)	(514,959)	-	-	-	-
Current Year Lapses	-	-	-	-	-	-	-
Total Expenditures.....	\$ 39,351,261	\$ 41,111,897	\$ 44,396,715	\$ 45,467,322	\$ 46,538,088	\$ 47,369,500	\$ 48,288,155
Preliminary Balance.....	\$ 7,637,421	\$ 7,858,253	\$ 5,638,438	\$ 3,008,316	\$ 188,328	\$ (2,323,072)	\$ (2,521,755)
Transfer to Budget Stabilization							
Reserve Fund	(2,100,000)	-	-	-	-	2,323,072	2,521,755
Ending Balance	\$ 5,537,421	\$ 7,858,253	\$ 5,638,438	\$ 3,008,316	\$ 188,328	\$ -	\$ -

NOTES ON FINANCIAL STATEMENT

(Dollar Amounts in Thousands)

PROPOSED TAX AND REVENUE MODIFICATIONS

	2023-24
	Estimated
Tax Revenue:	
Gross Receipts Tax (GRT)	\$ (41,100)
Effective January 1, 2024, excluding mobile telecommunications services from GRT.	
Sales and Use Tax (SUT)	\$ (20,900)
Effective January 1, 2024, excluding mobile telecommunications services from SUT.	
Elimination of the Enhanced Revenue Collections Account (ERCA)	\$ 21,100
Effective July 1, 2023, revenues previously attributed to ERCA are included in General Fund revenue by tax type, estimated at \$8.7 million corporate net income tax; \$6.7 million personal income tax; \$5.1 million sales and use tax; and \$0.6 million inheritance tax. General Fund refunds are also adjusted to reflect avoidance of erroneous refund overpayments. The innovative collection activity that was previously funded by ERCA will now be included in the Department of Revenue's General Government Operations appropriation, since this work has been integrated into the department's procedures, making the need for a separate account obsolete.	
Transfer to Public Safety and Protection Fund	\$ (1,017,300)
A redirection of revenues collected from the other tobacco products tax and liquor tax and a \$400 million transfer of motor vehicle sales and use tax is proposed. The portion of revenue transferred from motor vehicle sales and use tax is proposed at \$450 million in 2024-25; \$500 million in 2025-26; \$550 million in 2026-27; and \$600 million in 2027-28.	
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	\$ (10,500)
A transfer of funds from the personal income tax to the Environmental Stewardship Fund for Growing Greener debt service payments is proposed.	
Adult Use Cannabis Tax	\$ -
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, 2025, with initial revenues realized in 2024-25.	
Nontax Revenue:	
Transfer from Medical Marijuana Program Fund	\$ 31,900
To comply with the intent of Act 16 of 2016, this budget reflects transfer of the unexpended fund balance of the Medical Marijuana Program Fund to the General Fund to offset Department of Health operations.	
TOTAL PROPOSED TAX AND REVENUE MODIFICATIONS	<u>\$ (1,152,100)</u>

This budget proposes the following revenue modification in 2023-24:

A new Individual Recruitment and Retention Tax Credit for wages earned by qualified newly certified and licensed professionals in the fields of nursing, teaching, and public policing, beginning January 1, 2023, is proposed. This credit is estimated to increase refunds by \$24.7 million in 2023-24.

Effective January 1, 2024, an increase in the minimum wage from \$7.25 per hour to \$15.00 per hour is proposed.

NOTES ON FINANCIAL STATEMENT

(Dollar Amounts in Thousands)

PROPOSED SUPPLEMENTALS

	2022-23 Available
STATE SUPPLEMENTALS	
Education	
School Food Services	\$ 12,500
School Employees' Social Security	2,500
Education Total	<u>\$ 15,000</u>
Human Services	
Information Systems.....	\$ (271)
County Administration-Statewide	(217)
Mental Health Services	(9,641)
Intellectual Disabilities-State Centers.....	(7,624)
Supplemental Grants-Aged, Blind, and Disabled.....	(946)
Medical Assistance-Capitation	(403,018)
Medical Assistance-Fee-for-Service.....	(140,803)
Payment to Federal Government-Medicare Drug Program	(41,956)
Medical Assistance-Workers with Disabilities	(26,524)
Medical Assistance-Physician Practice Plans	(366)
Medical Assistance-Hospital-Based Burn Centers.....	(463)
Medical Assistance-Critical Access Hospitals.....	(1,694)
Medical Assistance-Obstetric and Neonatal Services.....	(696)
Medical Assistance-Trauma Centers	(902)
Medical Assistance-Academic Medical Centers	(2,571)
Medical Assistance-Transportation	(992)
Children's Health Insurance Program	(7,798)
Medical Assistance-Long-Term Living	(29,575)
Medical Assistance-Community HealthChoices.....	(713,699)
Long-Term Care Managed Care	(10,266)
Intellectual Disabilities-Community Base Program	(596)
Intellectual Disabilities-Intermediate Care Facilities.....	(27,128)
Intellectual Disabilities-Community Waiver Program	(234,107)
Autism Intervention and Services.....	(754)
County Child Welfare	(5,871)
Nurse Family Partnership.....	(43)
Early Intervention	(4,199)
Human Services Total	<u>\$ (1,672,720)</u>
TOTAL STATE SUPPLEMENTALS	<u><u>\$ (1,657,720)</u></u>

NOTES ON FINANCIAL STATEMENT

(Dollar Amounts in Thousands)

PROPOSED SUPPLEMENTALS

	2022-23 Available
FEDERAL SUPPLEMENTALS	
Executive Offices	
IIJA-State Cybersecurity.....	\$ (1,071)
EEOC-Special Project Grant.....	768
Executive Offices Total	\$ (303)
Commission on Crime and Delinquency	
Smart Probation	\$ 715
Community and Economic Development	
IIJA-Local Cybersecurity	\$ (4,282)
Education	
Food and Nutrition-Local.....	\$ 419,892
Emergency Management Agency	
IIJA- State and Local Cybersecurity	\$ 5,206
Human Services	
Suicide Prevention	\$ 2,000
Refugees and Persons Seeking Asylum-Social Services	26,665
Medical Assistance-Capitation	677,800
Medical Assistance-Fee-for-Service.....	119,284
Medical Assistance-Academic Medical Centers	(1,300)
Medical Assistance-Transportation	5,386
Medical Assistance-Autism Intervention Services.....	108
Education for Children with Disabilities-Early Intervention.....	416
Human Services Total	\$ 830,359
TOTAL FEDERAL SUPPLEMENTALS	\$ 1,251,587
TOTAL SUPPLEMENTALS	\$ (406,133)

Adjustments to Revenue Estimate

On July 11, 2022, the Official Estimate for fiscal year 2022-23 was certified to be \$43,579,700,000. The adjustments detailed below take into account actual revenue collections through the first seven 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)		
	2022-23 Official Estimate	Adjustments	2022-23 Revised Estimate
TAX REVENUE			
Corporation Taxes			
Corporate Net Income Tax	\$ 4,900,200	\$ 617,200	\$ 5,517,400
Selective Business:			
Gross Receipts Tax	1,013,300	46,100	1,059,400
Public Utility Realty Tax	39,900	2,200	42,100
Insurance Premiums Tax	494,400	17,000	511,400
Financial Institutions Taxes	443,700	7,200	450,900
Total — Corporation Taxes	<u>\$ 6,891,500</u>	<u>\$ 689,700</u>	<u>\$ 7,581,200</u>
Consumption Taxes			
Sales and Use Tax	\$ 13,814,900	\$ 178,700	\$ 13,993,600
Cigarette Tax	841,900	(82,100)	759,800
Other Tobacco Products Tax	163,000	(10,600)	152,400
Malt Beverage Tax	21,700	600	22,300
Liquor Tax	439,100	2,300	441,400
Total — Consumption Taxes	<u>\$ 15,280,600</u>	<u>\$ 88,900</u>	<u>\$ 15,369,500</u>
Other Taxes			
Personal Income Tax	\$ 18,163,700	\$ (495,700)	\$ 17,668,000
Realty Transfer Tax	760,400	(125,900)	634,500
Inheritance Tax	1,462,100	(48,400)	1,413,700
Gaming Taxes	317,200	23,400	340,600
Minor and Repealed Taxes	(71,400)	2,700	(68,700)
Total — Other Taxes	<u>\$ 20,632,000</u>	<u>\$ (643,900)</u>	<u>\$ 19,988,100</u>
TOTAL TAX REVENUE	<u>\$ 42,804,100</u>	<u>\$ 134,700</u>	<u>\$ 42,938,800</u>
NONTAX REVENUE			
State Stores Fund Transfer	\$ 185,100	\$ -	\$ 185,100
Licenses, Fees, and Miscellaneous:			
Licenses and Fees	150,600	5,900	156,500
Miscellaneous	377,600	204,300	581,900
Fines, Penalties, and Interest:			
Other	62,300	2,600	64,900
TOTAL NONTAX REVENUE	<u>\$ 775,600</u>	<u>\$ 212,800</u>	<u>\$ 988,400</u>
GENERAL FUND TOTAL	<u>\$ 43,579,700</u>	<u>\$ 347,500</u>	<u>\$ 43,927,200</u>

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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Estimated	Budget	Estimated	Estimated	Estimated	Estimated
TAX REVENUE							
Corporation Taxes							
Corporate Net Income Tax.....	\$ 5,323,954	\$ 5,517,400	\$ 5,347,100	\$ 5,130,100	\$ 4,822,700	\$ 4,494,600	\$ 4,211,300
Selective Business:							
Gross Receipts Tax.....	1,022,443	1,059,400	1,008,200	997,800	992,100	986,100	979,800
Public Utility Realty Tax.....	39,498	42,100	42,500	42,900	43,300	43,700	44,100
Insurance Premiums Tax	482,284	511,400	519,600	540,700	552,400	564,300	577,600
Financial Institutions Taxes	448,804	450,900	448,200	461,600	480,500	503,700	527,900
Total - Corporation Taxes.....	\$ 7,316,983	\$ 7,581,200	\$ 7,365,600	\$ 7,173,100	\$ 6,891,000	\$ 6,592,400	\$ 6,340,700
Consumption Taxes							
Sales and Use Tax.....	\$ 13,914,255	\$ 13,993,600	\$ 13,795,300	\$ 14,057,800	\$ 14,367,500	\$ 14,678,400	\$ 15,055,900
Cigarette Tax	874,065	759,800	708,100	660,300	615,200	572,400	531,700
Other Tobacco Products Tax	149,417	152,400	-	-	-	-	-
Malt Beverage Tax	22,473	22,300	22,000	21,900	21,500	21,400	21,300
Liquor Tax.....	431,264	441,400	-	-	-	-	-
Adult Use Cannabis Tax.....	-	-	-	15,900	64,100	132,600	188,800
Total - Consumption Taxes	\$ 15,391,474	\$ 15,369,500	\$ 14,525,400	\$ 14,755,900	\$ 15,068,300	\$ 15,404,800	\$ 15,797,700
Other Taxes							
Personal Income Tax	\$ 18,125,689	\$ 17,668,000	\$ 18,050,900	\$ 18,784,000	\$ 19,627,700	\$ 20,596,600	\$ 21,252,100
Realty Transfer Tax.....	847,072	634,500	534,100	630,700	728,000	875,500	975,900
Inheritance Tax	1,550,429	1,413,700	1,393,500	1,390,000	1,408,400	1,434,500	1,467,700
Gaming Taxes.....	307,857	340,600	357,600	368,100	379,100	391,000	403,600
Minor and Repealed Taxes	(50,860)	(68,700)	(90,200)	(99,000)	(119,000)	(141,200)	(165,100)
Total - Other Taxes	\$ 20,780,187	\$ 19,988,100	\$ 20,245,900	\$ 21,073,800	\$ 22,024,200	\$ 23,156,400	\$ 23,934,200
TOTAL TAX REVENUE.....	\$ 43,488,644	\$ 42,938,800	\$ 42,136,900	\$ 43,002,800	\$ 43,983,500	\$ 45,153,600	\$ 46,072,600
NONTAX REVENUE							
State Stores Fund Transfer	\$ 185,100	\$ 185,100	\$ 222,000	\$ 222,000	\$ 222,000	\$ 222,000	\$ 222,000
Licenses, Fees, and Miscellaneous:							
Licenses and Fees.....	168,025	156,500	160,300	157,200	154,400	154,500	154,300
Miscellaneous	4,225,567	581,900	644,900	496,200	417,300	363,900	330,400
Fines, Penalties, and Interest:							
Other.....	66,885	64,900	65,300	65,300	65,300	65,300	65,300
TOTAL NONTAX REVENUE.....	\$ 4,645,577	\$ 988,400	\$ 1,092,500	\$ 940,700	\$ 859,000	\$ 805,700	\$ 772,000
GENERAL FUND TOTAL.....	\$ 48,134,220	\$ 43,927,200	\$ 43,229,400	\$ 43,943,500	\$ 44,842,500	\$ 45,959,300	\$ 46,844,600

Details may not add to totals due to rounding.

General Fund Revenue Sources

This section provides a brief description of the tax and nontax State revenue sources for the General Fund. For more 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 business corporations for the privilege of doing business, carrying on activities, or employing or owning capital or property in Pennsylvania and is levied on federal taxable income with Pennsylvania modifications. When the entire business of any corporation is not transacted within Pennsylvania, taxable income usually is determined by a single sales factor apportionment formula for tax year 2013 and beyond. Act 53 of 2022 reduced the rate through a phase-down schedule and broadened the base by incorporating market-based sourcing and economic nexus standards, which impacts apportionment and eligibility of business income in Pennsylvania for certain transactions related to intangible property.

Tax Rates: The current tax rate of 8.99 percent has been in effect since January 1, 2023. The prior rate of 9.99 percent was in effect from January 1, 1995 through December 31, 2022. The following rate reduction schedule applies going forward:

January 1, 2024.....	8.49 percent
January 1, 2025	7.99 percent
January 1, 2026.....	7.49 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.

Gross Receipts Tax

Tax Base: This tax is levied on the gross receipts from business transacted within Pennsylvania by specified companies owned, operated, or leased by corporations, associations, or individuals. Various 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 and oil transportation companies. Beginning with fiscal year 1993-94, 0.25 mill is transferred to the Alternative Fuels Incentive Grant Fund.

Tax Rates: 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.

Reference: Purdon's Title 72 P.S. §8101—§8102; 72 P.S. §2183—§2194.

Proposed Change: The tax will be changed to exclude mobile telecommunications services from the tax, effective January 1, 2024.

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. Effective January 1, 2000, electric generation assets became subject to local real estate tax and were excluded from the public utility realty tax base.

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 after, the Department of Revenue calculates a gross receipts tax surcharge if refunds for public utility realty tax appeals exceed \$5 million in the prior fiscal year. For tax year 2012 and after, there has been no surcharge.

Reference: Purdon's Title 72 P.S. §8101-A—§8109-A.

Insurance Premiums Tax

Tax Base: This tax is levied on the gross premiums from all business transacted within the Commonwealth during each calendar year by domestic and foreign insurance companies. Act 53 of 2022 restructured the deposit of funds. Beginning in 2022-23, all insurance premiums tax collections are deposited into the General Fund, and the following transfers are made: (1) the greater of \$85 million, or 8.5 percent, transferred into the Fire Insurance Tax Fund; and (2) the greater of \$345 million, or 38 percent, transferred into the Municipal Pension Aid Fund.

Tax Rates: 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.

Reference: Purdon's Title 72 P.S. §7901—§7906.

Financial Institutions Taxes

Tax Base: This category includes the bank and trust companies shares tax, the title insurance companies shares tax, and the mutual thrift institutions tax. The bank and trust company shares tax is imposed on every bank and trust company having capital stock and doing business in Pennsylvania. The tax is imposed annually on the value of shares as of January 1. Beginning January 1, 2014, the taxable value of shares is computed on the most recent year-end value of an institution's total bank equity capital, adjusted to allow a deduction for certain types of goodwill and United States obligations. The Pennsylvania share of total bank equity capital is determined by a single receipts factor. The title insurance companies shares tax is levied on the taxable amount of the capital stock of title insurance companies. The mutual thrift institutions tax is levied on the taxable net income of mutual thrift institutions.

Tax Rates: 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 11.50 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 the occupancy of hotel rooms is imposed as part of the sales and use tax law. Current transfers are as follows: 0.947 percent of revenues from this tax is deposited in the Public Transportation Assistance Fund; 4.4 percent of receipts are transferred annually to the Public Transportation Trust Fund; \$0.7 million is made annually to the Transit Revitalization Investment District Fund; an amount as may be necessary to make payment for principal and interest obligations is also transferred to the Commonwealth Financing Authority (CFA). For 2019-20 only, \$115.3 million was transferred under Act 43 of 2017 to the Tobacco Revenue Bond Debt Service Account. Beginning in 2022-23, an annual transfer will occur from motor vehicle sales and use tax receipts to the Public Transportation Trust Fund. The transfer will be the greater of the ratio of \$450 million to 2020-21 sales and use tax receipts multiplied by current year sales and use tax receipts or \$450 million. The revenues shown for the General Fund are net of these transfers.

Tax Rate: The current rate uses a bracket system based on 6 percent of the purchase price. This rate has been in effect since 1968.

Reference: Purdon's Title 72 P.S. §7201 et seq.

Proposed Changes: A portion of motor vehicle sales and use tax will be transferred to the newly created Public Safety and Protection Fund as follows: \$400 million in 2023-24; \$450 million in 2024-25; \$500 million in 2025-26; \$550 million in 2026-27; and \$600 million in 2027-28. The tax will be changed to exclude mobile telecommunications services from tax, effective January 1, 2024.

Cigarette Tax

Tax Base: The tax is imposed and assessed on the sale or possession of cigarettes and little cigars weighing less than 4 pounds per 1,000 sticks within Pennsylvania.

Tax Rates: The current tax rate of 13 cents per cigarette has been in effect since August 2016. Beginning in 2002-03, fixed annual amounts are transferred to the Children's Health Insurance Program (CHIP) and the Agricultural Conservation Easement Purchase (ACEP) Fund. The current CHIP transfer is \$30.73 million, while the ACEP transfer is \$25.49 million. An additional transfer is made to the Local Cigarette Tax Fund if prior year deposits fall below \$58 million, effective for deposits made in 2016-17. The transfer is equal to the difference between \$58 million and actual deposits into the fund. A \$115.3 million transfer was also made to the Tobacco Settlement Fund for CFA debt service payments in 2019-20, 2020-21, 2021-22, and 2022-23. This transfer is proposed for 2023-24 and is expected to be reauthorized for each fiscal year in the forecast period. The revenues shown for the General Fund are net of these transfers.

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 an e-cigarette, and any other tobacco products for chewing, ingesting, or smoking, except cigars.

Tax Rates: 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 per ounce, with a minimum tax per package of 66 cents.

Reference: Purdon's Title 72 P.S. § 8201-A et seq.

Proposed Change: Beginning in 2023-24 the proceeds of this tax will be transferred to the newly created Public Safety and Protection Fund.

Malt Beverage Tax

Tax Base: The tax is levied on the manufacture, sale, and use of malt or brewed beverage within the Commonwealth by manufacturers, distributors, and importers.

Tax Rates: The tax rate is two-thirds of a cent per half pint of 8 fluid ounces or fraction thereof, and in larger quantities at the rate of one cent per pint or 6 fluid ounces or fraction thereof.

Reference: Purdon's Title 72 P.S. §9001 et seq.

Liquor Tax

Tax Base: The distribution of liquor is a state enterprise under the auspices of the Pennsylvania Liquor Control Board (LCB). All liquors sold by the LCB 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. A wine excise tax of \$2.50 per gallon, which is reported under Minor and Repealed Taxes, is imposed on direct wine shipments in lieu of the 18 percent liquor tax.

Reference: Purdon's Title 47 P.S. §794—§796.

Proposed Change: Beginning in 2023-24 the proceeds of this tax will be transferred to the newly created Public Safety and Protection Fund.

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, 2025, with initial revenue collections realized in 2024-25.

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 tax is paid by all residents, resident trusts, and estates on eight separate classes of income: (1) compensation, (2) net profits, (3) interest, (4) dividends, (5) income from the disposition of property, (6) rents and royalties, (7) gambling and lottery winnings, including cash prizes of the Pennsylvania Lottery, and (8) income from estates and trusts. The tax is also paid by non-resident individuals, estates, and trusts on the following income from sources within the Commonwealth: compensation for personal services performed in Pennsylvania unless the taxpayer is a resident of a state with which there is a reciprocal agreement; net profits from activity conducted in Pennsylvania; income from the rental, ownership, or disposition of any real or personal property, and income from gambling activity in Pennsylvania including prizes of the Pennsylvania Lottery. A loss in one class of income may not be offset against income in another class, nor may gains or losses be carried back or forward from year to year. A credit is available to those individuals receiving tax forgiveness under the special provisions for poverty. Beginning in 2020-21, \$13.3 million is transferred to an account supporting the Farm Show Complex. In 2021-22 and 2022-23, \$12.3 million was transferred to the Environmental Stewardship Fund. This transfer is again proposed for 2023-24 at \$10.5 million and is expected to be reauthorized for each fiscal year in the forecast period. A transfer of \$45 million to the Election Integrity Restricted Account began in 2022-23. The revenues shown for the General Fund are net of these transfers.

Tax Rates: The current tax rate of 3.07 percent has been in effect since 2004.

Reference: Purdon's Title 72 P.S. §7301 et seq.

Proposed Change: For wages earned beginning January 1, 2023, a new Individual Recruitment and Retention Tax Credit is available for qualified newly certified and licensed professionals in the fields of nursing, teaching and public policing.

Realty Transfer Tax

Tax Base: The tax is levied on the value of the real estate transferred by a deed, instrument, or other writing. Other taxable transfers include long-term leases greater than thirty years, transfers of real estate from industrial development authorities that will not be used primarily for industrial purposes, and "deemed" transfers of real estate because of the acquisition of companies that are in the business of holding or selling real estate. Beginning in July 1994, monthly transfers to the Keystone Recreation, Park, and Conservation Fund have occurred. The current transfer rate is 15 percent. Beginning in 2015-16, an annual transfer is made from realty tax funds to the Pennsylvania Housing Affordability and Rehabilitation Enhancement Fund. The current transfer amount shall be the minimum of \$40 million or the difference between total realty transfer tax collections for the prior fiscal year and the official estimate for fiscal year 2014-15. This amount increases to \$60 million July 1, 2023. The revenues shown for the General Fund are net of these transfers.

Tax Rate: Rate of 1 percent of the value of the property transferred.

Reference: Purdon's Title 72 P.S. §8101-C—§8113-C.

Inheritance Tax

Tax Base: This tax is imposed on the value of property transferred to beneficiaries of a deceased person and certain transfers made during the decedent's lifetime. The value of the transfer is established on the date of the decedent's death.

Tax Rates: Rates are based on the relationship of the decedent and the beneficiary. Transfers of non-jointly held property to spouses are taxed at a rate of 0 percent. Transfers between parents and decedents 21 years of age or younger are taxed at a rate of 0 percent. Transfers to other lineal beneficiaries are taxed at 4.5 percent. Transfers to siblings of the decedents 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 Game Taxes

Tax Base: These taxes are imposed 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. Act 53 of 2022 made this distribution to the General Fund permanent.

Tax Rates: Originally 12 percent of gross table game revenue. However, Act 84 of 2016 set the tax rate at 14 percent for all licensed gaming entities for the period August 1, 2016, through June 30, 2019. Act 13 of 2019 extended the expiration of the additional 2 percent to August 1, 2021, and Act 25 of 2021 made the 2 percent additional tax permanent. In addition to the above percentages, 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 imposed on gross interactive gaming revenue of interactive gaming certificate holders and a multi-use gaming device tax is imposed on the gross interactive airport gaming revenue of interactive gaming certificate holders authorized to conduct interactive gaming at qualified airports. The tax on multiple player games and single player games that simulate table games is deposited in the General Fund. The tax on single player 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 deposited in the General Fund and the multi-use gaming device tax on games simulating table games is 14 percent of gross interactive gaming revenue. The 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 imposed on the monthly fantasy contest adjusted revenue of licensed operators. Monthly fantasy contest adjusted revenue is defined as, for each fantasy contest, the total amount of all entry fees collected from all participants entering the fantasy contest minus prizes or awards paid to participants in the fantasy 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 imposed on daily gross sports wagering revenue of sports wagering certificate holders. The tax is imposed on daily gross sports wagering revenue, which is defined as the total of cash or cash equivalents received from sports wagering minus the total of cash or cash equivalents paid to players, paid to purchase annuities to fund prizes, and paid for personal property distributed to players as a result of sports wagering.

Tax Rate: The rate is 34 percent of daily gross sports wagering revenue.

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 is a transfer to the Neighborhood Improvement Zone (NIZ) Fund, as established by Act 50 of 2009, Act 26 of 2011, and Act 87 of 2012 and a transfer to the City Revitalization and Improvement Zone (CRIZ) Fund, as established by Act 52 of 2013. Effective for 2020-21, minor and repealed also includes a transfer to the Military Installation Remediation (MIRP) program, established by Act 101 of 2019.

State Stores Fund Transfer

The State Stores Fund Transfer is an amount determined by the Liquor Control Board 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 the remaining balance in the Video Gaming Fund that is not transferred to the Compulsive and Problem Gambling Treatment Fund on the last day of each fiscal year (Purdon's Title 4 Pa.C.S.A. § 4105).

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

GENERAL FUND REVENUE DETAIL

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
TAX REVENUE			
Corporate Net Income Tax	\$ 5,323,954	\$ 5,517,400	\$ 5,347,100
Gross Receipts Tax			
Electric, Hydroelectric, and Water Power	\$ 809,056	\$ 871,700	\$ 886,100
Telephone and Telegraph	216,647	191,000	125,400
Transportation	1,206	1,200	1,200
Alternative Fuel Incentive Grant Fund Transfer	(4,466)	(4,500)	(4,500)
SUBTOTAL	\$ 1,022,443	\$ 1,059,400	\$ 1,008,200
Public Utility Realty Tax	\$ 39,498	\$ 42,100	\$ 42,500
Insurance Premiums Tax			
Gross Collections	\$ 482,284	\$ 961,900	\$ 975,200
Municipal Pension Aid Fund Transfer	-	(365,500)	(370,600)
Fire Insurance Tax Fund Transfer	-	(85,000)	(85,000)
SUBTOTAL	\$ 482,284	\$ 511,400	\$ 519,600
Financial Institutions Taxes			
Federal Mutual Thrift Institutions	\$ 10,433	\$ 9,800	\$ 9,300
National Banks	308,005	318,500	317,600
State Banks	82,214	76,800	76,500
State Mutual Thrift Institutions	22,628	20,200	19,200
Trust Companies	25,524	25,600	25,600
SUBTOTAL	\$ 448,804	\$ 450,900	\$ 448,200
Sales and Use Tax			
Motor Vehicle	\$ 1,837,934	\$ 1,375,200	\$ 898,100
Non-Motor Vehicle	12,076,320	12,618,400	12,897,200
SUBTOTAL	\$ 13,914,255	\$ 13,993,600	\$ 13,795,300
Cigarette Tax	\$ 874,065	\$ 759,800	\$ 708,100
Other Tobacco Products Tax	\$ 149,417	\$ 152,400	\$ -
Malt Beverage Tax	\$ 22,473	\$ 22,300	\$ 22,000
Liquor Tax	\$ 431,264	\$ 441,400	\$ -

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
Personal Income Tax			
Non-Withholding	\$ 6,099,443	\$ 5,033,900	\$ 5,002,300
Withholding	12,026,246	12,634,100	13,048,600
SUBTOTAL	\$ 18,125,689	\$ 17,668,000	\$ 18,050,900
Realty Transfer Tax	\$ 847,068	\$ 634,500	\$ 534,100
Inheritance Tax			
Nonresident Inheritance and Estate Tax	\$ 12,622	\$ 11,400	\$ 11,200
Resident Inheritance and Estate Tax	1,537,807	1,402,300	1,382,300
SUBTOTAL	\$ 1,550,429	\$ 1,413,700	\$ 1,393,500
Gaming Taxes	\$ 307,857	\$ 340,600	\$ 357,600
Minor and Repealed Taxes			
Corporate Loans Tax	\$ 231	\$ 200	\$ 200
Excess Motor Vehicle Tax	14,617	11,000	11,300
Wine Excise Tax	4,311	3,500	3,600
Tax on Writs, Wills, and Deeds	1,269	1,000	1,000
NIZ State Tax Transfer	(69,326)	(67,900)	(77,700)
CRIZ State Tax Transfer	(8,667)	(12,200)	(12,700)
MIRP State Tax Transfer	(15,803)	(17,900)	(19,200)
Tavern Games	1,049	1,000	1,000
Miscellaneous Business Taxes	369	400	400
Fireworks Tax	12,563	10,700	400
Capital Stock and Franchise Taxes	1,075	-	-
Other	7,454	1,500	1,500
SUBTOTAL	\$ (50,860)	\$ (68,700)	\$ (90,200)
TOTAL TAX REVENUE	\$ 43,488,644	\$ 42,938,800	\$ 42,136,900
NONTAX REVENUE			
State Stores Fund Transfer	\$ 185,100	\$ 185,100	\$ 222,000
Licenses, Fees, and Miscellaneous			
Executive Offices			
MISCELLANEOUS REVENUE			
Miscellaneous	\$ 1,940	\$ 1,940	\$ 1,940
Interest Transferred to Employee Benefits	(1,003)	(1,003)	(1,003)
DEPARTMENT TOTAL	\$ 936	\$ 936	\$ 936
Auditor General			
LICENSES AND FEES			
Filing Fees - Board of Arbitration of Claims	\$ 1	\$ 1	\$ 1
DEPARTMENT TOTAL	\$ 1	\$ 1	\$ 1

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
Attorney General			
MISCELLANEOUS REVENUE			
Assessed Civil Penalties Payments	\$ 425	\$ 400	\$ 400
Miscellaneous.....	614	325	325
DEPARTMENT TOTAL	<u>\$ 1,038</u>	<u>\$ 725</u>	<u>\$ 725</u>
Treasury			
MISCELLANEOUS REVENUE			
Allocation Of Treasury Costs.....	\$ 4,513	\$ 4,478	\$ 4,480
Dividend Income Reinvested - Long Term.....	4	5	5
Interest On Average Collected Balance - WIC Program	-	5	5
Interest On Deposits.....	29	89	112
Interest On Securities.....	10	10	11
Miscellaneous.....	144	145	147
Redeposit of Checks	270	263	260
Treasury Investment Income.....	18,121	275,000	316,000
Unclaimed Property - Claim Payments	(140,000)	(170,000)	(175,000)
Unclaimed Property - Other Holder Deposits	418,480	388,000	391,880
Interest Transferred to Hodge Trust Fund.....	*	(1)	(1)
DEPARTMENT TOTAL	<u>\$ 301,572</u>	<u>\$ 497,994</u>	<u>\$ 537,899</u>
Agriculture			
LICENSES AND FEES			
Abattoir Licenses.....	\$ 1	\$ 4	\$ 1
Approved Inspectors Certificate and Registration Fees.....	2	3	2
Eating & Drinking Licenses	2,138	2,300	2,100
Egg Certification Fees	12	11	12
Garbage Feeders' Licenses	*	*	*
Ice Cream Licenses.....	127	150	150
Lab Directors' Exam Fees	1	3	2
Livestock Branding Fees	1	1	1
Poultry Technician Licenses.....	6	6	1
Pub Weighmasters (Under Act 155)	281	250	280
Registration Fee - Food Establishment.....	207	240	240
Rendering Plant Licenses	2	2	2
SUBTOTAL	<u>\$ 2,779</u>	<u>\$ 2,968</u>	<u>\$ 2,790</u>
MISCELLANEOUS REVENUE			
Miscellaneous.....	\$ (10)	\$ 2	\$ 3
DEPARTMENT TOTAL	<u>\$ 2,770</u>	<u>\$ 2,970</u>	<u>\$ 2,792</u>

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
Banking and Securities			
LICENSES AND FEES			
Licenses and Fees	\$ 33,971	\$ 32,030	\$ 32,030
DEPARTMENT TOTAL	\$ 33,971	\$ 32,030	\$ 32,030
Community and Economic Development			
LICENSES AND FEES			
Municipal Indebtedness Fees	\$ 200	\$ 250	\$ 250
MISCELLANEOUS REVENUE			
PA 1st Principal Repayment	\$ 125	\$ 45	\$ 45
PA 1st Interest on Loans	-	10	10
Miscellaneous	*	-	-
Contract Interest	34	25	25
Business Infrastructure Development (BID) Principal Repayments	88	100	100
BID Interest on Loans Per Act 105 of 1984	21	24	14
BID Penalty Charges Per Act 104 of 1984	-	1	1
PENNWORKS Interest on Loans	502	500	450
PENNWORKS Penalty Charges	*	3	3
PENNWORKS Principal Repayment	5,021	5,100	5,000
GENERAL Interest on Loans	2	-	-
General Principal Repayments	30	-	-
Refunds of Expenditures Not Credited To Appropriations	242	-	-
PA 1st Penalty Charges	-	1	1
SUBTOTAL	\$ 6,065	\$ 5,808	\$ 5,648
DEPARTMENT TOTAL	\$ 6,265	\$ 6,058	\$ 5,898
Conservation and Natural Resources			
MISCELLANEOUS REVENUE			
Camp Leases	\$ 805	\$ 792	\$ 792
Ground Rents	22	19	19
Housing Rents	23	23	23
Mineral Sales	1	1	1
Miscellaneous	6	2	2
Sale of DEP Water Kits	-	1	1
Parks Consignment Sales	-	*	*
Rights-Of-Way	1,141	1,077	1,077
Water Leases	24	23	23
DEPARTMENT TOTAL	\$ 2,022	\$ 1,937	\$ 1,937

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
Corrections			
MISCELLANEOUS REVENUE			
Miscellaneous.....	\$ 174	\$ -	\$ -
Telephone Commissions.....	3,625	4,000	4,012
DEPARTMENT TOTAL	<u>\$ 3,799</u>	<u>\$ 4,000</u>	<u>\$ 4,012</u>
Education			
LICENSES AND FEES			
Fees For Licensing Private Schools.....	\$ 107	\$ 145	\$ 145
Private Academic School Teacher Certification Fees	41	42	42
Fees For Licensing Private Driver Training Schools	78	80	80
Fees Transcripts/Closed Private Schools	*	*	*
Secondary Education Evaluation Fees	15	15	15
Teacher Certification Fees	2,614	2,500	2,500
Fingerprint and FBI Background Check Fees	553	550	550
DEPARTMENT TOTAL	<u>\$ 3,408</u>	<u>\$ 3,332</u>	<u>\$ 3,332</u>
Environmental Protection			
LICENSES AND FEES			
Certification of PA Shot Firers for Mine Blasting	\$ 12	\$ 5	\$ 5
Mining Program Blasters' Examination and Licensing Fees	26	26	26
Explosives Storage Permit Fees	74	72	72
Government Financed Cost Contracts	19	19	19
Hazardous Waste Facility Annual Permit Administration Fees	58	47	47
Hazardous Waste Facility Permit Application Fees	25	17	17
Hazardous Waste Storage Disposal Facilities Fee	31	17	17
Hazardous Waste Transporter License and Fees.....	54	49	49
Infectious & Chemical Waste Transport Fees	15	14	14
Municipal Waste Annual Permit Administration Fees	263	248	248
Municipal Waste Permit Application Fees	166	32	32
Residual Waste Permit Administration Fees	228	189	189
Residual Waste Permit Application/Modification Fees	75	75	75
Sewage Permit Fees	411	122	122
Submerged Land Fees.....	46	51	51
Water Bacteriological Examination Fees	4	4	4
Water Power and Supply Permit Fees	91	92	92
SUBTOTAL	<u>\$ 1,599</u>	<u>\$ 1,079</u>	<u>\$ 1,079</u>

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
MISCELLANEOUS REVENUE			
Ground Rentals	\$ 12	\$ 11	\$ 11
Miscellaneous.....	20	4	4
Payment To Occupy Submerged Lands	2,653	2,655	2,655
Refunds of Expenditures Not Credited to Appropriations	*	2	2
Rights-Of-Way.....	8	10	10
Royalties to Recovery of Materials - Schuylkill River	101	100	100
SUBTOTAL	<u>\$ 2,793</u>	<u>\$ 2,782</u>	<u>\$ 2,782</u>
DEPARTMENT TOTAL	<u>\$ 4,392</u>	<u>\$ 3,861</u>	<u>\$ 3,861</u>
Gaming Control Board			
LICENSES AND FEES			
VGT License Fees.....	\$ 9	\$ -	\$ 50
VGT Application Fees	40	40	40
Fantasy Contest Authorization Fees	60	100	10
Sports Wagering Authorization Fees	21,155	2,000	1,010
Interactive Gaming Authorization Fees	1,190	3,050	2,640
Slot License Fees.....	-	250	1,075
Ancillary Table Games License Fees.....	388	949	233
DEPARTMENT TOTAL	<u>\$ 22,842</u>	<u>\$ 6,389</u>	<u>\$ 5,058</u>
General Services			
MISCELLANEOUS REVENUE			
Allocation of Purchasing Costs for Commonwealth Property.....	\$ 4,538	\$ 4,500	\$ 4,500
Real Estate Services.....	968	360	360
Rental of State Property	86	90	90
Right-to-Know.....	*	*	*
Sale of State Property	704	1,700	1,700
Sale of Property Escrow.....	(130)	85	85
Reading State Office Building	500	250	250
Scranton State Office Building	1,226	500	500
Rebates to be Distributed.....	335	75	75
DEPARTMENT TOTAL	<u>\$ 8,226</u>	<u>\$ 7,560</u>	<u>\$ 7,560</u>
Human Services			
LICENSES AND FEES			
Miscellaneous.....	\$ (1)	\$ 74	\$ 74
MISCELLANEOUS REVENUE			
Miscellaneous.....	\$ 1	\$ 1	\$ 4
DEPARTMENT TOTAL	<u>\$ *</u>	<u>\$ 75</u>	<u>\$ 78</u>

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	Actual	Estimated	Budget
Health			
LICENSES AND FEES			
Bathing Place Program - Application Fees	\$ 1	\$ 1	\$ 1
Birth Certificate Fees	6,750	6,412	6,412
Birth Certificate Fees - Transfer	(3,765)	(3,136)	(3,136)
Home Care Agency Licensure Fees	387	398	398
Hospice Licensing Fees	7	8	8
Miscellaneous Licensure Fees	196	202	202
Nursing Home Licenses	190	232	232
Pediatric Extended Care Licensing Fees	2	5	5
Profit Making Hospital Licenses	205	213	213
Organized Camps Program Fees	2	3	3
Registration Fees - Hearing Aid Act	108	112	112
Registration Fees - Drugs Devices and Cosmetics Act	569	544	544
Vital Statistics Fees	977	869	869
Wholesale Prescription Drug Distribution Licenses	26	26	26
Milk Bank Licensing Fees	2	2	2
SUBTOTAL	\$ 5,656	\$ 5,890	\$ 5,890
MISCELLANEOUS REVENUE			
Miscellaneous	\$ 56	\$ 28	\$ 28
DEPARTMENT TOTAL	\$ 5,713	\$ 5,918	\$ 5,918
Insurance			
LICENSES AND FEES			
Agents' Licenses	\$ 54,898	\$ 49,000	\$ 49,500
Brokers' Licenses	18,010	18,000	18,000
Division of Companies Certification - Certificates and Filing Fees	1,908	1,900	1,900
Miscellaneous Fees	545	550	550
Contra Transfers	(38,708)	(39,725)	(39,975)
Valuation of Policies Fees	2,561	10,000	10,000
SUBTOTAL	\$ 39,215	\$ 39,725	\$ 39,975
MISCELLANEOUS REVENUE			
Miscellaneous	\$ 30	\$ -	\$ -
DEPARTMENT TOTAL	\$ 39,245	\$ 39,725	\$ 39,975

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
Labor and Industry			
LICENSES AND FEES			
Building Accessibility Plan Review and Inspection Fees	\$ 24	\$ 69	\$ 71
Approval Of Building Plan Fees	377	970	1,100
Approval Of Elevator Plan Fees	1,066	2,650	2,750
Bedding and Upholstery Fees	682	1,600	1,650
Boiler Inspections Fees	1,631	5,350	5,500
Boiler Plan Fees	82	345	350
Elevator Inspection Fees	533	2,050	2,100
Flammable Liquids Storage Fees	228	535	550
Industrial Board Variance, Appeal, and Time Extension Fees	157	425	430
Liquefied Petroleum Gas Plan Fees	*	11	11
Liquefied Petroleum Gas Registration Fees	190	425	430
Stuffed Toys Manufacturers' Registration Fees	48	135	140
Uniform Commercial Code Certifications	60	117	120
SUBTOTAL	\$ 5,078	\$ 14,682	\$ 15,202
MISCELLANEOUS REVENUE			
Miscellaneous	\$ 3,133	\$ -	\$ -
DEPARTMENT TOTAL	\$ 8,211	\$ 14,682	\$ 15,202
Revenue			
LICENSES AND FEES			
Certification and Copy Fees	\$ 79	\$ 83	\$ 87
Cigarette Permit Fees	1,547	624	774
Domestic Violence and Rape Crisis Program Fee	890	837	783
Expanded Gaming License Fees Per Act 42 of 2017	2,500	-	2,500
SUBTOTAL	\$ 5,017	\$ 1,544	\$ 4,143
MISCELLANEOUS REVENUE			
Exempt Collections Per Act 1992-67	\$ 14,072	\$ 13,653	\$ 13,235
District Justice Costs	10,387	10,128	9,869
Act 64 - Contra District Justice Costs	(2,756)	(2,497)	(2,238)
Miscellaneous	1,054	273	367
Distribution Due Absentee	47	82	82
SUBTOTAL	\$ 22,804	\$ 21,639	\$ 21,315
DEPARTMENT TOTAL	\$ 27,820	\$ 23,182	\$ 25,458

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget
State			
LICENSES AND FEES			
Charities Bureau Registration Fees	\$ 3,366	\$ 3,443	\$ 3,511
Commission and Filing Fees - Bureau of Elections	794	650	680
Commission and Filing Fees - Corporation Bureau	42,988	43,271	45,055
Commission Fees	*	-	-
Campaign Finance Fee	120	120	120
Notary Public Commission Fees	948	1,019	1,067
SUBTOTAL	\$ 48,216	\$ 48,503	\$ 50,433
MISCELLANEOUS REVENUE			
Prof. & Occupational Affairs Credit Card Transfer	\$ (999)	\$ -	\$ -
Interest Transferred to HAVA Program	(13)	-	-
Refunds of Expenditures Not Credited to Appropriations	*	-	-
SUBTOTAL	\$ (1,012)	\$ -	\$ -
DEPARTMENT TOTAL	\$ 47,204	\$ 48,503	\$ 50,433
State Police			
MISCELLANEOUS REVENUE			
Act 64 - Contra Miscellaneous Revenue	\$ (16)	\$ -	\$ -
Miscellaneous	233	476	476
DEPARTMENT TOTAL	\$ 217	\$ 476	\$ 476
Transportation			
MISCELLANEOUS REVENUE			
Right-to-Know	\$ -	\$ 2	\$ 2
DEPARTMENT TOTAL	\$ -	\$ 2	\$ 2
Other			
LICENSES AND FEES			
Liquor Control Board - Small Games of Chance – License Fees	\$ 44	\$ *	\$ *
MISCELLANEOUS REVENUE			
Payments in Lieu of Taxes - SWIF	\$ 1,945	\$ 2,000	\$ 2,000
Insurance Contra IROF Return	13,545	16,548	6,298
Supreme Court	16	11	6
Transfers From Special Funds	17,393	19,500	53,354
Federal State Fiscal Recovery Revenue Replacement	3,841,000	-	-
DEPARTMENT TOTAL	\$ 3,873,942	\$ 38,060	\$ 61,658
Total Licenses, Fees, and Miscellaneous	\$ 4,393,592	\$ 738,417	\$ 805,242
Fines, Penalties, and Interest			
Attorney General			
Criminal Restitution General Fund	\$ 4	\$ 30	\$ 30

General Fund Revenue Detail

General Fund Revenue Detail, continued

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	Actual	Estimated	Budget
Agriculture			
Amusement Rides and Attractions - Fines	\$ -	\$ 3	\$ 3
General Food Fines	8	15	10
Civil Penalties - Food Establishments	*	10	3
Miscellaneous Fines	2	8	10
Conservational and Natural Resources			
Miscellaneous Fines	\$ -	\$ *	\$ *
Ethics Commission			
Ethics Act Violations Per Act 170 of 1978	\$ 36	\$ 30	\$ 35
Lobbying Act Civil Penalties Per Act 134 of 2006	7	50	20
Gaming Control Board			
Miscellaneous Fines and Penalties	\$ 489	\$ 489	\$ 489
Health			
Non-Compliance Fines and Penalties BA67	\$ *	\$ 3	\$ 3
Insurance			
Miscellaneous Fines	\$ 1,086	\$ 1,000	\$ 1,000
Surcharge on Moving Vehicles Violations	25,219	25,200	25,200
Labor and Industry			
Minor Labor Law Fines	\$ *	\$ -	\$ -
BOIS Regulatory Fines	7	1	1
Miscellaneous Fines	47	-	-
Judicial Computer System Collections Per Act 59 of 1990 and Act 64 of 1987	(4)	-	-
Public Utility Commission			
Violation of Order Fines	\$ 2,890	\$ 500	\$ 500
Revenue			
CRIZ Program Penalties	\$ -	\$ 3	\$ 3
Commercial Driver Fines	354	330	330
Act 64 - Contra Vehicle Code Fines	(4,830)	(6,415)	(6,415)
Act 64 - Contra Vehicle Code Fines	(2,087)	(2,041)	(2,003)
Vehicle Codes Fines - Local Police Enforcement	15,897	15,851	15,813
Vehicle Code Fines - Overweight Trucks	239	308	308
Vehicle Code Fines - State Police Enforcement	14,180	15,765	15,765
Transportation			
Emission Regulation Fines & Penalties	\$ 48	\$ 45	\$ 50
Fines - Restoration - Operating Privileges	10,390	10,500	10,605
Restoration of Vehicle Registration	2,904	3,200	3,500
Total Fines, Penalties, and Interest	\$ 66,885	\$ 64,883	\$ 65,258
TOTAL NONTAX REVENUES	\$ 4,645,577	\$ 988,400	\$ 1,092,500
TOTAL GENERAL FUND REVENUES	\$ 48,134,220	\$ 43,927,200	\$ 43,229,400

* Less than \$500 or greater than-\$500.
Details may not add to totals due to rounding.

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)

	2016-17 Actual	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-2021 Actual	2021-22 Actual
TAX REVENUE						
Corporation Taxes						
Corporate Net Income Tax	\$ 2,751,473	\$ 2,879,024	\$ 3,397,543	\$ 2,826,881	\$ 4,423,759	\$ 5,323,954
Selective Business:						
Gross Receipts Tax.....	1,230,536	1,149,934	1,250,052	1,104,261	989,981	1,022,443
Public Utility Realty Tax.....	40,185	33,817	36,293	37,822	40,214	39,498
Insurance Premiums Tax	433,426	450,857	444,303	473,579	451,784	482,284
Financial Institutions Taxes	322,544	371,314	380,138	392,886	422,977	448,804
Total - Corporation Taxes.....	\$ 4,778,164	\$ 4,884,945	\$ 5,508,328	\$ 4,835,428	\$ 6,328,715	\$ 7,316,983
Consumption Taxes						
Sales and Use Tax.....	\$ 10,004,459	\$ 10,381,360	\$ 11,099,648	\$ 10,817,808	\$ 12,834,895	\$ 13,914,255
Cigarette Tax	1,261,572	1,198,252	1,118,764	924,341	964,201	874,065
Other Tobacco Products Tax	83,915	119,120	129,930	127,274	134,893	149,417
Malt Beverage Tax	24,396	24,115	23,534	23,167	23,271	22,473
Liquor Tax	361,856	371,508	381,876	365,707	415,839	431,264
Total - Consumption Taxes	\$ 11,736,199	\$ 12,094,354	\$ 12,753,752	\$ 12,258,298	\$ 14,373,099	\$ 15,391,474
Other Taxes						
Personal Income Tax	\$ 12,664,373	\$ 13,398,955	\$ 14,095,522	\$ 12,835,000	\$ 16,283,385	\$ 18,125,689
Realty Transfer Tax.....	478,005	514,441	533,981	497,792	640,233	847,072
Inheritance Tax	977,927	1,019,323	1,053,588	1,082,038	1,345,500	1,550,429
Gaming Taxes.....	120,611 ^a	123,059	131,673	143,022	241,834	307,857
Minor and Repealed Taxes	(2,962) ^b	(31,675)	(20,539)	(40,646)	(33,130)	(50,860)
Total - Other Taxes	\$ 14,237,955	\$ 15,024,102	\$ 15,794,224	\$ 14,517,207	\$ 18,477,822	\$ 20,780,187
TOTAL TAX REVENUE.....	\$ 30,752,318	\$ 32,003,401	\$ 34,056,304	\$ 31,610,932	\$ 39,179,636	\$ 43,488,644
NONTAX REVENUE						
State Stores Fund Transfer	\$ 216,400	\$ 185,100	\$ 185,100	\$ 185,100	\$ 185,100	\$ 185,100
Licenses, Fees, and Miscellaneous:						
Licenses and Fees	119,138	322,964	326,835	133,407	187,242	168,025
Miscellaneous	501,867	1,980,128	216,729	278,439	775,911	4,225,567
Fines, Penalties, and Interest:						
Other.....	79,276	75,355	72,910	67,984	64,128	66,885
TOTAL NONTAX REVENUE.....	\$ 916,682	\$ 2,563,547	\$ 801,574	\$ 664,931	\$ 1,212,382	\$ 4,645,577
GENERAL FUND TOTAL.....	\$ 31,669,000	\$ 34,566,948	\$ 34,857,878	\$ 32,275,863	\$ 40,392,018	\$ 48,134,220

^a This includes revenues originally collected under the Table Games revenue classification.

^b This includes revenues originally collected under the Capital Stock and Franchise Taxes revenue classification.

Details may not add to totals due to rounding.

Summary by Department

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
<u>GOVERNOR'S OFFICE:</u>			
<i>General Government:</i>			
Governor's Office	\$ 6,706	\$ 6,899	\$ 7,977
TOTAL STATE FUNDS.....	<u>\$ 6,706</u>	<u>\$ 6,899</u>	<u>\$ 7,977</u>
Augmentations	<u>2,734</u>	<u>829</u>	<u>-</u>
DEPARTMENT TOTAL	<u>\$ 9,440</u>	<u>\$ 7,728</u>	<u>\$ 7,977</u>
<u>LIEUTENANT GOVERNOR:</u>			
<i>General Government:</i>			
Lieutenant Governor's Office	\$ 1,137	\$ 1,108	\$ 1,592
Board of Pardons	<u>2,108</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 3,245</u>	<u>\$ 1,108</u>	<u>\$ 1,592</u>
TOTAL STATE FUNDS.....	<u>\$ 3,245</u>	<u>\$ 1,108</u>	<u>\$ 1,592</u>
DEPARTMENT TOTAL	<u>\$ 3,245</u>	<u>\$ 1,108</u>	<u>\$ 1,592</u>
<u>EXECUTIVE OFFICES:</u>			
<i>General Government:</i>			
Office of Administration	\$ 10,453	\$ 11,170	\$ 13,754
Office of State Inspector General	4,276	5,176	5,948
State Inspector General-Welfare Fraud	11,799	12,721	13,232
Office of the Budget.....	18,788	25,128	24,354
Audit of the Auditor General	-	-	99
Office of General Counsel	5,838	6,007	7,552
Human Relations Commission	9,713	9,713	10,686
Council on the Arts	867	892	979
Juvenile Court Judges' Commission.....	2,980	3,066	3,291
Transfer to Commonwealth Financing Authority-Broadband	5,000	-	-
Workers' Compensation Security Fund Loan Repayment	<u>350,000</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 419,714</u>	<u>\$ 73,873</u>	<u>\$ 79,895</u>
<i>Grants and Subsidies:</i>			
Law Enforcement Activities	\$ 3,000	\$ 8,000	\$ 3,000
Grants to the Arts	9,590	9,590	10,590
Juvenile Probation Services	<u>18,945</u>	<u>18,945</u>	<u>18,945</u>
Subtotal	<u>\$ 31,535</u>	<u>\$ 36,535</u>	<u>\$ 32,535</u>
TOTAL STATE FUNDS.....	<u>\$ 451,249</u>	<u>\$ 110,408</u>	<u>\$ 112,430</u>
Federal Funds	3,926,018	66,360	19,520
Augmentations	462,006	509,286	522,623
Restricted.....	<u>28,800</u>	<u>32,821</u>	<u>34,793</u>
DEPARTMENT TOTAL	<u>\$ 4,868,073</u>	<u>\$ 718,875</u>	<u>\$ 689,366</u>

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	Actual	Available	Budget
<u>COMMISSIONS ON CRIME AND DELINQUENCY :</u>			
<i>General Government:</i>			
Commission on Crime and Delinquency	\$ 11,377	\$ 16,927	\$ 18,035
Violence and Delinquency Prevention Programs	4,033	4,183	4,183
Transfer to Crime Victim Services and Compensation Fund	-	-	3,000
Office of Safe Schools Advocate	379	379	379
Subtotal	\$ 15,789	\$ 21,489	\$ 25,597
<i>Grants and Subsidies:</i>			
Violence Intervention and Prevention	\$ 30,000	\$ 30,000	\$ 105,000
Indigent Defense	-	-	10,000
Improvement of Adult Probation Services	16,222	16,222	20,222
Victims of Juvenile Offenders	1,300	1,300	1,300
Intermediate Punishment Treatment Programs	18,167	18,167	18,167
Transfer to Nonprofit Security Grant Fund	-	5,000	5,000
Subtotal	\$ 65,689	\$ 70,689	\$ 159,689
TOTAL STATE FUNDS	\$ 81,478	\$ 92,178	\$ 185,286
Federal Funds	500,521	208,675	205,978
Augmentations	5,743	14,876	5,050
Restricted	25,338	24,005	22,780
DEPARTMENT TOTAL	\$ 613,080	\$ 339,734	\$ 419,094
<u>ATTORNEY GENERAL:</u>			
<i>General Government:</i>			
General Government Operations	\$ 47,408	\$ 50,199	\$ 57,925
Drug Law Enforcement	49,455	52,352	59,330
Joint Local-State Firearm Task Force	7,115	7,601	8,931
Witness Relocation	1,215	1,215	1,215
Child Predator Interception	5,755	6,207	6,975
Tobacco Law Enforcement	1,353	1,406	1,678
School Safety	1,761	1,996	2,336
Subtotal	\$ 114,062	\$ 120,976	\$ 138,390
<i>Grants and Subsidies:</i>			
County Trial Reimbursement	\$ 200	\$ 200	\$ 200
TOTAL STATE FUNDS	\$ 114,262	\$ 121,176	\$ 138,590
Federal Funds	17,939	17,774	18,167
Augmentations	845	465	434
Restricted	68,814	78,574	67,452
DEPARTMENT TOTAL	\$ 201,860	\$ 217,989	\$ 224,643

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	Actual	Available	Budget
AUDITOR GENERAL:			
General Government:			
Auditor General's Office	\$ 38,341	\$ 41,926	\$ 43,512
Special Financial Audits	500	500	-
Transition-Governor	-	175	-
Security and Other Expenses-Outgoing Governor	-	100	-
Board of Claims	1,768	1,768	1,919
Subtotal	\$ 40,609	\$ 44,469	\$ 45,431
TOTAL STATE FUNDS	\$ 40,609	\$ 44,469	\$ 45,431
Augmentations	11,247	14,708	13,820
DEPARTMENT TOTAL	\$ 51,856	\$ 59,177	\$ 59,251
TREASURY:			
General Government:			
General Government Operations	\$ 37,206	\$ 39,637	\$ 41,386
Divestiture Reimbursement	300	15	132
Publishing Monthly Statements	5	5	-
Intergovernmental Organizations	1,195	1,205	1,226
Information Technology Cyber Security	1,000	1,000	1,000
Board of Finance and Revenue	2,992	3,275	3,398
Subtotal	\$ 42,698	\$ 45,137	\$ 47,142
Grants and Subsidies:			
Law Enforcement and Emergency Response Death Benefit	\$ 3,330	\$ 3,330	\$ 3,330
Transfer to ABLE Fund	900	900	900
Subtotal	\$ 4,230	\$ 4,230	\$ 4,230
Debt Service:			
Loan and Transfer Agent	\$ 40	\$ 40	\$ 40
General Obligation Debt Service	1,127,000	1,132,000	1,205,000
Subtotal	\$ 1,127,040	\$ 1,132,040	\$ 1,205,040
TOTAL STATE FUNDS	\$ 1,173,968	\$ 1,181,407	\$ 1,256,412
Federal Funds	-	-	-
Augmentations	9,282	7,885	7,930
DEPARTMENT TOTAL	\$ 1,183,250	\$ 1,189,292	\$ 1,264,342
AGING:			
Federal Funds	\$ 114,099	\$ 117,324	\$ 114,788
DEPARTMENT TOTAL	\$ 114,099	\$ 117,324	\$ 114,788
AGRICULTURE:			
General Government:			
General Government Operations	\$ 34,952	\$ 38,748	\$ 46,012
Agricultural Preparedness and Response	3,000	34,000	34,000
Agricultural Excellence	2,800	3,050	3,550

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
Agricultural Business and Workforce Investment.....	4,500	4,500	5,000
Farmers' Market Food Coupons	2,079	2,079	2,079
Agricultural Research.....	2,187	2,187	2,187
Agricultural Promotion, Education, and Exports.....	553	303	303
Hardwoods Research and Promotion	474	474	474
Subtotal.....	\$ 50,545	\$ 85,341	\$ 93,605
Grants and Subsidies:			
Livestock and Consumer Health Protection	\$ 1,000	\$ 1,000	\$ -
Animal Health and Diagnostic Commission	2,000	6,000	-
Livestock Show	215	215	215
Open Dairy Show	215	215	215
Youth Shows.....	169	169	169
State Food Purchase.....	22,688	24,688	24,688
Food Marketing and Research	494	494	494
Fresh Food Financing Initiative.....	-	-	2,000
Transfer to Nutrient Management Fund.....	6,200	6,200	6,200
Transfer to Conservation District Fund	869	2,669	2,669
Transfer to Agricultural College Land Scrip Fund	54,960	57,710	58,864
Transfer to Farm Products Show Fund.....	-	5,000	5,000
PA Preferred Program Trademark Licensing.....	3,205	3,205	2,905
University of Pennsylvania-Veterinary Activities	31,660	31,660	32,293
University of Pennsylvania-Center for Infectious Disease	295	1,893	1,931
Subtotal.....	\$ 123,970	\$ 141,118	\$ 137,643
TOTAL STATE FUNDS	\$ 174,515	\$ 226,459	\$ 231,248
Federal Funds.....	108,124	138,790	98,590
Augmentations	3,529	3,683	3,493
Restricted.....	11,784	14,297	17,294
DEPARTMENT TOTAL	\$ 297,952	\$ 383,229	\$ 350,625
<u>BANKING AND SECURITIES:</u>			
Restricted	\$ 9,477	\$ 8,882	\$ 9,290
DEPARTMENT TOTAL	\$ 9,477	\$ 8,882	\$ 9,290
<u>COMMUNITY AND ECONOMIC DEVELOPMENT:</u>			
General Government:			
General Government Operations.....	\$ 21,032	\$ 30,747	\$ 26,397
Center for Local Government Services.....	4,217	4,424	4,707
Office of Open Records.....	3,299	3,627	3,870
Office of International Business Development	5,830	5,969	6,152
Marketing to Attract Tourists.....	30,151	29,965	4,136
Marketing to Attract Business	2,016	2,016	2,057
Base Realignment and Closure	556	556	573
Subtotal.....	\$ 67,101	\$ 77,304	\$ 47,892

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
Grants and Subsidies:			
Transfer to Municipalities Financial Recovery Revolving Fund	\$ 4,500	\$ 4,500	\$ 6,500
Transfer to Ben Franklin Tech. Development Authority Fund.....	14,500	17,000	17,000
Invent Penn State.....	-	2,350	2,350
Intergovernmental Cooperation Authority-3rd Class Cities.....	100	100	100
Pennsylvania First.....	20,000	20,000	33,000
Municipal Assistance Program	546	546	2,000
Keystone Communities	29,700	36,970	15,000
Appalachian Regional Commission	-	-	750
Partnerships for Regional Economic Performance.....	9,880	10,880	10,880
Manufacturing PA.....	12,000	12,000	13,000
Strategic Management Planning Program	2,367	2,367	3,617
Tourism-Accredited Zoos	800	1,000	1,000
Infrastructure Technology Assistance Program	2,000	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	10,000
Public Television Technology	-	-	875
America250PA	-	-	250
Food Access Initiative	1,000	1,000	1,000
Community and Economic Assistance.....	-	66,735	-
Workforce Development.....	-	5,000	-
Historically Disadvantaged Business Assistance	-	-	20,000
Foundations in Industry	-	-	3,000
Local Municipal Relief	18,775	45,850	-
Subtotal.....	<u>\$ 126,868</u>	<u>\$ 239,498</u>	<u>\$ 143,522</u>
TOTAL STATE FUNDS.....	<u>\$ 193,969</u>	<u>\$ 316,802</u>	<u>\$ 191,414</u>
Federal Funds.....	1,467,298	1,120,681	715,345
Augmentations	8,058	6,735	7,235
Restricted.....	8,020	55,175	57,310
DEPARTMENT TOTAL	<u>\$ 1,677,345</u>	<u>\$ 1,499,393</u>	<u>\$ 971,304</u>
<u>CONSERVATION AND NATURAL RESOURCES:</u>			
General Government:			
General Government Operations.....	\$ 28,350	\$ 29,465	\$ 31,924
State Parks Operations	54,326	60,787	70,959
State Forests Operations.....	43,187	44,431	47,741
Forest Pest Management	-	3,000	3,000
Parks and Forests Infrastructure Projects.....	900	900	900
Subtotal.....	<u>\$ 126,763</u>	<u>\$ 138,583</u>	<u>\$ 154,524</u>

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
Grants and Subsidies:			
Heritage and Other Parks	\$ 3,852	\$ 4,852	\$ 2,425
Annual Fixed Charges-Flood Lands	70	70	70
Annual Fixed Charges-Project 70	88	88	88
Annual Fixed Charges-Forest Lands	7,851	7,932	7,962
Annual Fixed Charges-Park Lands	430	430	415
Subtotal	\$ 12,291	\$ 13,372	\$ 10,960
TOTAL STATE FUNDS	\$ 139,054	\$ 151,955	\$ 165,484
Federal Funds	167,290	112,690	83,140
Augmentations	54,622	56,524	60,883
Restricted	12,636	11,824	8,950
DEPARTMENT TOTAL	\$ 373,602	\$ 332,993	\$ 318,457
<u>CORRECTIONS:</u>			
<i>Institutional:</i>			
Medical Care	\$ 331,486	\$ 338,156	\$ 356,443
Correctional Education and Training	42,597	43,833	47,010
State Correctional Institutions	2,083,044	2,127,197	2,248,910
Subtotal	\$ 2,457,127	\$ 2,509,186	\$ 2,652,363
<i>General Government:</i>			
General Government Operations	\$ 42,268	\$ 43,097	\$ 41,414
State Field Supervision	151,403	158,090	171,606
Pennsylvania Parole Board	12,121	12,774	13,283
Sexual Offenders Assessment Board	6,582	6,891	7,305
Board of Pardons	-	2,157	2,697
Office of Victim Advocate	-	-	3,457
Subtotal	\$ 212,374	\$ 223,009	\$ 239,762
TOTAL STATE FUNDS	\$ 2,669,501	\$ 2,732,195	\$ 2,892,125
Federal Funds	41,595	28,440	19,801
Augmentations	7,607	5,990	5,737
Restricted	2,334	17,023	360
DEPARTMENT TOTAL	\$ 2,721,037	\$ 2,783,648	\$ 2,918,023
<u>DRUG AND ALCOHOL PROGRAMS:</u>			
<i>General Government:</i>			
General Government Operations	\$ 2,997	\$ 3,193	\$ 3,379
<i>Grants and Subsidies:</i>			
Assistance to Drug and Alcohol Programs	\$ 44,732	\$ 44,732	\$ 44,732
TOTAL STATE FUNDS	\$ 47,729	\$ 47,925	\$ 48,111
Federal Funds	304,679	309,889	277,998
Augmentations	30	36	36
Restricted	5,000	22,695	13,625
DEPARTMENT TOTAL	\$ 357,438	\$ 380,545	\$ 339,770

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	Actual	Available	Budget

EDUCATION:

General Government:

General Government Operations.....	\$ 29,981	\$ 36,404	\$ 40,595
Recovery Schools	250	250	250
Information and Technology Improvement.....	3,740	3,740	3,940
PA Assessment.....	45,265	47,128	48,850
State Library.....	2,238	2,238	2,466
Subtotal.....	<u>\$ 81,474</u>	<u>\$ 89,760</u>	<u>\$ 96,101</u>

Institutional:

Youth Development Centers-Education.....	\$ 8,283	\$ 8,525	\$ 8,935
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Grants and Subsidies:

Support of Public Schools:

Basic Education Funding.....	\$ 7,082,304	\$ 7,625,124	\$ 8,421,751
Level-Up Supplement.....	-	225,000	-
Dual Enrollment Payments	-	7,000	7,000
Ready to Learn Block Grant	288,000	395,500	295,500
Transfer to School Safety and Security Fund.....	-	100,000	100,000
School-Based Mental Health Supports Block Grant.....	-	-	100,000
Pre-K Counts.....	242,284	302,284	332,284
Head Start Supplemental Assistance	69,178	88,178	90,878
Mobile Science and Math Education Programs	3,214	7,164	-
Teacher Professional Development.....	5,044	5,044	9,062
Adult and Family Literacy	12,475	12,475	16,310
Career and Technical Education	99,000	105,138	119,138
Career and Technical Education Equipment Grants	5,550	5,550	8,880
Authority Rentals and Sinking Fund Requirements.....	201,303	212,422	217,007
Pupil Transportation	478,582	602,746	593,100
Nonpublic and Charter School Pupil Transportation	79,442	79,442	72,255
Special Education	1,236,815	1,336,815	1,440,641
Early Intervention	336,500	346,500	356,895
Tuition for Orphans and Children Placed in Private Homes	49,374	49,374	45,321
Payments in Lieu of Taxes	170	171	173
Education of Migrant Laborers' Children	853	853	853
PA Chartered Schools for the Deaf and Blind.....	59,003	62,502	71,139
Special Education-Approved Private Schools	122,656	129,120	149,019
School Food Services	30,000	42,500	91,536
School Employees' Social Security.....	68,512	71,219	72,463
School Employees' Retirement.....	2,747,000	2,986,000	2,971,000
Subtotal.....	<u>\$ 13,217,259</u>	<u>\$ 14,798,121</u>	<u>\$ 15,582,205</u>

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
Other Grants and Subsidies:			
Services to Nonpublic Schools	87,939	91,808	91,808
Textbooks, Materials, and Equipment for Nonpublic Schools.....	26,751	27,928	28,300
Public Library Subsidy.....	59,470	70,470	70,470
Public Library Facilities Improvement	-	-	4,228
Library Services for the Visually Impaired and Disabled	2,567	2,567	2,567
Library Access.....	3,071	3,071	3,071
Job Training and Education Programs.....	30,995	30,320	-
Safe School Initiative.....	11,000	11,000	11,000
School Environmental Repairs and Improvements	-	-	100,000
Trauma-Informed Education.....	750	1,000	-
Safe Driving Course	-	-	1,100
Subtotal	<u>\$ 222,543</u>	<u>\$ 238,164</u>	<u>\$ 312,544</u>
Higher Education - Other Grants and Subsidies:			
Community Colleges	245,240	256,510	261,640
Transfer to Community College Capital Fund	52,078	54,161	54,161
Regional Community Colleges Services	2,136	2,221	2,221
Northern PA Regional College.....	7,000	7,280	7,280
Community Education Councils.....	2,393	2,489	2,489
Hunger-Free Campus Initiative.....	-	1,000	1,000
Parent Pathways	-	-	1,661
Sexual Assault Prevention.....	1,000	1,250	1,500
Thaddeus Stevens College of Technology	18,701	19,449	19,838
Subtotal	<u>\$ 328,548</u>	<u>\$ 344,360</u>	<u>\$ 351,790</u>
State System of Higher Education:			
State Universities	477,470	552,470	563,519
Subtotal	<u>\$ 477,470</u>	<u>\$ 552,470</u>	<u>\$ 563,519</u>
The Pennsylvania State University:			
General Support.....	242,096	242,096	259,285
Pennsylvania College of Technology.....	26,736	26,736	28,634
Subtotal	<u>\$ 268,832</u>	<u>\$ 268,832</u>	<u>\$ 287,919</u>
University of Pittsburgh:			
General Support.....	151,507	151,507	162,264
Rural Education Outreach	3,346	3,346	3,584
Subtotal	<u>\$ 154,853</u>	<u>\$ 154,853</u>	<u>\$ 165,848</u>
Temple University:			
General Support.....	158,206	158,206	169,439
Subtotal	<u>\$ 158,206</u>	<u>\$ 158,206</u>	<u>\$ 169,439</u>

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
Lincoln University:			
General Support.....	15,166	15,166	16,243
Subtotal.....	<u>\$ 15,166</u>	<u>\$ 15,166</u>	<u>\$ 16,243</u>
TOTAL STATE FUNDS.....	<u>\$ 14,932,634</u>	<u>\$ 16,628,457</u>	<u>\$ 17,554,543</u>
Federal Funds.....	8,092,968	3,451,685	4,557,077
Augmentations.....	6,662	6,673	7,304
Restricted.....	6,110	7,684	7,775
DEPARTMENT TOTAL	<u>\$ 23,038,374</u>	<u>\$ 20,094,499</u>	<u>\$ 22,126,699</u>
<u>HIGHER EDUCATION ASSISTANCE AGENCY:</u>			
<i>Grants and Subsidies:</i>			
Grants to Students	\$ 310,733	\$ 331,370	\$ 331,370
Pennsylvania Internship Program Grants	450	468	468
Ready to Succeed Scholarships.....	5,550	23,939	23,939
Matching Payments for Student Aid.....	13,121	13,646	13,646
Institutional Assistance Grants	26,521	26,521	26,521
Higher Education for the Disadvantaged	2,358	5,000	5,000
Higher Education of Blind or Deaf Students.....	49	51	51
Bond-Hill Scholarships	800	832	832
Cheyney Keystone Academy.....	3,500	3,980	3,980
Targeted Industry Cluster Scholarship Program	6,300	8,652	8,652
Subtotal.....	<u>\$ 369,382</u>	<u>\$ 414,459</u>	<u>\$ 414,459</u>
TOTAL STATE FUNDS.....	<u>\$ 369,382</u>	<u>\$ 414,459</u>	<u>\$ 414,459</u>
Federal Funds.....	20,000	35,000	-
Augmentations.....	5,500	15,500	39,948
DEPARTMENT TOTAL	<u>\$ 394,882</u>	<u>\$ 464,959</u>	<u>\$ 454,407</u>
<u>EMERGENCY MANAGEMENT AGENCY:</u>			
<i>General Government:</i>			
General Government Operations.....	\$ 10,603	\$ 11,124	\$ 13,659
State Fire Commissioner.....	2,777	2,777	3,009
Subtotal.....	<u>\$ 13,380</u>	<u>\$ 13,901</u>	<u>\$ 16,668</u>
<i>Grants and Subsidies:</i>			
Hazard Mitigation	-	8,000	2,000
State Disaster Assistance.....	-	5,000	5,000
Firefighters Memorial Flags.....	10	10	10
Red Cross Extended Care Program	250	350	350
Search and Rescue.....	250	250	250
Subtotal.....	<u>\$ 510</u>	<u>\$ 13,610</u>	<u>\$ 7,610</u>
TOTAL STATE FUNDS.....	<u>\$ 13,890</u>	<u>\$ 27,511</u>	<u>\$ 24,278</u>
Federal Funds.....	581,257	993,626	523,719
Augmentations.....	1,407	1,405	1,405
Restricted.....	3,599	4,445	13,355
DEPARTMENT TOTAL	<u>\$ 600,153</u>	<u>\$ 1,026,987</u>	<u>\$ 562,757</u>

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
<u>ENVIRONMENTAL PROTECTION:</u>			
<i>General Government:</i>			
General Government Operations.....	\$ 16,759	\$ 18,545	\$ 19,774
Environmental Program Management.....	34,160	35,739	38,068
Chesapeake Bay Agricultural Source Abatement.....	3,461	3,539	3,621
Environmental Protection Operations.....	98,036	102,719	114,126
Black Fly Control and Research.....	7,645	7,645	7,707
Vector Borne Disease Management.....	5,609	5,880	6,267
Environmental Hearing Board.....	2,593	2,668	2,843
Subtotal.....	<u>\$ 168,263</u>	<u>\$ 176,735</u>	<u>\$ 192,406</u>
<i>Grants and Subsidies:</i>			
Delaware River Master.....	\$ 38	\$ 38	\$ 126
Susquehanna River Basin Commission.....	205	740	740
Interstate Commission on the Potomac River.....	23	23	51
Delaware River Basin Commission.....	217	217	1,047
Ohio River Valley Water Sanitation Commission.....	68	68	182
Chesapeake Bay Commission.....	300	325	325
Transfer to Conservation District Fund.....	2,506	7,516	7,516
Interstate Mining Commission.....	15	15	37
Subtotal.....	<u>\$ 3,372</u>	<u>\$ 8,942</u>	<u>\$ 10,024</u>
TOTAL STATE FUNDS.....	<u>\$ 171,635</u>	<u>\$ 185,677</u>	<u>\$ 202,430</u>
Federal Funds.....	476,157	472,370	1,061,477
Augmentations.....	12,480	15,391	16,534
Restricted.....	88,005	100,824	109,660
DEPARTMENT TOTAL.....	<u>\$ 748,277</u>	<u>\$ 774,262</u>	<u>\$ 1,390,101</u>
<u>ETHICS COMMISSION:</u>			
<i>General Government:</i>			
State Ethics Commission.....	\$ 3,015	\$ 3,197	\$ 3,331
TOTAL STATE FUNDS.....	<u>\$ 3,015</u>	<u>\$ 3,197</u>	<u>\$ 3,331</u>
DEPARTMENT TOTAL.....	<u>\$ 3,015</u>	<u>\$ 3,197</u>	<u>\$ 3,331</u>
<u>GENERAL SERVICES:</u>			
<i>General Government:</i>			
General Government Operations.....	\$ 55,275	\$ 56,329	\$ 63,298
Capitol Police Operations.....	14,286	15,396	16,360
Rental, Relocation, and Municipal Charges.....	26,150	26,701	27,794
Utility Costs.....	24,626	25,393	27,272
Excess Insurance Coverage.....	3,477	3,477	3,637

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
Capitol Fire Protection	5,000	5,000	5,000
Transfer to State Insurance Fund	1,500	1,500	1,500
Subtotal	<u>\$ 130,314</u>	<u>\$ 133,796</u>	<u>\$ 144,861</u>
TOTAL STATE FUNDS	<u>\$ 130,314</u>	<u>\$ 133,796</u>	<u>\$ 144,861</u>
Federal Funds	-	-	-
Augmentations	62,839	71,574	76,549
Restricted	768	1,500	1,500
DEPARTMENT TOTAL	<u>\$ 193,921</u>	<u>\$ 206,870</u>	<u>\$ 222,910</u>
HEALTH:			
General Government:			
General Government Operations	\$ 30,268	\$ 31,245	\$ 33,493
Quality Assurance	24,393	25,349	29,717
Health Promotion and Disease Prevention	-	-	2,316
Health Innovation	753	753	794
Achieving Better Care-MAP Program	2,989	2,973	3,112
Vital Statistics	100	-	-
State Laboratory	4,028	4,829	5,119
State Health Care Centers	24,972	24,972	27,956
Sexually Transmitted Disease Screening and Treatment	1,757	1,757	1,824
Subtotal	<u>\$ 89,260</u>	<u>\$ 91,878</u>	<u>\$ 104,331</u>
Grants and Subsidies:			
Diabetes Programs	\$ 200	\$ 212	\$ 212
Primary Health Care Practitioner	4,550	7,050	5,550
Community-Based Health Care Subsidy	2,000	2,000	2,000
Newborn Screening	7,092	7,092	7,092
Cancer Screening Services	2,563	2,563	2,563
AIDS Programs and Special Pharmaceutical Services	10,436	10,436	10,436
Regional Cancer Institutes	1,200	1,200	1,200
School District Health Services	34,620	34,620	34,620
Local Health Departments	27,362	32,999	34,188
Local Health-Environmental	2,564	2,700	9,310
Maternal and Child Health Services	1,398	1,376	1,438
Tuberculosis Screening and Treatment	913	913	913
Renal Dialysis	6,300	6,678	6,678
Services for Children with Special Needs	1,728	1,728	1,728
Adult Cystic Fibrosis and Other Chronic Respiratory Illness	750	795	795
Cooley's Anemia	100	106	106
Hemophilia	959	1,017	1,017
Lupus	100	106	106
Sickle Cell	1,260	1,335	1,335

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
Regional Poison Control Centers	700	742	742
Trauma Prevention.....	460	488	488
Epilepsy Support Services.....	550	583	583
Bio-Technology Research	8,550	10,600	-
Tourette's Syndrome	150	159	159
Amyotrophic Lateral Sclerosis Support Services	850	1,501	901
Lyme Disease	3,000	3,180	3,180
Leukemia/Lymphoma	200	212	212
Subtotal.....	\$ 120,555	\$ 132,391	\$ 127,552
TOTAL STATE FUNDS.....	\$ 209,815	\$ 224,269	\$ 231,883
Federal Funds.....	836,647	759,692	650,011
Augmentations	6,197	6,549	6,555
Restricted.....	87,560	83,605	119,328
DEPARTMENT TOTAL	\$ 1,140,219	\$ 1,074,115	\$ 1,007,777
<u>HEALTH CARE COST CONTAINMENT COUNCIL:</u>			
General Government:			
Health Care Cost Containment Council.....	\$ 3,167	\$ 3,167	\$ 3,481
TOTAL STATE FUNDS.....	\$ 3,167	\$ 3,167	\$ 3,481
Augmentations	248	650	850
DEPARTMENT TOTAL	\$ 3,415	\$ 3,817	\$ 4,331
<u>HISTORICAL AND MUSEUM COMMISSION:</u>			
General Government:			
General Government Operations.....	\$ 21,150	\$ 21,764	\$ 23,505
Grants and Subsidies:			
Cultural and Historical Support.....	\$ 2,000	\$ 2,000	\$ 2,000
TOTAL STATE FUNDS.....	\$ 23,150	\$ 23,764	\$ 25,505
Federal Funds.....	12,383	8,155	10,335
Augmentations	823	958	1,056
Restricted.....	161	80	80
DEPARTMENT TOTAL	\$ 36,517	\$ 32,957	\$ 36,976
<u>HUMAN SERVICES:</u>			
General Government:			
General Government Operations.....	\$ 120,570	\$ 120,016	\$ 127,455
Information Systems.....	91,434	93,694	104,049
County Administration-Statewide.....	51,116	51,799	60,272
County Assistance Offices.....	299,473	299,473	321,490
Child Support Enforcement	16,250	19,488	20,121
New Directions	20,712	20,712	22,096
Subtotal.....	\$ 599,555	\$ 605,182	\$ 655,483

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
Institutional:			
Youth Development Institutions and Forestry Camps	\$ 64,565	\$ 64,565	\$ 77,134
Mental Health Services	822,470	866,093	912,010
Intellectual Disabilities-State Centers	101,225	111,110	99,057
Subtotal	<u>\$ 988,260</u>	<u>\$ 1,041,768</u>	<u>\$ 1,088,201</u>
Grants and Subsidies:			
Cash Grants	\$ 13,740	\$ 13,740	\$ 32,240
Supplemental Grants-Aged, Blind, and Disabled	112,450	130,535	129,574
Medical Assistance-Capitation.....	4,557,295	3,614,505	4,566,618
Medical Assistance-Fee-for-Service	644,059	606,049	727,131
Payment to Federal Government-Medicare Drug Program	783,182	859,969	991,580
Medical Assistance-Workers with Disabilities	39,710	42,522	62,555
Medical Assistance-Physician Practice Plans	9,613	9,706	10,071
Medical Assistance-Hospital-Based Burn Centers.....	3,856	3,975	4,437
Medical Assistance-Critical Access Hospitals	10,927	11,364	13,057
Medical Assistance-Obstetric and Neonatal Services	2,806	2,986	3,681
Medical Assistance-Trauma Centers	7,522	7,755	8,656
Medical Assistance-Academic Medical Centers.....	21,448	22,111	24,681
Medical Assistance-Transportation.....	70,015	64,373	67,485
Expanded Medical Services for Women	6,263	6,263	6,263
Children's Health Insurance Program	46,374	87,294	64,131
Medical Assistance-Long-Term Living	121,346	136,406	126,276
Medical Assistance-Community HealthChoices.....	4,251,550	4,347,903	5,208,487
Long-Term Care Managed Care.....	145,260	156,648	181,224
Intellectual Disabilities-Community Base Program.....	144,189	146,126	154,025
Intellectual Disabilities-Intermediate Care Facilities	161,528	151,892	181,460
Intellectual Disabilities-Community Waiver Program.....	1,798,786	2,112,142	2,496,201
Transfer to HCBS-Individuals with Intellectual Disabilities (EA)	-	-	12,053
Intellectual Disabilities-Lansdowne Residential Services	200	200	-
Autism Intervention and Services	27,493	29,375	34,843
Behavioral Health Services	57,149	57,149	57,149
Special Pharmaceutical Services	600	500	500
County Child Welfare	1,318,809	1,482,362	1,492,635
Community-Based Family Centers	19,558	34,558	34,558
Child Care Services.....	156,482	181,482	248,182
Child Care Assistance	109,885	109,885	109,890
Nurse Family Partnership.....	13,083	14,087	14,112
Early Intervention	162,589	170,548	190,786
Domestic Violence.....	20,093	20,093	20,093
Rape Crisis	11,921	11,921	11,921

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
Breast Cancer Screening	1,723	1,828	1,828
Human Services Development Fund	13,460	13,460	13,460
Legal Services.....	4,161	4,161	4,161
Homeless Assistance	18,496	18,496	18,496
211 Communications.....	4,750	750	750
Health Program Assistance and Services.....	19,890	36,790	-
Services for the Visually Impaired.....	3,702	3,702	3,702
Subtotal.....	<u>\$ 14,915,963</u>	<u>\$ 14,725,611</u>	<u>\$ 17,328,952</u>
TOTAL STATE FUNDS.....	<u>\$ 16,503,778</u>	<u>\$ 16,372,561</u>	<u>\$ 19,072,636</u>
Federal Funds.....	37,748,803	35,199,504	33,797,713
Augmentations	3,897,837	4,125,075	4,000,629
Restricted.....	38,683	30,730	30,730
DEPARTMENT TOTAL	<u>\$ 58,189,101</u>	<u>\$ 55,727,870</u>	<u>\$ 56,901,708</u>
<u>INSURANCE:</u>			
<i>Grants and Subsidies:</i>			
Federal Funds.....	5,000	5,000	5,000
DEPARTMENT TOTAL	<u>\$ 5,000</u>	<u>\$ 5,000</u>	<u>\$ 5,000</u>
<u>LABOR AND INDUSTRY:</u>			
<i>General Government:</i>			
General Government Operations.....	\$ 13,844	\$ 14,243	\$ 16,217
Occupational and Industrial Safety	2,945	2,945	3,419
Subtotal.....	<u>\$ 16,789</u>	<u>\$ 17,188</u>	<u>\$ 19,636</u>
<i>Grants and Subsidies:</i>			
Occupational Disease Payments.....	\$ 164	\$ 147	\$ 101
Transfer to Vocational Rehabilitation Fund	47,942	47,942	47,942
Supported Employment.....	397	397	397
Centers for Independent Living.....	1,950	2,150	2,634
Workers' Compensation Payments.....	278	278	200
New Choices/New Options.....	750	1,000	750
Assistive Technology Financing	500	750	1,000
Assistive Technology Demonstration and Training	450	450	850
Industry Partnerships	2,813	2,813	2,813
Schools-to-Work.....	-	-	3,500
Apprenticeship Training.....	7,000	7,500	10,000
Subtotal.....	<u>\$ 62,244</u>	<u>\$ 63,427</u>	<u>\$ 70,187</u>
TOTAL STATE FUNDS.....	<u>\$ 79,033</u>	<u>\$ 80,615</u>	<u>\$ 89,823</u>
Federal Funds.....	538,383	462,229	492,895
Augmentations	10,261	10,056	10,080
Restricted.....	2,094	2,095	2,275
DEPARTMENT TOTAL	<u>\$ 629,771</u>	<u>\$ 554,995</u>	<u>\$ 595,073</u>

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
<u>MILITARY AND VETERANS AFFAIRS:</u>			
General Government:			
General Government Operations.....	\$ 26,401	\$ 29,567	\$ 32,793
Keystone State Challenge Academy.....	1,400	1,675	2,171
Burial Detail Honor Guard.....	99	187	187
American Battle Monuments.....	50	50	50
Armory Maintenance and Repair.....	1,645	2,645	3,145
Special State Duty.....	35	35	70
Subtotal.....	<u>\$ 29,630</u>	<u>\$ 34,159</u>	<u>\$ 38,416</u>
Institutional:			
Veterans Homes.....	<u>\$ 110,260</u>	<u>\$ 141,468</u>	<u>\$ 155,423</u>
Grants and Subsidies:			
Education of Veterans Children.....	\$ 135	\$ 135	\$ 135
Transfer to Educational Assistance Program Fund.....	12,525	13,525	13,525
Blind Veterans Pension.....	222	222	222
Amputee and Paralyzed Veterans Pension.....	3,878	3,951	3,951
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.....	3,279	3,756	4,378
Subtotal.....	<u>\$ 20,644</u>	<u>\$ 22,194</u>	<u>\$ 22,836</u>
TOTAL STATE FUNDS.....	<u>\$ 160,534</u>	<u>\$ 197,821</u>	<u>\$ 216,675</u>
Federal Funds.....	225,301	257,452	238,513
Augmentations.....	24,286	25,839	26,788
Restricted.....	17	100	100
DEPARTMENT TOTAL.....	<u>\$ 410,138</u>	<u>\$ 481,212</u>	<u>\$ 482,076</u>
<u>PUBLIC UTILITY COMMISSION:</u>			
Federal Funds.....	\$ 5,128	\$ 5,183	\$ 5,538
Restricted.....	78,477	80,091	82,896
DEPARTMENT TOTAL.....	<u>\$ 83,605</u>	<u>\$ 85,274</u>	<u>\$ 88,434</u>
<u>REVENUE:</u>			
General Government:			
General Government Operations.....	\$ 142,954	\$ 142,954	\$ 180,114
Technology and Process Modernization.....	4,750	4,750	22,089
Commissions-Inheritance and Realty Transfer Taxes (EA).....	14,791	15,811	15,500
Subtotal.....	<u>\$ 162,495</u>	<u>\$ 163,515</u>	<u>\$ 217,703</u>

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
Grants and Subsidies:			
Distribution of Public Utility Realty Tax	\$ 32,209	\$ 33,309	\$ 32,970
TOTAL STATE FUNDS.....	<u>\$ 194,704</u>	<u>\$ 196,824</u>	<u>\$ 250,673</u>
Augmentations	8,731	7,556	7,422
Restricted	30,000	30,000	-
DEPARTMENT TOTAL	<u>\$ 233,435</u>	<u>\$ 234,380</u>	<u>\$ 258,095</u>
STATE:			
General Government:			
General Government Operations.....	\$ 5,795	\$ 6,085	\$ 11,358
Statewide Uniform Registry of Electors.....	11,791	11,791	11,791
Voter Registration and Education	462	502	545
Lobbying Disclosure	285	714	561
Publishing Constitutional Amendments (EA).....	4,500	4,500	1,300
Publishing Federal Reapportionment Maps	400	-	-
Publishing State Reapportionment Maps.....	2,500	-	-
Subtotal	<u>\$ 25,733</u>	<u>\$ 23,592</u>	<u>\$ 25,555</u>
Grants and Subsidies:			
Voting of Citizens in Military Service.....	\$ 20	\$ 20	\$ 20
County Election Expenses (EA).....	2,400	400	400
Election Code Debt Service.....	9,275	9,264	9,256
Subtotal	<u>\$ 11,695</u>	<u>\$ 9,684</u>	<u>\$ 9,676</u>
TOTAL STATE FUNDS.....	<u>\$ 37,428</u>	<u>\$ 33,276</u>	<u>\$ 35,231</u>
Federal Funds	18,199	11,934	11,110
Augmentations	192	-	-
Restricted	80,875	87,053	99,665
DEPARTMENT TOTAL	<u>\$ 136,694</u>	<u>\$ 132,263</u>	<u>\$ 146,006</u>
STATE POLICE:			
General Government:			
General Government Operations.....	\$ 614,827	\$ 720,208	\$ -
Statewide Public Safety Radio System.....	6,992	7,043	-
Law Enforcement Information Technology.....	6,899	6,899	-
Municipal Police Training.....	1,708	1,708	-
Automated Fingerprint Identification System.....	885	885	-
Gun Checks	4,400	5,970	-
Subtotal	<u>\$ 635,711</u>	<u>\$ 742,713</u>	<u>\$ -</u>
TOTAL STATE FUNDS.....	<u>\$ 635,711</u>	<u>\$ 742,713</u>	<u>\$ -</u>
Federal Funds	41,359	42,804	-
Augmentations	109,206	108,005	-
Restricted	8,587	19,000	-
DEPARTMENT TOTAL	<u>\$ 794,863</u>	<u>\$ 912,522</u>	<u>\$ -</u>

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
<u>TRANSPORTATION:</u>			
General Government:			
Vehicle Sales Tax Collections	\$ 520	\$ 552	\$ 496
Voter Registration	550	577	639
Infrastructure Projects	1,900	1,900	-
Transfer to Aviation Restricted Account.....	-	-	1,600
Subtotal	<u>\$ 2,970</u>	<u>\$ 3,029</u>	<u>\$ 2,735</u>
TOTAL STATE FUNDS	<u>\$ 2,970</u>	<u>\$ 3,029</u>	<u>\$ 2,735</u>
Federal Funds	205,750	246,475	246,475
Restricted	<u>5,737</u>	<u>7,325</u>	<u>7,325</u>
DEPARTMENT TOTAL	<u>\$ 214,457</u>	<u>\$ 256,829</u>	<u>\$ 256,535</u>
<u>JUDICIARY:</u>			
General Government:			
Supreme Court:			
Supreme Court	\$ 17,150	\$ 17,493	\$ 20,176
Justice Expenses	118	118	118
Judicial Center Operations	814	830	1,129
Judicial Council	141	141	141
District Court Administrators	19,657	20,050	24,556
Interbranch Commission.....	350	350	363
Court Management Education	73	73	80
Rules Committees	1,595	1,595	1,595
Court Administrator	11,577	11,809	13,608
Integrated Criminal Justice System	2,372	2,372	2,372
Unified Judicial System Security.....	2,002	2,002	2,002
Office of Elder Justice in the Courts.....	496	496	496
Subtotal	<u>\$ 56,345</u>	<u>\$ 57,329</u>	<u>\$ 66,636</u>
Superior Court:			
Superior Court.....	32,377	33,025	36,097
Judges Expenses	183	183	183
Subtotal	<u>\$ 32,560</u>	<u>\$ 33,208</u>	<u>\$ 36,280</u>
Commonwealth Court:			
Commonwealth Court.....	21,192	21,616	23,104
Judges Expenses	132	132	132
Subtotal	<u>\$ 21,324</u>	<u>\$ 21,748</u>	<u>\$ 23,236</u>
Court of Common Pleas:			
Courts of Common Pleas	117,739	120,094	136,469
Senior Judges	4,004	4,084	4,283
Judicial Education	1,247	1,272	1,468
Problem-Solving Courts.....	1,103	1,103	1,358
Subtotal	<u>\$ 124,093</u>	<u>\$ 126,553</u>	<u>\$ 143,578</u>

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
Magisterial District Judges:			
Magisterial District Judges.....	82,802	84,458	94,506
Magisterial District Judge Education.....	744	759	939
Subtotal.....	\$ 83,546	\$ 85,217	\$ 95,445
Philadelphia Courts:			
Municipal Court.....	7,794	7,950	9,469
Subtotal.....	\$ 7,794	\$ 7,950	\$ 9,469
Judicial Conduct:			
Judicial Ethics Advisory Board.....	62	62	214
Judicial Conduct Board.....	2,505	2,555	2,555
Court of Judicial Discipline.....	606	618	618
Subtotal.....	\$ 3,173	\$ 3,235	\$ 3,387
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.....	1,500	1,500	3,000
Subtotal.....	\$ 27,129	\$ 27,129	\$ 28,629
TOTAL STATE FUNDS.....	\$ 355,964	\$ 362,369	\$ 406,660
Federal Funds.....	1,742	2,563	2,370
Restricted.....	45,626	45,626	46,572
DEPARTMENT TOTAL.....	\$ 403,332	\$ 410,558	\$ 455,602
<u>LEGISLATURE:</u>			
General Government:			
Senate:			
Senators' Salaries.....	\$ 8,864	\$ 9,307	\$ 9,307
Employees of Chief Clerk.....	3,085	3,239	3,239
Salaried Officers and Employees.....	13,973	14,672	14,672
Reapportionment Expenses-Senate.....	800	-	-
Incidental Expenses.....	3,595	3,775	3,775
Expenses-Senators.....	1,416	1,487	1,487
Legislative Printing and Expenses.....	8,048	8,450	8,450
Committee on Appropriations (R) and (D).....	-	-	3,166
Committee on Appropriations (R).....	1,508	1,583	-
Committee on Appropriations (D).....	1,507	1,583	-

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	Actual	Available	Budget
Caucus Operations (R) and (D).....	-	-	88,526
Caucus Operations (R).....	46,939	48,804	-
Caucus Operations (D).....	37,372	41,722	-
Subtotal.....	<u>\$ 127,107</u>	<u>\$ 134,622</u>	<u>\$ 132,622</u>
House of Representatives:			
Members' Salaries, Speaker's Extra Compensation	35,890	37,940	37,940
Caucus Operations (R) and (D).....	-	-	140,044
Caucus Operations (R).....	69,275	72,823	-
Caucus Operations (D).....	64,100	67,221	-
Speaker's Office.....	1,756	1,703	1,703
Bi-Partisan Committee, Chief Clerk, Comptroller, and EMS.....	15,234	14,834	14,834
Reapportionment Expenses-House.....	800	-	-
Mileage-Representatives, Officers, and Employees.....	672	672	672
Chief Clerk and Legislative Journal	2,816	2,816	2,816
Contingent Expenses (R) and (D).....	-	-	2,118
Speaker.....	20	20	-
Chief Clerk	1,091	2,000	-
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	-
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	7,769	7,569	7,569
Expenses-Representatives.....	4,251	4,251	4,251
Legislative Printing and Expenses.....	10,674	11,174	11,174
Committee on Appropriations (R)	3,223	3,223	3,223
Committee on Appropriations (D)	3,223	3,223	3,223

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
Special Leadership Account (R)	6,045	7,045	6,045
Special Leadership Account (D)	6,045	7,045	6,045
Subtotal	\$ 232,982	\$ 243,657	\$ 241,657
TOTAL STATE FUNDS	\$ 360,089	\$ 378,279	\$ 374,279
Federal Funds	-	8,000	-
DEPARTMENT TOTAL	\$ 360,089	\$ 378,279	\$ 374,279
<u>GOVERNMENT SUPPORT AGENCIES:</u>			
General Government:			
Legislative Reference Bureau:			
Legislative Reference Bureau-Salaries and Expenses	\$ 9,985	\$ 10,285	\$ 10,285
Printing of PA Bulletin and PA Code	886	886	886
Contingent Expenses	25	25	25
Subtotal	\$ 10,896	\$ 11,196	\$ 11,196
Miscellaneous and Commissions:			
Legislative Budget and Finance Committee	2,020	2,020	2,020
Legislative Data Processing Center	32,255	32,255	32,255
LDP-Information Technology Modernization	2,500	2,500	2,500
Joint State Government Commission	1,701	1,701	1,701
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	2,155	2,155
Capitol Preservation Committee	827	827	827
Capitol Restoration	3,157	3,157	3,157
Commission on Sentencing	2,553	2,553	2,553
Center for Rural Pennsylvania	1,128	1,250	1,250
Commonwealth Mail Processing Center	3,583	3,583	3,583
Legislative Reapportionment Commission	1,053	-	-
Independent Fiscal Office	2,343	2,343	2,343
Subtotal	\$ 56,867	\$ 55,936	\$ 55,936
TOTAL STATE FUNDS	\$ 67,763	\$ 67,132	\$ 67,132
DEPARTMENT TOTAL	\$ 67,763	\$ 67,132	\$ 67,132
General Fund Total-All Funds			
State Funds	\$ 39,351,261	\$ 41,111,897	\$ 44,396,715
Federal Funds	55,456,640	44,082,295	43,155,560
Augmentations	4,712,372	5,016,248	4,822,361
Restricted	648,502	765,454	753,115
FUND TOTAL	\$ 100,168,775	\$ 90,975,894	\$ 93,127,751



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.

This budget proposes to decrease overall State Police reliance on the Motor License Fund to \$400,000,000 in 2023-24 to assure state match requirements for federal transportation infrastructure funding. Additionally, this budget proposes to further reduce the reliance on the Motor License Fund by \$100,000,000 annually until the support is eliminated in 2027-28.

Income and Outgo



Liquid Fuels Tax \$1,798,200
 Licenses and Fees \$1,137,400
 Other Nonrestricted \$55,500

Income
 (Dollar Amounts in Thousands)

TOTAL INCOME	\$2,991,100
Beginning Balance	237,355
TOTAL	\$3,228,455

Outgo
 (Dollar Amounts in Thousands)

TOTAL OUTGO	\$3,203,081
Ending Balance	25,374
TOTAL	\$3,228,455



Highways & Bridges \$1,910,266
 State Police \$400,000
 Local Subsidy \$324,887
 Licensing & Safety \$266,055
 Other \$249,483
 Debt Service \$52,390

Seven Year Financial Statement

Excludes Restricted Revenue and Expenditures

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Beginning Balance	\$ 115,366	\$ 347,290	\$ 237,355	\$ 25,374	\$ 25,428	\$ 26,704	\$ 20,687
Adjustment to Beginning Balance.....	(1)	-	-	-	-	-	-
Adjusted Beginning Balance	\$ 115,365	\$ 347,290	\$ 237,355	\$ 25,374	\$ 25,428	\$ 26,704	\$ 20,687
Revenue:							
Liquid Fuels Taxes	\$ 1,746,970	\$ 1,783,800	\$ 1,798,200	\$ 1,730,700	\$ 1,726,400	\$ 1,722,100	\$ 1,717,800
Licenses and Fees	1,126,575	1,113,200	1,137,400	1,162,800	1,181,700	1,214,400	1,234,500
Other Nonrestricted	9,840	44,100	55,500	12,500	13,500	11,800	13,200
Total Revenue	\$ 2,883,385	\$ 2,941,100	\$ 2,991,100	\$ 2,906,000	\$ 2,921,600	\$ 2,948,300	\$ 2,965,500
Prior Year Lapses	40,391	94,858	-	-	-	-	-
Funds Available	\$ 3,039,141	\$ 3,383,248	\$ 3,228,455	\$ 2,931,374	\$ 2,947,028	\$ 2,975,004	\$ 2,986,187
Expenditures:							
Appropriations	\$ 2,370,456	\$ 2,815,425	\$ 2,868,481	\$ 2,571,346	\$ 2,580,724	\$ 2,614,717	\$ 2,632,392
Executive Authorizations	321,395	335,468	334,600	334,600	339,600	339,600	344,600
Proposed Supplementals	-	-	-	-	-	-	-
Current Year Lapses	-	(5,000)	-	-	-	-	-
Total Expenditures	\$ 2,691,851	\$ 3,145,893	\$ 3,203,081	\$ 2,905,946	\$ 2,920,324	\$ 2,954,317	\$ 2,976,992
Ending Balance	\$ 347,290	\$ 237,355	\$ 25,374	\$ 25,428	\$ 26,704	\$ 20,687	\$ 9,195

Summary by Department

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
<u>TREASURY:</u>			
General Government:			
Administration-Refunding Liquid Fuels Taxes	\$ 551	\$ 551	\$ 561
Refunds:			
Refunding Liquid Fuels Taxes-State Share (EA).....	\$ 4,800	\$ 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).....	700	800	800
Refunding Liquid Fuels Taxes-Snowmobiles and ATVs (EA).....	1,000	1,000	1,000
Refunding Liquid Fuels Taxes-Boat Fund (EA)	12,012	12,790	12,500
Subtotal.....	<u>\$ 28,512</u>	<u>\$ 29,090</u>	<u>\$ 28,800</u>
Debt Service:			
Capital Debt Transportation Projects.....	\$ 35,779	\$ 35,826	\$ 35,873
General Obligation Debt Service	23,187	21,807	16,477
Loan and Transfer Agent.....	40	40	40
Subtotal.....	<u>\$ 59,006</u>	<u>\$ 57,673</u>	<u>\$ 52,390</u>
TOTAL STATE FUNDS	<u>\$ 88,069</u>	<u>\$ 87,314</u>	<u>\$ 81,751</u>
Restricted.....	<u>69,296</u>	<u>71,610</u>	<u>72,458</u>
DEPARTMENT TOTAL.....	<u>\$ 157,365</u>	<u>\$ 158,924</u>	<u>\$ 154,209</u>
<u>AGRICULTURE:</u>			
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
TOTAL STATE FUNDS.....	<u>\$ 33,817</u>	<u>\$ 33,817</u>	<u>\$ 33,817</u>
DEPARTMENT TOTAL.....	<u>\$ 33,817</u>	<u>\$ 33,817</u>	<u>\$ 33,817</u>
<u>COMMUNITY AND ECONOMIC DEVELOPMENT:</u>			
General Government:			
Appalachian Regional Commission	\$ 500	\$ 750	\$ - ^a
DEPARTMENT TOTAL.....	<u>\$ 500</u>	<u>\$ 750</u>	<u>\$ -</u>
<u>CONSERVATION AND NATURAL RESOURCES:</u>			
General Government:			
Dirt and Gravel Roads	\$ 7,000	\$ 7,000	\$ 7,000
TOTAL STATE FUNDS.....	<u>\$ 7,000</u>	<u>\$ 7,000</u>	<u>\$ 7,000</u>
Restricted	9,305	9,634	9,391
DEPARTMENT TOTAL.....	<u>\$ 16,305</u>	<u>\$ 16,634</u>	<u>\$ 16,391</u>

Motor License Fund

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22 Actual	2022-23 Available	2023-24 Budget
EDUCATION:			
<i>Grants and Subsidies:</i>			
Safe Driving Course.....	\$ 1,100	\$ 1,100	\$ - ^a
DEPARTMENT TOTAL.....	\$ 1,100	\$ 1,100	\$ -
GENERAL SERVICES:			
<i>General Government:</i>			
Harristown Rental Charges (EA)	\$ 105	\$ 105	\$ - ^a
Harristown Utility and Municipal Charges (EA).....	278	276	- ^a
Tort Claims Payments	9,000	9,000	9,000
TOTAL STATE FUNDS.....	<u>\$ 9,383</u>	<u>\$ 9,381</u>	<u>\$ 9,000</u>
DEPARTMENT TOTAL.....	\$ 9,383	\$ 9,381	\$ 9,000
REVENUE:			
<i>General Government:</i>			
Collections-Liquid Fuels Taxes.....	\$ 21,792	\$ 23,125	\$ 23,564
<i>Refunds:</i>			
Refunding Liquid Fuels Taxes (EA).....	\$ 32,000	\$ 35,497	\$ 35,300
TOTAL STATE FUNDS.....	<u>\$ 53,792</u>	<u>\$ 58,622</u>	<u>\$ 58,864</u>
Federal Funds.....	150	250	250
DEPARTMENT TOTAL.....	\$ 53,942	\$ 58,872	\$ 59,114
STATE POLICE:			
<i>General Government:</i>			
Transfer to Public Safety and Protection Fund	\$ -	\$ -	\$ 400,000
General Government Operations.....	426,191	424,285	- ^b
Statewide Public Safety Radio System.....	20,977	21,130	- ^b
Law Enforcement Information Technology	20,697	20,697	- ^b
Municipal Police Training.....	1,708	1,708	- ^b
Patrol Vehicles.....	12,000	13,000	- ^b
Commercial Vehicle Inspections.....	13,427	14,180	- ^b
Subtotal.....	<u>\$ 495,000</u>	<u>\$ 495,000</u>	<u>\$ 400,000</u>
<i>Grants and Subsidies:</i>			
Municipal Police Training Grants	\$ 5,000	\$ 5,000	\$ -
TOTAL STATE FUNDS.....	<u>\$ 500,000</u>	<u>\$ 500,000</u>	<u>\$ 400,000</u>
Federal Funds.....	8,335	16,343	- ^b
Augmentations.....	896	785	- ^b
Restricted.....	376	1,500	- ^b
DEPARTMENT TOTAL.....	\$ 509,607	\$ 518,628	\$ 400,000

Motor License Fund

Summary by Department, continued

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget
TRANSPORTATION:			
General Government:			
General Government Operations.....	\$ 57,600	\$ 73,193	\$ 76,342
Welcome Centers	4,115	4,323	4,599
Highway and Safety Improvements	190,000	500,000	650,000
Highway Capital Projects (EA).....	230,000	240,000	240,000
Highway Maintenance	896,879	960,000	987,766
Highway Systems Technology and Innovation	16,000	16,000	16,000
Reinvestment in Facilities	16,000	16,500	16,500
Driver and Vehicle Services.....	221,834	242,258	234,925
Homeland Security-REAL ID	25,901	30,135	31,130
Subtotal.....	<u>\$ 1,658,329</u>	<u>\$ 2,082,409</u>	<u>\$ 2,257,262</u>
Grants and Subsidies:			
Local Road Maintenance and Construction.....	\$ 229,361	\$ 255,000	\$ 244,887
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>\$ 337,361</u>	<u>\$ 368,000</u>	<u>\$ 352,887</u>
Refunds:			
Refunding Collected Monies (EA).....	\$ 2,500	\$ 2,500	\$ 2,500
TOTAL STATE FUNDS.....	<u>\$ 1,998,190</u>	<u>\$ 2,452,909</u>	<u>\$ 2,612,649</u>
Federal Funds.....	2,317,229	2,614,155	2,640,249
Augmentations.....	107,365	101,336	110,300
Restricted.....	2,085,966	2,171,738	2,124,541
DEPARTMENT TOTAL.....	<u>\$ 6,508,750</u>	<u>\$ 7,340,138</u>	<u>\$ 7,487,739</u>
Fund Summary			
State Funds-Transportation	\$ 1,998,190	\$ 2,452,909	\$ 2,612,649
State Funds-Other Departments.....	693,661	697,984	590,432
TOTAL STATE FUNDS.....	<u>\$ 2,691,851</u>	<u>\$ 3,150,893</u>	<u>\$ 3,203,081</u>
Motor License Fund Total—All Funds			
State Funds	\$ 2,691,851	\$ 3,150,893	\$ 3,203,081
Federal Funds	2,325,714	2,630,748	2,640,499
Augmentations	108,261	102,121	110,300
Restricted	2,164,943	2,254,482	2,206,390
FUND TOTAL.....	<u>\$ 7,290,769</u>	<u>\$ 8,138,244</u>	<u>\$ 8,160,270</u>

^a Funding moved from the Motor License Fund to the General Fund.

^b Funding moved from the Motor License Fund to the Public Safety and Protection Fund.

Revenue Summary: Five Year Revenue Projections

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Liquid Fuels Taxes.....	\$ 1,746,970	\$ 1,783,800	\$ 1,798,200	\$ 1,730,700	\$ 1,726,400	\$ 1,722,100	\$ 1,717,800
Licenses and Fees.....	1,126,575	1,113,200	1,137,400	1,162,800	1,181,700	1,214,400	1,234,500
Other Nonrestricted	9,840	44,100	55,500	12,500	13,500	11,800	13,200
TOTAL MOTOR LICENSE							
FUND REVENUES	\$ 2,883,385	\$ 2,941,100	\$ 2,991,100	\$ 2,906,000	\$ 2,921,600	\$ 2,948,300	\$ 2,965,500
Restricted Revenues							
Aviation.....	\$ 6,157	\$ 7,000	\$ 8,600	\$ 8,600	\$ 8,600	\$ 8,600	\$ 8,600
Highway Bridge Improvement	\$ 229,924	\$ 229,800	\$ 233,900	\$ 226,300	\$ 226,200	\$ 226,200	\$ 226,200
State Highway Transfer.....	\$ 51,829	\$ 52,200	\$ 52,500	\$ 50,500	\$ 50,300	\$ 50,100	\$ 49,900
Oil Company Franchise Tax	\$ 950,192	\$ 956,800	\$ 963,100	\$ 927,200	\$ 923,900	\$ 920,600	\$ 917,300
Supplemental Maintenance.....	\$ 665,135	\$ 669,800	\$ 674,200	\$ 649,100	\$ 646,800	\$ 644,500	\$ 642,200

Adjustments to Revenue Estimates

On July 8, 2022, an official estimate for the 2022-23 fiscal year of \$2,916,100,000 was certified. The estimate detailed below reflects actual revenue collections through the first seven months of the fiscal year and expected collections for the balance of the fiscal year.

(Dollar Amounts in Thousands)

	2022-23		2022-23
	Official	Adjustments	Revised
	Estimate		Estimate
Liquid Fuels Taxes.....	\$ 1,813,200	\$ (29,400)	\$ 1,783,800
Licenses and Fees.....	1,095,300	17,900	1,113,200
Other Nonrestricted	7,600	36,500	44,100
TOTAL.....	\$ 2,916,100	\$ 25,000	\$ 2,941,100

Revenue Sources

Liquid Fuels Taxes

Table with 4 columns: Year, Actual, Estimated, and Dollar amount. Rows range from 2016-17 to 2027-28.

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 Rates: The Department of Revenue provides information on the latest alternative fuels tax rates.

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.

Effective January 1, 1996, Pennsylvania joined IFTA. 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.

Tax Rates: The tax is equal to the oil company franchise tax described below effective January 1, 2014. Previously, the tax rate was 115 mills. Prior to October 1, 1997, an additional tax of six cents per gallon was collected through the motor carriers road tax.

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, fuels, and alternative fuels. Receipts from 57 mills of the tax on liquid fuels and fuels are deposited as unrestricted Motor License Fund revenue, along with the mills added by Act 89 of 2013.

Tax Rates: The previous tax rate was set at 153.5 mills on taxable liquid fuels and 208.5 mills on taxable fuels and is imposed on a cents-per-gallon equivalent basis. Act 89 of 2013 added an additional 64 mills in 2014, 49 mills in 2015, 48 mills in 2016, 41 mills in 2017, and 39 mills in 2018 and each year thereafter.

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

Revenue Sources, continued

Licenses and Fees

Actual		Estimated	
2016-17.....	\$ 1,000,528	2022-23.....	\$ 1,113,200
2017-18.....	1,045,596	2023-24.....	1,137,400
2018-19.....	992,389	2024-25.....	1,162,800
2019-20.....	954,044	2025-26.....	1,181,700
2020-21.....	1,151,355	2026-27.....	1,214,400
2021-22.....	1,126,575	2027-28.....	1,234,500

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. Various motor vehicle registration fees were increased on April 1, 2014, per Act 89 of 2013. Act 89 of 2013 also redirected certain vehicle fees that had been deposited in the Motor License Fund to public transit and multimodal transportation programs and authorizes a fee option in lieu of suspension for driving without insurance. Additionally, since January 1, 2017, it affords the motor vehicle owner an option for biennial vehicle registration renewal.

Other Nonrestricted

Actual		Estimated	
2016-17.....	\$ 25,341	2022-23.....	\$ 44,100
2017-18.....	56,493	2023-24.....	55,500
2018-19.....	19,678	2024-25.....	12,500
2019-20.....	997	2025-26.....	13,500
2020-21.....	17,855	2026-27.....	11,800
2021-22.....	9,840	2027-28.....	13,200

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)		
	2021-22	2022-23	2023-24
	<u>Actual</u>	<u>Available</u>	<u>Budget</u>
LIQUID FUELS TAXES			
Liquid Fuels Tax			
Liquid Fuels Tax	\$ 7	\$ -	\$ -
Subtotal.....	<u>\$ 7</u>	<u>\$ -</u>	<u>\$ -</u>
Alternative Fuel Tax			
Alternative Fuel Tax	\$ 15,401	\$ 17,670	\$ 18,370
Alternative Fuel Tax Interest and Penalties	24	30	30
Subtotal.....	<u>\$ 15,425</u>	<u>\$ 17,700</u>	<u>\$ 18,400</u>
Motor Carriers Road Tax-International Fuel Tax Agreement			
Motor Carriers Road/IFTA-Fuels Tax	\$ 133,403	\$ 144,970	\$ 147,620
Motor Carriers Road/IFTA-Registration Fees, Special Permit Fees, and Fines	2,692	2,930	2,980
Subtotal.....	<u>\$ 136,095</u>	<u>\$ 147,900</u>	<u>\$ 150,600</u>
Oil Company Franchise Tax			
Oil Company Franchise Tax	\$ 949,745	\$ 956,500	\$ 963,100
OCFT-Liquid Fuels	497,967	513,230	514,830
OCFT-Liquid Fuels Interest	1,180	1,220	1,220
OCFT-Liquid Fuels Penalties.....	246	250	250
OCFT-Fuel Use	146,305	147,000	149,800
Subtotal.....	<u>\$ 1,595,443</u>	<u>\$ 1,618,200</u>	<u>\$ 1,629,200</u>
TOTAL LIQUID FUELS TAXES.....	<u><u>\$ 1,746,970</u></u>	<u><u>\$ 1,783,800</u></u>	<u><u>\$ 1,798,200</u></u>
LICENSES AND FEES			
Operators' Licenses	\$ 90,743	\$ 70,000	\$ 91,900
REAL ID.....	20,511	14,000	14,000
Other Fee Collections	-3,002	2,900	3,000
Registration Fees Received from Other States/IRP	156,056	188,400	187,900
Special Hauling Permit Fees	32,962	33,500	36,200
Vehicle Registration and Titling	829,305	804,400	804,400
TOTAL LICENSES AND FEES.....	<u><u>\$ 1,126,575</u></u>	<u><u>\$ 1,113,200</u></u>	<u><u>\$ 1,137,400</u></u>

Revenue Detail, continued

	(Dollar Amounts in Thousands)		
	2021-22 Actual	2022-23 Available	2023-24 Budget
OTHER NONRESTRICTED			
Fines and Penalties			
Department of Revenue			
Vehicle Code Fines.....	\$ 1,216	\$ -	\$ -
Miscellaneous Revenues			
Treasury Investment Income	\$ 6,067	\$ 41,700	\$ 53,100
Department of General Services			
Sale of Unserviceable Property	\$ 638	\$ 500	\$ 500
Department of Transportation			
Fees for Reclaiming Abandoned Vehicles.....	\$ 98	\$ 100	\$ 100
Highway Encroachment Permits.....	2,106	2,140	2,140
Interest Earned-Restricted Revenue	(368) ^a	(370) ^a	(370) ^a
Miscellaneous Revenues	28	30	30
Recovered Damages	(5)	(10)	(10)
Refunds of Expenditures Not Credited to Appropriations or Allocations	1	-	-
Sale of Inspection Stickers	50	-	-
Sale of Maps and Plans.....	9	10	10
TOTAL OTHER NONRESTRICTED	\$ 9,840	\$ 44,100	\$ 55,500
TOTAL MOTOR LICENSE FUND REVENUES	\$ 2,883,385	\$ 2,941,100	\$ 2,991,100

^a Amounts transferred to restricted revenue account.

Restricted Revenues Not Included in Department Total

Aviation

	Actual		Estimated		
2016-17	\$	7,254	2022-23.....	\$	7,000
2017-18		8,553	2023-24.....		8,600
2018-19		8,670	2024-25.....		8,600
2019-20		8,832	2025-26.....		8,600
2020-21		5,149	2026-27.....		8,600
2021-22		6,157	2027-28.....		8,600

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 proposes to supplement Aviation revenues by \$8 million through five annual \$1.6 million General Fund transfers to assure matching funds to maximize federal Infrastructure Investment and Jobs Act awards.

		2021-22 Actual	2022-23 Available	2023-24 Budget
AVIATION				
Jet Fuel Tax	\$	5,630	\$ 6,400	\$ 6,400
Aviation Gasoline Tax.....		160	200	200
Transfer from General Fund		-	-	1,600
Interest.....		367	400	400
TOTAL AVIATION	\$	6,157	\$ 7,000	\$ 8,600

Highway Bridge Improvement

	Actual		Estimated		
2016-17	\$	198,184	2022-23.....	\$	229,800
2017-18		225,846	2023-24.....		233,900
2018-19		227,348	2024-25.....		226,300
2019-20		219,952	2025-26.....		226,200
2020-21		226,448	2026-27.....		226,200
2021-22		229,924	2027-28.....		226,200

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.

		2021-22 Actual	2022-23 Available	2023-24 Budget
HIGHWAY BRIDGE IMPROVEMENT				
Registration Fee Portion-PA-Based Motor Vehicles.....	\$	12,685	\$ 12,100	\$ 12,100
Temporary Permit Fees		564	600	600
Oil Company Franchise Tax		216,675	217,100	221,200
TOTAL HIGHWAY BRIDGE IMPROVEMENT	\$	229,924	\$ 229,800	\$ 233,900

Restricted Revenues Not Included in Department Total, continued

State Highway Transfer

Actual		Estimated	
2016-17.....	\$ 49,420	2022-23.....	\$ 52,200
2017-18.....	55,436	2023-24.....	52,500
2018-19.....	54,793	2024-25.....	50,500
2019-20.....	50,710	2025-26.....	50,300
2020-21.....	49,465	2026-27.....	50,100
2021-22.....	51,829	2027-28.....	49,900

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

Actual		Estimated	
2016-17.....	\$ 906,042	2022-23.....	\$ 956,800
2017-18.....	1,016,312	2023-24.....	963,100
2018-19.....	1,004,534	2024-25.....	927,200
2019-20.....	929,683	2025-26.....	923,900
2020-21.....	906,855	2026-27.....	920,600
2021-22.....	950,192	2027-28.....	917,300

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

Actual		Estimated	
2016-17.....	\$ 634,229	2022-23.....	\$ 669,800
2017-18.....	711,418	2023-24.....	674,200
2018-19.....	703,174	2024-25.....	649,100
2019-20.....	650,778	2025-26.....	646,800
2020-21.....	634,798	2026-27.....	644,500
2021-22.....	665,135	2027-28.....	642,200

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, and 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 ticket 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. Currently, homeowners with household incomes of \$35,000 or less qualify for rebates of \$250 to \$650, homeowners with household incomes under \$30,000 may receive a maximum rebate of \$975, and renters with household incomes of \$15,000 or less qualify for rebates of \$500 to \$650.

This budget proposes a program expansion beginning in 2024-25 (claim year 2023) that will enable homeowners and renters with household incomes of \$45,000 or less to qualify for rebates from \$380 to \$1,000.

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 and enrich the lives and enable 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 PA Shared Ride program.

Seven Year Financial Statement

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Beginning Balance	\$ 48,346	\$ 149,814	\$ 192,840	\$ 111,520	\$ 46,410	\$ 37,573	\$ 22,244
Adjustment to Beginning Balance....	1	-	-	-	-	-	-
Reserve from Previous Year	75,000	75,000	75,000	75,000	75,000	75,000	75,000
Adjusted Beginning Balance.....	123,347	224,814	267,840	186,520	121,410	112,573	97,244
Revenue:							
Ticket Sales.....	\$ 5,783,117	\$ 5,816,258	\$ 5,705,662	\$ 6,014,792	\$ 6,339,239	\$ 6,594,640	\$ 6,834,109
Commissions.....	(250,438)	(247,105)	(242,512)	(255,885)	(269,921)	(280,397)	(289,962)
Field Paid Prizes	(3,680,046)	(3,619,101)	(3,589,551)	(3,823,091)	(4,039,547)	(4,218,344)	(4,391,142)
Net Collections	\$ 1,852,633	\$ 1,950,052	\$ 1,873,599	\$ 1,935,816	\$ 2,029,771	\$ 2,095,899	\$ 2,153,005
Gaming Transfers for Property							
Tax Relief.....	114,200	88,800	87,200	217,400	225,500	233,200	242,300
Miscellaneous	708	22,766	10,441	6,079	3,917	3,293	1,700
Total Revenue.....	\$ 1,967,541	\$ 2,061,618	\$ 1,971,240	\$ 2,159,295	\$ 2,259,188	\$ 2,332,392	\$ 2,397,005
Prior Year Lapses	102,411	66,649	-	-	-	-	-
Funds Available.....	\$ 2,193,299	\$ 2,353,081	\$ 2,239,080	\$ 2,345,815	\$ 2,380,598	\$ 2,444,965	\$ 2,494,249
Expenditures:							
Appropriations	\$ 802,733	\$ 805,205	\$ 817,121	\$ 917,245	\$ 917,370	\$ 962,495	\$ 962,619
Executive Authorizations	1,165,752	1,280,036	1,235,439	1,307,160	1,350,655	1,385,226	1,419,078
Proposed Supplementals	-	-	-	-	-	-	-
Current Year Lapses	-	-	-	-	-	-	-
Total Expenditures	\$ 1,968,485	\$ 2,085,241	\$ 2,052,560	\$ 2,224,405	\$ 2,268,025	\$ 2,347,721	\$ 2,381,697
Reserve for Current Year	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)	(75,000)
Ending Balance	\$ 149,814	\$ 192,840	\$ 111,520	\$ 46,410	\$ 37,573	\$ 22,244	\$ 37,552

Summary by Department

	(Dollar Amounts in Thousands)		
	2021-22	2022-23	2023-24
	Actual	Available	Budget
AGING:			
General Government:			
General Government Operations.....	\$ 10,171	\$ 11,488	\$ 12,204
Grants and Subsidies:			
PENNCARE.....	\$ 281,993	\$ 282,848	\$ 292,848
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.....	135,000	135,000	135,000
Grants to Senior Centers.....	2,000	2,000	3,000
Subtotal.....	<u>\$ 440,096</u>	<u>\$ 440,951</u>	<u>\$ 451,951</u>
TOTAL STATE FUNDS.....	<u>\$ 450,267</u>	<u>\$ 452,439</u>	<u>\$ 464,155</u>
Augmentations.....	<u>741</u>	<u>805</u>	<u>805</u>
DEPARTMENT TOTAL.....	\$ 451,008	\$ 453,244	\$ 464,960
HUMAN SERVICES:			
Grants and Subsidies:			
Medical Assistance-Transportation Services.....	\$ 3,500	\$ 3,800	\$ 4,000
Medical Assistance-Community HealthChoices.....	348,966	348,966	348,966
Subtotal.....	<u>\$ 352,466</u>	<u>\$ 352,766</u>	<u>\$ 352,966</u>
TOTAL STATE FUNDS.....	<u>\$ 352,466</u>	<u>\$ 352,766</u>	<u>\$ 352,966</u>
DEPARTMENT TOTAL.....	\$ 352,466	\$ 352,766	\$ 352,966
REVENUE:			
General Government:			
General Operations (EA).....	\$ 70,308	\$ 82,909	\$ 77,665
Lottery Equipment Purchase (EA).....	-	46,180	92,359
Lottery Advertising (EA).....	51,000	51,000	51,000
Property Tax Rent Rebate-General Operations (EA).....	18,952	20,344	21,069
On-line Vendor Commissions (EA).....	76,692	69,733	68,233
Instant Vendor Commissions (EA).....	55,100	67,487	66,233
iLottery Vendor Commission (EA).....	27,900	29,300	29,300
Payment of Prize Money (EA).....	460,293	518,376	451,073
Subtotal.....	<u>\$ 760,245</u>	<u>\$ 885,329</u>	<u>\$ 856,932</u>
Grants and Subsidies:			
Property Tax and Rent Assist for Older Pennsylvanians (EA).....	\$ 234,600	\$ 213,800	\$ 207,600
Property Tax Rent Rebate (EA).....	-	10,000	-
Subtotal.....	<u>\$ 234,600</u>	<u>\$ 223,800</u>	<u>\$ 207,600</u>
TOTAL STATE FUNDS.....	<u>\$ 994,845</u>	<u>\$ 1,109,129</u>	<u>\$ 1,064,532</u>
Federal Funds.....	-	140,000	-
Augmentations.....	<u>665</u>	<u>663</u>	<u>663</u>
DEPARTMENT TOTAL.....	\$ 995,510	\$ 1,249,792	\$ 1,065,195

Summary by Department, continued

	(Dollar Amounts in Thousands)		
	2021-22 Actual	2022-23 Available	2023-24 Budget
TRANSPORTATION:			
<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.....	\$ 1,968,485	\$ 2,085,241	\$ 2,052,560
Federal Funds.....	-	140,000	-
Augmentations.....	1,406	1,468	1,468
FUND TOTAL.....	\$ 1,969,891	\$ 2,226,709	\$ 2,054,028

Revenue Summary: Five Year Revenue Projections

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Net Collections.....	\$ 1,852,633	\$ 1,950,052	\$ 1,873,599	\$ 1,935,816	\$ 2,029,771	\$ 2,095,899	\$ 2,153,005
Gaming Transfers for Property Tax Relief	114,200	88,800	87,200	217,400	225,500	233,200	242,300
Miscellaneous	708	22,766	10,441	6,079	3,917	3,293	1,700
TOTAL LOTTERY							
FUND REVENUES	\$ 1,967,541	\$ 2,061,618	\$ 1,971,240	\$ 2,159,295	\$ 2,259,188	\$ 2,332,392	\$ 2,397,005

Revenue Sources

Net Collections

(Dollar Amounts in Thousands)

Actual	Estimated
2016-17.....	\$ 1,559,914
2017-18.....	1,641,016
2018-19.....	1,785,431
2019-20.....	1,675,953
2020-21.....	2,006,156
2021-22.....	1,852,633
2022-23.....	\$ 1,950,052
2023-24.....	1,873,599
2024-25.....	1,935,816
2025-26.....	2,029,771
2026-27.....	2,095,899
2027-28.....	2,153,005

The Lottery currently offers terminal-based games, Keno and Xpress Sports games, and Fastplay and Scratch-Off games. The Lottery also offers Powerball and MegaMillions as multi-state jackpot games. [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. Monitor games including Keno and Xpress Sports were launched in 2018. Detail on revenue collections by game are included in the Lottery's [annual reports](#).

[Act 97 of 2019](#) provided a temporary reduction of the mandated margin rate of return from 25 percent to 20 percent through June 30, 2024. [Act 137 of 2022](#) extended this reduction through June 30, 2029. iLottery and Internet instant games are exempt from the profit margin requirement.

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

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
Ticket Sales	\$ 5,783,117	\$ 5,816,258	\$ 5,705,662	\$ 6,014,792	\$ 6,339,239	\$ 6,594,640	\$ 6,834,109
Commissions	(250,438)	(247,105)	(242,512)	(255,885)	(269,921)	(280,397)	(289,962)
Field Paid Prizes.....	(3,680,046)	(3,619,101)	(3,589,551)	(3,823,091)	(4,039,547)	(4,218,344)	(4,391,142)
NET COLLECTIONS	\$ 1,852,633	\$ 1,950,052	\$ 1,873,599	\$ 1,935,816	\$ 2,029,771	\$ 2,095,899	\$ 2,153,005

Revenue Sources, continued

Gaming Transfers for Property Tax Relief

(Dollar Amounts in Thousands)

Actual		Estimated
2016-17	\$ 148,000	2022-23 \$ 88,800
2017-18	145,700	2023-24 87,200
2018-19	141,700	2024-25 217,400
2019-20	265,000	2025-26 225,500
2020-21	-	2026-27 233,200
2021-22	114,200	2027-28 242,300

Under [Act 1 of Special Session No. 1 of 2006](#), the Property Tax Relief Fund supports Property Tax and Rent Rebate program expansion costs through transfer of gaming revenues. Usage, and thus cost, of the property tax relief declines over time as income eligibility has not changed since 2006. [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. This budget proposes a program expansion beginning in 2024-25 that will enable homeowners and renters with household incomes of \$45,000 or less to qualify for rebates. Rebates are also proposed to be increased to as much as \$1,000.

Miscellaneous

(Dollar Amounts in Thousands)

Actual		Estimated
2016-17	\$ 1,263	2022-23 \$ 22,766
2017-18	2,699	2023-24 10,441
2018-19	3,516	2024-25 6,079
2019-20	2,868	2025-26 3,917
2020-21	476	2026-27 3,293
2021-22	708	2027-28 1,700

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



Commonwealth of Pennsylvania
Governor's Executive Budget

TAX EXPENDITURES

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

Tax Expenditure Analysis

The traditional budget process involves estimating Commonwealth revenues and appropriating these moneys for numerous programs. The process is subject to intense scrutiny by 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 includes an analysis of indirect expenditures that occur through special treatment within the tax structure. Various tax credits, deductions, exemptions, and exclusions are provided which result in reductions in revenue that would otherwise be received by the Commonwealth at current tax rates. Cumulatively, they are referred to in this budget as “tax expenditures.”

The Commonwealth’s tax structure contains many tax expenditures. Examples include items as diverse as the sales and use tax exemption for firewood to the S corporation exemption in the corporate net income tax. In general, they are characterized by the fact that they confer special treatment to specific taxpayers, specific activities, or specific goods or services. The tax expenditures listed in this budget are the accumulation of many prior legislative sessions, and the original intent of certain tax expenditures may no longer be valid or consistent with current policies. A comprehensive tax expenditure analysis permits an on-going evaluation of each tax expenditure.

Act 180 of 1992 revised the requirements for the Governor’s Executive Budget tax expenditure analysis. This act stipulated that the tax expenditure data be revised and updated every two years. Therefore, consistent with this provision, tax expenditures presented 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.

The 2023-24 Governor’s Executive Budget presents this tax expenditure analysis covering Commonwealth taxes that have historically had annual receipts of at least \$20 million. A complete list of covered taxes is shown in the Table of Contents. The intended purposes of the current analyses are to:

- (1) Identify indirect sources of budgetary support for various activities
- (2) Present estimated costs associated with each tax expenditure
- (3) Present actual or estimated costs of administering each tax expenditure
- (4) Present actual or estimated numbers and descriptions of benefiting taxpayers
- (5) Allow for administration, legislative, and public scrutiny and facilitate discussion on each tax expenditure’s merits

For the purposes of this document, “tax expenditure” is defined as a reduction in revenue that would otherwise be collected by the Commonwealth as the result of an exemption, reduction, deduction, limitation, exclusion, tax deferral, discount, refund, commission, credit, special rate, or special treatment. This definition provides a general framework within which to determine 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 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
- (6) Is not an appropriation

The following examples of several items not considered to be tax expenditures clarify the use of these criteria:

Purchases made by Commonwealth agencies are not subject to sales and use tax. Were these transactions not exempted, tax revenues would increase, but increased Commonwealth expenses would offset revenues. Therefore, no net budgetary change occurs. This item is not a tax expenditure.

The exclusion of a sale for resale from sales and use tax is not considered a tax expenditure because the tax is imposed on each separate sale at retail of tangible personal property or services.

Financial institutions and insurance companies are exempted from corporate net income tax (CNIT). However, these corporations are subject to alternative taxes: the bank and trust company shares tax, mutual thrift institutions tax, or insurance premiums tax. The exemption of these corporations from the CNIT is not in itself a tax expenditure; however, to the extent that those taxes may not impose proportionate tax burdens on the exempted companies, the overall tax structure may involve some indirect tax expenditure.

The pro rata exclusion of U.S. securities from the bank and trust company shares tax was a state legislative response to a federal prohibition against direct taxation of these obligations or income derived from them. As this cannot be altered by changing state law, this exclusion is not a tax expenditure.

There are three primary limitations on the 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 to be 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 that are 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. Thus, 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." Costs incurred to administer tax expenditures are estimated by major tax category or, if available, by specific tax expenditure. Identified costs for a major tax category are provided at the beginning of the tax expenditure group. No administrative costs are reported for tax expenditures that provide incentives to implement or continue programs that replace or supplement efforts that would otherwise be the responsibility of state government.

This analysis is a general guide to tax expenditures in Pennsylvania. It is not intended to be a tax manual, and statements within it should not be construed as interpretations of the law or regulations.

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.

ADMINISTRATIVE COST ESTIMATES:

(Dollar Amounts in Millions)

General Fund	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
Corporate Taxes	\$ 4.0	\$ 4.1	\$ 4.2	\$ 4.5	\$ 4.5	\$ 4.6	\$ 4.8
Consumption Taxes	20.7	21.0	21.3	22.0	22.0	22.3	22.6
Other Taxes	2.2	2.3	2.4	2.5	2.5	2.6	2.7
Motor License Fund	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
Oil Company Franchise Tax	\$ 0.3	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4
Motor Carriers Road Tax/IFTA				Unknown			
Motor Vehicle Code				Unknown			

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 represent 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 Report](#)
- [Enhanced Revenue Collections Report](#)

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 business, 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 2021-22 are estimated at \$2.6 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)
Education 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
Strategic Development Areas	Article XXIX-C 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
Exemptions for 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
Brewers'	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
Pennsylvania 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

General Fund Tax Expenditures

TAX CREDIT PROGRAMS - ESTIMATES

PROGRAM ESTIMATES:

2021-22 reflects actual credit usage. Future years reflect program caps, as applicable, or estimates for formula-based programs.

(Dollar Amounts in Millions)

TAX CREDIT PROGRAM	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
Neighborhood Assistance	\$ 36.0	\$ 36.0	\$ 36.0	\$ 36.0	\$ 36.0	\$ 36.0	\$ 36.0
New Jobs	13.8	9.2	10.9	8.7	5.8	3.9	3.8
Research and Development	54.8	60.0	60.0	60.0	60.0	60.0	60.0
Keystone Opportunity Zones	110.0	113.3	112.1	75.1	69.2	49.1	46.3
Education Improvement	225.0	340.0	340.0	340.0	340.0	340.0	340.0
Opportunity Scholarship	55.0	65.0	65.0	65.0	65.0	65.0	65.0
Keystone Innovation Zones	14.3	15.0	15.0	15.0	15.0	15.0	15.0
Film Production	70.0	100.0	100.0	100.0	100.0	100.0	100.0
Video Game Production	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Entertainment Economic Enhancement Program	3.6	24.0	24.0	24.0	24.0	24.0	24.0
Strategic Development Areas	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Resource Enhancement and Protection	10.6	13.0	13.0	13.0	13.0	13.0	13.0
Keystone Special Development Zones	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Resource Manufacturing	0.0	17.1	49.6	65.0	65.0	65.0	65.0
Historic Preservation Incentive	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Organ and Bone Marrow Donation Exemptions for Out-of-State Entities during a Declared Emergency	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal
Waterfront Development	1.5	5.0	5.0	5.0	5.0	5.0	5.0
Coal Refuse Energy and Reclamation	18.3	20.0	20.0	20.0	20.0	20.0	20.0
Manufacturing	0.1	4.0	4.0	4.0	4.0	4.0	4.0
Rural Jobs and Investment	0.0	0.0	0.0	6.0	6.0	6.0	6.0
Brewers'	2.7	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
Computer Data Center Equipment Incentive Program	2.8	--	--	--	--	--	--
Pennsylvania Housing	0.0	10.0	10.0	10.0	10.0	10.0	10.0
Airport Land Development Zone	--	1.8	4.5	7.1	9.8	10.9	10.9
Local Resource Manufacturing	--	--	28.3	56.7	56.7	56.7	56.7
Pennsylvania Milk Processing	--	--	15.0	15.0	15.0	15.0	15.0
Regional Clean Hydrogen Hubs	--	--	25.0	25.0	25.0	25.0	25.0
Semiconductor Manufacturing and Biomedical Manufacturing and Research	--	--	20.0	20.0	20.0	20.0	20.0

General Fund Tax Expenditures

TAX CREDIT PROGRAMS - BENEFICIARIES

TAX CREDIT PROGRAM	COMPANIES	INDIVIDUALS	ORGANIZATIONS	OTHER
Neighborhood Assistance	160	180		
New Jobs	40			
Research and Development	1,150			
Keystone Opportunity Zones	620			
Education Improvement	1,500	6,100	1,290	
Opportunity Scholarship	500	1,700	180	
Keystone Innovation Zones	200			
Film Production				40 film projects
Resource Enhancement and Protection	100	280		
Waterfront Development			10	
Brewers'	570			
Computer Data Center Equipment Incentive	1,030			
Airport Land Development Zone	50			
Local Resource Manufacturing	3			

MINIMAL NUMBER OF BENEFICIARIES

Video Game Production	Organ and Bone Marrow Donation
Entertainment Economic Enhancement	Coal Refuse Energy and Reclamation
Strategic Development Areas	Mixed-Use Development

UNKNOWN NUMBER OF BENEFICIARIES

Keystone Special Development Zones	Rural Jobs and Investment
Resource Manufacturing	Pennsylvania 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

TAX CREDIT PROGRAMS - 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
Education 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
Strategic Development Areas	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
Brewers'	DOR
Mixed-Use Development	DOR, PHFA
Computer Data Center Equipment Incentive Program	DOR
Pennsylvania 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

CORPORATE NET INCOME TAX

NONPROFIT CORPORATIONS EXEMPTION

Description: Any nonprofit corporation or entity that is an exempt organization as defined by section 501 of Internal Revenue Code of 1986 (P.L. 99-514, 26 U.S.C.) is exempt from the corporate net income tax (CNIT). Corporations organized as nonprofits but not operating as nonprofits are excluded from this exemption.

Purpose: This exemption provides tax relief to nonprofit corporations including religious, charitable, educational, and scientific organizations that are perceived as providing social benefits.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 60.0	\$ 58.6	\$ 54.3	\$ 51.1	\$ 48.2	\$ 45.3	\$ 42.4

Beneficiaries: Approximately 2,500 nonprofit corporations operating in Pennsylvania with unrelated business income benefit from this tax expenditure.

SALES FACTOR APPORTIONMENT WEIGHT

Description: Since tax year 2013, corporations with activities in multiple states apportion their income to Pennsylvania using a single sales factor. Prior to that, there were weighted formulas that incorporated property, payroll, and sales. All sales include the sale of real property, intangible property, and services sourced at the location of the consumer. The estimates shown below measure the impact of reverting to an equally weighted, three-factor formula.

Purpose: Corporations with a higher percentage of property and payroll invested in Pennsylvania (compared to their percentage of sales in Pennsylvania) will have less taxable income apportioned to the Commonwealth. Therefore, those corporations will have a reduced tax burden. This encourages business investment in Pennsylvania in the form of property and employment.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 607.3	\$ 594.3	\$ 551.1	\$ 519.3	\$ 489.8	\$ 460.7	\$ 431.3

Beneficiaries: More than 34,500 corporations are affected by this expenditure. Of those, 8,000 benefit (i.e., have their taxable income reduced) from the expenditure. The estimates shown above reflect the net impact and represent the change in corporate net income tax from corporations who have their taxable income reduced, as well as the impact on corporations that have their taxable income increased as a result of this tax expenditure.

FEDERAL INSURANCE CONTRIBUTIONS ACT (FICA) TAX ON TIPS DEDUCTION

Description: Eating and drinking establishments can claim a deduction from their Pennsylvania taxable income equal to the amount of Federal Insurance Contributions Act (FICA) tax on employees' tips.

Purpose: This deduction harmonizes Pennsylvania law with federal tax law, substituting the federal Credit for Employer Social Security and Medicare taxes with a deduction from federal income for Pennsylvania purposes.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 2.6	\$ 2.9	\$ 3.0	\$ 3.0	\$ 2.9	\$ 2.9	\$ 2.8

Beneficiaries: Approximately 2,400 taxpayers representing eating and drinking establishments could benefit from this tax expenditure.

General Fund Tax Expenditures

NET OPERATING LOSS CARRYFORWARD

Description: Corporations may deduct net losses accrued over the preceding 20 tax years from their current year taxable income, capped at 40 percent for tax years 2019 and beyond.

Purpose: This deduction reduces the tax burden for a period of time after an operating loss, thereby aiding a corporation that has returned to economic viability as measured by taxable income.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 528.6	\$ 508.2	\$ 473.7	\$ 451.5	\$ 432.0	\$ 412.2	\$ 391.4

Beneficiaries: Approximately 17,800 businesses per year benefit from this tax expenditure.

NON-PROFIT NONSTOCK COMMODITY OR STOCK EXCHANGE EXEMPTION

Description: Not-for-profit nonstock commodity or stock exchanges are excluded from the definition of a corporation for corporate net income tax purposes.

Purpose: This exemption provides tax relief for non-profit nonstock commodity or stock exchanges.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: A minimal number of corporate taxpayers benefit from this tax expenditure.

PENNSYLVANIA S CORPORATION EXEMPTION

Description: Corporations with a valid Pennsylvania S corporation election in effect for the taxable year are subject to CNIT only to the extent that they have net recognized built-in gains. Pennsylvania S corporation shareholders must include their distributive share of Pennsylvania S corporation income for Pennsylvania personal income tax (PIT) purposes. The tax expenditure is the difference between what is paid by the shareholders under PIT and what the corporations would have paid had they been fully subject to CNIT.

Purpose: This provision allows for tax treatment similar to that of the Internal Revenue Service and most other states, for businesses with this legal form of organization.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 701.7	\$ 721.3	\$ 686.5	\$ 660.7	\$ 636.0	\$ 610.3	\$ 583.1

Beneficiaries: Approximately 161,000 sub-chapter S corporations doing business in Pennsylvania could benefit from this tax expenditure.

LIMITED LIABILITY COMPANIES (LLC) EXEMPTION

Description: Limited Liability Companies (LLCs) that are not taxed as corporations for federal purposes are exempt from the Pennsylvania CNIT. Members of the LLC must include their share of the LLC's income for Pennsylvania PIT purposes or for CNIT if a corporate member. The tax expenditure is the difference between what is paid by the members under PIT and CNIT and what the LLC entities would have paid under CNIT.

Purpose: This provision allows tax treatment similar to that of the Internal Revenue Service, and most other states, for businesses with this legal form of organization.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,240.5	\$ 1,275.1	\$ 1,213.6	\$ 1,167.9	\$ 1,124.3	\$ 1,079.0	\$ 1,030.8

Beneficiaries: As many as 166,500 companies doing business in Pennsylvania benefit from this tax expenditure.

General Fund Tax Expenditures

POWDERED METALLURGY NEXUS EXEMPTION

Description: Out-of-state customers of Pennsylvania powdered metallurgy parts manufacturers are eligible for a nexus exemption.

Purpose: This nexus exemption ensures that Pennsylvania powdered metallurgy parts manufacturers will not lose business due to a concern that out-of-state customers may be unduly subject to Pennsylvania taxation as a result of contracting with such a company.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Dollar Amounts in Millions)

Beneficiaries: A minimal number of corporate taxpayers benefit from this tax expenditure.

QUALIFIED MANUFACTURING INNOVATION & REINVESTMENT DEDUCTION

Description: Pennsylvania taxpayers who invest in the creation of a new or refurbished manufacturing facility can qualify for a deduction from their Pennsylvania apportioned income. The deduction cannot reduce total tax liability by more than 50 percent, is non-transferable, and expires at the end of the corresponding tax year.

Purpose: The deduction is intended to make Pennsylvania a more attractive place to make large capital investments in modern manufacturing.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 23.9	\$ 49.1	\$ 68.5	\$ 85.3	\$ 103.8	\$ 106.5	\$ 107.8

(Dollar Amounts in Millions)

Beneficiaries: A minimal number of corporate taxpayers benefit from this tax expenditure.

AIR FREIGHT FORWARDING SPECIAL APPORTIONMENT

Description: Qualified air freight forwarding companies can utilize a special income apportionment factor based on revenue miles for tax years starting after December 31, 2016. A revenue mile means the average receipts derived from the transportation by the taxpayer of persons or property one mile. Qualified companies are those engaged in the air freight forwarding business and primarily use an airline with which it has common ownership and control. Such companies shall use the revenue miles of the airline.

Purpose: Allowing qualified air freight forwarding companies to apportion their net income in the same manner as other transportation companies creates equal treatment amongst similar taxpayers.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 7.5	\$ 7.6	\$ 7.4	\$ 7.3	\$ 7.2	\$ 7.1	\$ 6.9

(Dollar Amounts in Millions)

Beneficiaries: A minimal number of corporate taxpayers benefit from this tax expenditure.

GROSS RECEIPTS TAX

MUNICIPALLY-OWNED PUBLIC UTILITIES

Description: Gross receipts of public utilities owned or operated by a municipality are exempt from tax to the extent the gross receipts are derived from business done inside the limits of the municipality.

Purpose: This exemption encourages municipalities to develop and invest in public utility services and supplemental energy sources including cogeneration facilities. It also benefits residents to the extent the tax relief is reflected through lower utility rates.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 9.6	\$ 9.5	\$ 9.5	\$ 9.5	\$ 9.4	\$ 9.4	\$ 9.4

Beneficiaries: The 35 municipally-owned utilities operating in the Commonwealth benefit from this tax expenditure.

NUCLEAR GENERATING FACILITY DAMAGE

Description: Gross receipts derived from the sale of electricity by an electric light company which are attributable to the recovery of purchased energy costs, clean-up costs, and investment write-off costs due to damage to a nuclear generating facility are exempt from tax.

Purpose: This tax relief alleviates the financial hardship faced by the public utility as a result of damage caused by an accident or natural disaster.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: One hundred fifty electric suppliers could potentially benefit from this tax expenditure.

ELECTRIC COOPERATIVES

Description: Gross receipts of electric cooperatives are exempt from the tax.

Purpose: These cooperatives are nonprofit corporations organized to engage in rural electrification and are perceived to provide public benefit. This exemption permits this service to be rendered at a reduced cost to the rate payers.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 19.7	\$ 20.2	\$ 20.8	\$ 21.3	\$ 21.9	\$ 22.5	\$ 23.1

Beneficiaries: The 14 cooperatives in the Commonwealth benefit from this tax expenditure.

PUBLIC UTILITY REALTY TAX

PROPERTY SUBJECT TO LOCAL TAXATION

Description: Property subject to local real estate taxation under any law in effect on April 23, 1968, is excluded from the public utility realty tax act (PURTA) tax base.

Purpose: The Constitution of Pennsylvania was amended April 23, 1968, to provide for state taxation of public utility realty property; however, any law in effect which subjected real property of a public utility to local real estate taxation was left in place. This provision prevents the double taxation of such property.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.5	\$ 3.6	\$ 3.6	\$ 3.6	\$ 3.7	\$ 3.7	\$ 3.7

Beneficiaries: The 287 public utilities could benefit from this tax expenditure.

EASEMENTS

Description: Easements or similar interests are excluded from the tax base. An easement is an interest in land owned by another entity, which entitles a public utility company to limited use related to the provision of utility service.

Purpose: PURTA is intended as a tax on real property and not as a tax on intangible assets, such as easement rights.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.1	\$ 3.2	\$ 3.2	\$ 3.2	\$ 3.2	\$ 3.3	\$ 3.3

Beneficiaries: The 287 public utilities could benefit from this tax expenditure.

RAILROAD RIGHTS-OF-WAY

Description: Railroad rights-of-way and superstructures thereon are excluded from the tax base. Railroad rights-of-way are limited ownership of land to be used exclusively for the provision of rail transportation service.

Purpose: PURTA is intended as a tax on real property and not as a tax on intangible assets, such as rights-of-way. This tax relief may encourage the development of our railroad network.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 7.3	\$ 7.3	\$ 7.4	\$ 7.5	\$ 7.5	\$ 7.6	\$ 7.7

Beneficiaries: The 21 railroad public utilities could benefit from this tax expenditure.

SEWAGE SERVICES

Description: Public utilities furnishing sewage services are exempt from tax.

Purpose: This provides tax relief to companies that are in the business of sewage treatment and encourages investment in sewage treatment facilities.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 6.4	\$ 6.5	\$ 6.5	\$ 6.6	\$ 6.6	\$ 6.7	\$ 6.7

Beneficiaries: The 40 public utilities that provide sewage services benefit from this tax expenditure.

General Fund Tax Expenditures

MUNICIPALITIES

Description: Municipalities or municipal authorities furnishing electric, natural gas, telephone, or water public utility services are exempt from tax.

Purpose: The real property used for municipally furnished utility services is public property used for public purposes. Moreover, taxing such property would result in the municipal government funding the realty tax equivalent re-distributed to local taxing authorities.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.9	\$ 4.0	\$ 4.0	\$ 4.0	\$ 4.1	\$ 4.1	\$ 4.2

Beneficiaries: The 430 municipal authorities and the 35 municipal public utilities benefit from this tax expenditure.

ELECTRIC GENERATION FACILITIES

Description: Land and improvements indispensable to the generation of electricity are subject to local real estate tax and are excluded from the PURTA tax base and the realty tax equivalent.

Purpose: Electric generation facilities were removed from the tax base because electric generation is no longer regulated as a public utility function. This exemption allows a level playing field for participants in electricity supply.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 28.2	\$ 28.5	\$ 28.7	\$ 29.0	\$ 29.2	\$ 29.5	\$ 29.8

Beneficiaries: The 24 electric utilities owning generating assets in Pennsylvania benefit from this tax expenditure.

TRANSITION CREDIT

Description: During the transition years 1998 through 2001, tax liability of a public utility under PURTA was limited to 250 percent of its immediate prior year's liability with any reduction in the liability capped at \$100,000 per taxable year. The cost of the transition credit in current fiscal years depends on the calculation of the compensating adjustments for the affected tax years.

Purpose: The PURTA transition credit provides limited relief to taxpayers having a significant increase in their PURTA tax base as a result of Act 4 of 1999.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: Approximately 60 taxpayers benefit from this tax expenditure.

INSURANCE PREMIUMS TAX

MUTUAL BENEFICIAL ASSOCIATIONS

Description: Purely mutual beneficial associations, whose funds benefit members, families, or heirs and are made up entirely of member contributions and accumulated interest, are exempt from insurance premiums tax (IPT).

Purpose: Mutual beneficial associations are charitable and benevolent organizations that provide life, accident, and health benefits for their members.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 20.3	\$ 21.7	\$ 22.7	\$ 23.7	\$ 24.8	\$ 25.9	\$ 27.1

Beneficiaries: Approximately 50 mutual beneficial associations doing business in Pennsylvania benefit from this tax expenditure.

NONPROFIT HOSPITAL AND MEDICAL CARE SERVICE ORGANIZATIONS

Description: Companies organized under the Nonprofit Hospital Plan Act (Act 378 of 1937), the Nonprofit Medical, Osteopathic, Dental and Podiatry Service Corporation Act (Act 399 of 1939), and their successor acts are exempt from IPT.

Purpose: These companies are deemed to be charitable and benevolent institutions that provide hospital and/or medical care to their subscribers.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 74.6	\$ 77.0	\$ 79.5	\$ 82.2	\$ 85.1	\$ 88.2	\$ 91.1

Beneficiaries: Eleven nonprofit hospital and medical care service organizations doing business in Pennsylvania benefit from this tax expenditure.

EXTRAORDINARY MEDICAL BENEFIT

Description: An exemption is allowed for premiums collected by automobile insurance companies for optional extraordinary medical benefit coverage from \$100,000 to \$1,100,000.

Purpose: This exemption benefits private insurance companies that are required to provide the extraordinary medical coverage as a result of the repeal of Pennsylvania's Catastrophic Loss Trust Fund.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2

Beneficiaries: Approximately 850 automobile insurance companies licensed to do business in Pennsylvania may benefit from this tax expenditure.

General Fund Tax Expenditures

LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION CREDIT

Description: A tax credit is available to companies that are members of the Pennsylvania Life and Health Insurance Guaranty Association (PLHIGA) to offset a proportionate part of assessment payments made to the association against the insurance premiums tax. The credit is for the portion of the assessment that is unrecoverable through premiums and must be taken over five years.

Purpose: PLHIGA protects policyholders and claimants by providing for the payment of benefits and the continuation of coverage under life, health, accident, and annuity policies under certain circumstances. This credit provides relief to member companies by allowing them to recoup a portion of their assessment payments in the form of tax credits.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 55.0	\$ 41.6	\$ 31.9	\$ 12.5	\$ 7.8	\$ 3.6	Nominal

Beneficiaries: Approximately 410 life, accident, and health insurance companies doing business in Pennsylvania may benefit from this tax expenditure.

PROPERTY AND CASUALTY INSURANCE GUARANTY ASSOCIATION CREDIT

Description: A tax credit is available to companies that are members of the Pennsylvania Property and Casualty Insurance Guaranty Association (PP&CIGA) for assessments paid to the association in the calendar year that exceed 1 percent of gross premiums collected from policy holders. The credit must be taken proportionately over five years, beginning the year after the assessment is paid.

Purpose: PP&CIGA protects policyholders and claimants by providing for the payment of benefits and claims for property and casualty policies under certain circumstances. This credit provides relief to member companies by allowing them to recoup a portion of their assessment payments in the form of tax credits.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	\$ 0.7	\$ 1.3	\$ 2.1	\$ 2.8	\$ 3.6	\$ 2.9

Beneficiaries: Approximately 1,090 property and casualty insurers doing business in Pennsylvania benefit from this tax expenditure.

General Fund Tax Expenditures

INNOVATE IN PA TAX CREDIT

Description: A total of \$100 million in tax credits were purchased by qualified insurance companies in 2015. The credits may be claimed beginning in calendar year 2017 against IPT liabilities incurred for a taxable year beginning on or after January 1, 2016. The total amount of credits applied against IPT liability by all qualified taxpayers in a fiscal year may not exceed \$20 million, nor may they exceed a taxpayer's IPT liability for that year. Credits may be sold to other qualified taxpayers and may be carried forward for any taxable year that begins prior to January 1, 2026.

Purpose: The tax credit encourages funding of early-stage venture capital investment through the Ben Franklin Technology Partners, the Venture Investment Program, and the Life Sciences Greenhouses.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 11.2	\$ 10.4	\$ 0.0	\$ 0.0	\$ 0.0	\$ --	\$ --

Beneficiaries: Approximately 30 taxpayers will benefit from this tax expenditure.

SURPLUS LINES TAX EXEMPTION FOR CHARTER SCHOOLS

Description: Act 13 of 2019 provided that a charter school, regional charter school, or cyber charter school, as defined in Section 1703-A of the Public School Code of 1949, is an independent public school and shall be free from taxation within this Commonwealth to the same extent as a school district for purposes of the surplus lines tax under Section 1621 of the Insurance Company Law of 1921. The provision was effective immediately upon passage.

Purpose: The exemption provides an additional benefit to selected educational institutions.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The approximately 180 charter schools operating in the Commonwealth may benefit from this tax expenditure.

BANK AND TRUST COMPANY SHARES TAX

GOODWILL DEDUCTION

Description: Goodwill generated by a combination is subtracted from a bank's book value of total bank equity capital when calculating its taxable shares and is also subtracted from total assets when calculating the proportional deduction for United States obligations.

Purpose: This deduction removes from the tax base the intangible value assigned to goodwill under purchase accounting rules as the result of a combination with another bank.

Estimates:

	(Dollar Amounts in Millions)						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 98.1	\$ 100.4	\$ 102.8	\$ 105.3	\$ 107.7	\$ 110.3	\$ 112.9

Beneficiaries: Any Pennsylvania bank involved in combination activity benefits from this tax expenditure.

EDGE ACT DEDUCTION

Description: Edge Act subsidiary equity is subtracted from a bank's book value of total bank equity capital when calculating its taxable shares.

Purpose: This deduction removes from the tax base the value of Edge Act subsidiaries for institutions which file Reports of Condition on a consolidated basis.

Estimates:

	(Dollar Amounts in Millions)						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 27.2	\$ 27.4	\$ 27.7	\$ 28.0	\$ 28.3	\$ 28.6	\$ 28.9

Beneficiaries: Any Pennsylvania bank which files Reports of Condition on a consolidated basis may benefit from this tax expenditure.

MUTUAL THRIFT INSTITUTIONS TAX

NET OPERATING LOSS CARRYFORWARD

Description: Thrift institutions may deduct from current taxable income the net losses from previous taxable years. A net loss for a taxable year may be carried forward over three years and must be carried to the earliest allowable tax year. There is no carryback of losses to prior years.

Purpose: This deduction reduces the tax burden for a period of time after an operating loss period, thereby aiding the thrift institution after it has attained economic health as measured by its taxable income.

Estimates:

(Dollar Amounts in Millions)							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$	0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4

Beneficiaries: The 60 mutual thrift companies could benefit from this tax expenditure.

CREDIT UNIONS

Description: Credit unions are exempt from taxation. The tax expenditure is determined by applying the appropriate mutual thrift institutions tax rate to their net earnings.

Purpose: Credit unions are cooperative associations incorporated to promote thrift and to provide a source of credit for their members. This program provides tax relief to credit unions as well as their members to the extent that it is reflected in higher rates earned on savings and lower rates charged for loans.

Estimates:

(Dollar Amounts in Millions)							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$	10.9	\$ 11.1	\$ 11.3	\$ 11.6	\$ 11.9	\$ 12.2	\$ 12.6

Beneficiaries: The 50 state and federal credit unions operating in Pennsylvania benefit from this tax expenditure.

General Fund Tax Expenditures

SALES AND USE TAX

GENERAL/PERSONAL EXPENDITURES

FOOD

Description: Generally, tax is not imposed on food and beverage other than those sold by a caterer or establishments selling ready-to-eat food and beverages. In addition, the exemption does not apply to soft drinks, alcoholic beverages, or food purchased from an establishment from which ready-to-eat food and beverages are sold.

Purpose: Food is a basic necessity. This provision reduces the regressive nature of the tax, easing the tax burden on families who spend a disproportionate share of income on these products.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,868.5	\$ 1,787.7	\$ 1,806.7	\$ 1,857.4	\$ 1,906.9	\$ 1,954.1	\$ 2,005.1

Beneficiaries: Virtually all 5.2 million households benefit from this tax expenditure.

CANDY AND GUM

Description: The purchase at retail or use of candy and gum, regardless of where sold, is exempt from taxation.

Purpose: Candy and gum are considered food. Exempting candy and gum regardless of where sold provides for uniformity in their taxation.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 86.7	\$ 83.0	\$ 83.8	\$ 86.2	\$ 88.5	\$ 90.7	\$ 93.0

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

PERSONAL HYGIENE PRODUCTS

Description: The purchase at retail or use of disposable diapers, incontinence products, toilet paper, feminine hygiene products, toothpaste, toothbrushes, and dental floss are exempt from taxation.

Purpose: These products are considered essential for maintaining a basic standard of life.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 47.8	\$ 45.9	\$ 46.5	\$ 47.7	\$ 49.2	\$ 51.0	\$ 52.9

Beneficiaries: Virtually all 5.2 million households benefit from this tax expenditure.

NEWSPAPERS

Description: The purchase or use of newspapers or publications containing information of general interest and reports of current events that qualify as a "newspaper of general circulation qualified to carry a legal advertisement," not including magazines, is exempt from taxation.

Purpose: The purpose of this tax exemption is to encourage citizens to be well informed.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 18.1	\$ 16.5	\$ 15.7	\$ 15.1	\$ 14.8	\$ 14.6	\$ 14.5

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

MAGAZINE SUBSCRIPTIONS

Description: The purchase at retail or use of subscriptions for magazines is exempt from taxation. A “magazine” is a periodical published at regular intervals not exceeding three months and circulated among the general public. The exclusion includes any printed advertising material circulated with the periodical.

Purpose: The purpose of this tax exemption is to encourage citizens to be well informed.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 38.8	\$ 38.1	\$ 38.8	\$ 39.5	\$ 40.3	\$ 41.3	\$ 42.2

Beneficiaries: An unknown number of taxpayers benefit from this tax expenditure.

CLOTHING AND FOOTWEAR

Description: The purchase at retail or use of wearing apparel, footwear, and other articles of clothing worn on the human body is exempt from taxation. Additionally, the purchase at retail or use of clothing patterns and other items that are components of clothing is exempt from tax. Accessories, ornamental wear, formal day or evening apparel, furs, and sporting goods are taxable.

Purpose: Clothing and footwear are necessities. This provision reduces the regressive nature of the tax, easing the tax burden on families who spend a disproportionate share of income purchasing these products.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 730.6	\$ 712.4	\$ 737.5	\$ 761.4	\$ 782.4	\$ 800.5	\$ 817.9

Beneficiaries: Virtually all 5.2 million households benefit from this tax expenditure.

PRESCRIPTION DRUGS AND ORTHOPEDIC EQUIPMENT

Description: The purchase at retail or use of prescription drugs and orthopedic equipment is exempt from taxation. Examples of exempt equipment and devices include crutches, wheelchairs, false teeth and dental materials, eyeglasses, artificial limbs and eyes, hearing devices, braces, and other supports. Also included are devices to alleviate a physical incapacity, such as hospital beds and/or dialysis machines.

Purpose: Prescription drugs and orthopedic equipment are essential for maintaining a basic standard of life. This provision reduces the regressive nature of the tax and eases the tax burden on families who must spend a disproportionate share of income on these products.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,003.9	\$ 1,031.4	\$ 1,096.2	\$ 1,169.0	\$ 1,258.5	\$ 1,367.7	\$ 1,487.0

Beneficiaries: Approximately 2.1 million Pennsylvanians benefit from this tax expenditure.

NON-PRESCRIPTION DRUGS

Description: The purchase at retail or use of non-prescription drugs such as antiseptics, aspirin, milk of magnesia, castor oil, cold capsules, eyewashes, and vitamins is exempt from taxation.

Purpose: Non-prescription drugs are essential for maintaining a basic standard of life. This provision reduces the regressive nature of the tax, easing the tax burden on families who spend a disproportionate share of income on these products.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 152.3	\$ 156.7	\$ 166.6	\$ 178.2	\$ 192.3	\$ 209.6	\$ 228.5

Beneficiaries: Virtually all 5.2 million households benefit from this tax expenditure.

General Fund Tax Expenditures

LIQUOR OR MALT BEVERAGE PURCHASED FROM RETAIL DISPENSER

Description: Alcoholic beverages purchased in a drinking place or bar are exempt from taxation. Purchases from a state liquor store or a beer distributor are taxed, despite the wholesale nature of a portion of these sales. The estimates represent the difference in the tax that would be collected at the retail level and the tax presently collected on the bulk sale.

Purpose: Taxing container sales rather than per drink sales reduces overall administrative and reporting burdens for vendors and audit efforts by the Department of Revenue.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 130.7	\$ 140.9	\$ 149.4	\$ 156.6	\$ 164.5	\$ 174.0	\$ 184.1

Beneficiaries: Approximately 6.8 million people benefit from this tax expenditure.

CHARGES FOR RETURNABLE CONTAINERS

Description: Separately stated deposit charges for returnable containers are excluded from the purchase price and are exempt from taxation.

Purpose: Deposit charges usually represent a security in the event a container is not returned. For this reason, a true exchange of property is not considered to have occurred.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 13.3	\$ 13.3	\$ 13.7	\$ 14.2	\$ 14.7	\$ 15.2	\$ 15.8

Beneficiaries: An unknown number of businesses and households may benefit from this tax expenditure.

CASKETS AND BURIAL VAULTS

Description: The purchase or use of caskets, burial vaults, markers, cremation urns, and tombstones for human graves, including foundations, is exempt from taxation.

Purpose: These items are essential for maintaining a basic standard of life. Additionally, this exemption reduces the regressive nature of the tax, easing the burden on low-income families.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 18.1	\$ 17.0	\$ 16.7	\$ 16.6	\$ 16.7	\$ 16.8	\$ 16.9

Beneficiaries: As many as 134,000 households benefit from this tax expenditure annually.

FLAGS

Description: The purchase or use of Pennsylvania and United States flags is exempt from taxation.

Purpose: The exemption may be based on the perception that support of national and state symbols is a worthy public policy objective.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.8	\$ 1.8	\$ 1.8	\$ 1.9	\$ 1.9	\$ 2.0	\$ 2.0

Beneficiaries: An unknown number of households, businesses, and organizations benefit from this tax expenditure.

General Fund Tax Expenditures

TEXTBOOKS

Description: The purchase or use of textbooks for use in schools, colleges, and universities is exempt from taxation. The purchase must be on behalf of or through schools recognized by the Department of Education as institutions of learning.

Purpose: This exemption helps to reduce the overall cost of obtaining an education, furthering the Commonwealth's policy objective of the education of its citizenry.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 11.1	\$ 10.3	\$ 10.0	\$ 9.7	\$ 9.4	\$ 9.2	\$ 9.0

Beneficiaries: As many as 859,600 college students may benefit from this tax expenditure.

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM (SNAP) PURCHASES

Description: The purchase at retail or use of tangible personal property in accordance with the federal Food Stamp Act of 1977, as amended, is exempt from taxation. Primarily, exempt items are soft drinks, certain drink mixes, vegetable and fruit seeds and plants, and certain prepared cold foods.

Purpose: This provision is mandated by federal law for continued state participation in the federally funded food stamp program.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 8.8	\$ 7.8	\$ 7.8	\$ 8.1	\$ 8.4	\$ 8.8	\$ 9.1

Beneficiaries: Approximately 732,000 households benefit from this tax expenditure.

GRATUITIES

Description: Any amount paid, in excess of charges and tax, for service relating to the purchase of food or beverages or hotel or motel accommodations is an exempt gratuity.

Purpose: Gratuities or tips are not included in the cost of the meal or accommodation acquired by the purchaser but are considered costs of the accompanying non-taxable services.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 110.1	\$ 120.2	\$ 128.9	\$ 135.7	\$ 142.3	\$ 149.6	\$ 157.5

Beneficiaries: Approximately 3.4 million households and an unknown number of businesses benefit from this tax expenditure.

BREAST FEEDING SUPPLIES

Description: The sale at retail of tangible personal property manufactured for initiating, supporting, or sustaining breast feeding is exempt from sales and use tax.

Purpose: The exemption eases any financial burdens associated with breast feeding.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.2	\$ 2.8	\$ 2.9	\$ 3.2	\$ 3.4	\$ 3.8	\$ 4.1

Beneficiaries: Any taxpayer purchasing breast feeding supplies may benefit from this expenditure.

General Fund Tax Expenditures

FUELS AND UTILITIES

COAL

Description: The purchase or use of coal is exempt from taxation.

Purpose: This exemption provides special tax treatment of coal versus other energy forms, which may have been perceived as preserving employment when mining was a major employer within the Commonwealth.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 119.9	\$ 121.0	\$ 125.0	\$ 129.0	\$ 132.9	\$ 137.5	\$ 143.1

Beneficiaries: Approximately 53,000 households and an unknown number of businesses benefit from this tax expenditure.

FIREWOOD

Description: The purchase or use of wood pellets or firewood cut into lengths for burning is exempt from taxation when used as fuel for cooking, or for heating water or residential dwellings.

Purpose: Alternative energy sources such as heating oil, natural gas, coal, and electricity are exempt when used for residential purposes. The extension of this exemption to firewood provides consistency among all major energy sources.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 8.1	\$ 8.2	\$ 8.6	\$ 8.8	\$ 9.1	\$ 9.4	\$ 9.7

Beneficiaries: Approximately 154,000 households use wood as a primary heating source. In addition, there are approximately 509,000 households with working fireplaces. Both groups benefit from this tax expenditure.

RESIDENTIAL UTILITIES

Description: As defined by law, "tangible personal property" specifies taxable items. Specifically omitted from this definition are electricity, steam, natural, manufactured, and bottled gas and fuel oil; basic local telecommunications service when purchased directly by the user solely for residential use; and charges for coin-operated telephone calls. Court decisions have expanded the electricity exemption to include purchases for residential use through an agent, where there is no commercial interest.

Purpose: Residential utilities are essential for maintaining a basic living standard. Additionally, this provision reduces the regressive nature of the tax, reducing the tax burden on families who spend a disproportionate share of income on these services.

(Dollar Amounts in Millions)

Electricity:

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 489.2	\$ 483.0	\$ 496.3	\$ 508.0	\$ 520.8	\$ 534.7	\$ 549.7

Fuel Oil/Gas:

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 170.6	\$ 165.1	\$ 164.9	\$ 166.1	\$ 168.8	\$ 172.3	\$ 176.9

Telephone:

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 48.0	\$ 50.4	\$ 54.0	\$ 57.7	\$ 61.7	\$ 66.6	\$ 71.7

Beneficiaries: Virtually all 5.2 million households (electricity), 3.7 million households (fuel oil/gas), and 1.7 million households (telephone) benefit from this tax expenditure.

General Fund Tax Expenditures

WATER AND SEWAGE SERVICES

Description: The purchase at retail or use of water (including bottled water and ice) or sewage services is exempt from taxation.

Purpose: Water is a necessity. Additionally, this provision reduces the regressive nature of the tax and reduces the tax burden on families who spend a disproportionate share of income on these products and services.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 136.9	\$ 137.0	\$ 143.1	\$ 149.2	\$ 155.1	\$ 161.3	\$ 168.2

(Dollar Amounts in Millions)

Beneficiaries: Approximately 5.1 million households and about 303,000 businesses benefit from this tax expenditure.

GASOLINE AND MOTOR FUELS

Description: The purchase or use of gasoline and other motor fuels, taxed under the Liquid Fuels and Fuels Tax Act, is exempt from the sales and use tax.

Purpose: Because these items are already subject to fuels taxes, the legislature has provided for their exemption from the sales and use tax.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,096.7	\$ 999.3	\$ 982.0	\$ 976.5	\$ 979.7	\$ 983.0	\$ 986.3

(Dollar Amounts in Millions)

Beneficiaries: Approximately 4.6 million households and owners of more than 2.3 million heavy trucks, buses, etc., benefit from this tax expenditure.

General Fund Tax Expenditures

MOTOR VEHICLES/VESSELS

AIRCRAFT PARTS, HELICOPTERS, FLIGHT SIMULATORS, AND RELATED MATERIALS

Description: An exemption is provided for the sale at retail or use of helicopters and similar rotorcraft. In addition, there is an exemption for the sale at retail of repair and replacement parts for helicopters, similar rotorcraft, and fixed-wing aircraft. This exemption also covers the installation of these parts as well as other service to the aircraft. Additionally, the sale at retail of flight simulators, training materials, and corresponding software, and the leasing of helicopters and similar rotorcraft are exempt from sales and use tax.

Purpose: This exclusion places Pennsylvania aircraft manufacturers at a competitively neutral position relative to manufacturers in other states allowing this exemption.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 8.9	\$ 9.5	\$ 10.1	\$ 10.7	\$ 11.3	\$ 11.9	\$ 12.5

Beneficiaries: Approximately 110 aircraft manufacturers and repair companies may benefit from this expenditure. An unknown number of lessors of helicopters, as well as of purchasers of these products and services may benefit from this expenditure.

COMMON CARRIERS

Description: Vehicles purchased by a public utility, engaged in business as a common carrier, to be used in rendering utility services are exempt from taxation. Household goods carriers and private carriers remain taxable.

Purpose: Without this exemption, the tax would be built into the rate base of public utility services and, ultimately, passed on to consumers. Therefore, this exemption reduces the overall cost of utility services that are considered to be basic necessities.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 76.6	\$ 78.2	\$ 81.1	\$ 84.3	\$ 88.0	\$ 91.5	\$ 94.6

Beneficiaries: Approximately 7,500 common carriers could benefit from this tax expenditure.

COMMERCIAL VESSELS (Construction and Repair)

Description: The purchase or use of commercial vessels of 50 tons or larger is exempt from taxation if delivery is taken in Pennsylvania.

Purpose: This exclusion places Pennsylvania shipbuilders at a competitively neutral position relative to shipbuilders in those states allowing this exemption.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 19.1	\$ 19.7	\$ 20.7	\$ 21.8	\$ 22.8	\$ 23.9	\$ 25.0

Beneficiaries: As many as 10 establishments may benefit from this tax expenditure.

General Fund Tax Expenditures

COMMERCIAL VESSELS (Equipment and Maintenance)

Description: The purchase or use of fuel, supplies, equipment, ships or sea stores, and cleaning or maintenance supplies for commercial vessels is exempt from taxation. This exemption applies to vessels of 50 tons or more designed for commercial use.

Purpose: Imposition of the tax at the point of sale would place Pennsylvania vendors at a competitive disadvantage relative to those vendors operating in other states that allow this exemption.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.1	\$ 3.2	\$ 3.3	\$ 3.4	\$ 3.6	\$ 3.7	\$ 3.9

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

MOTOR VEHICLES (Out-of-State Purchasers)

Description: The purchase or use of a motor vehicle by a non-resident, to be used outside Pennsylvania, and which is registered in another state within 20 days of delivery, is exempt from taxation. Delivery must be taken outside of Pennsylvania.

Purpose: The exemption protects the participation of Pennsylvania car dealers in the out-of-state market while preventing potential abuses of such an exemption by Pennsylvania residents.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

SCHOOL BUSES

Description: The purchase at retail or use of school buses is exempt from taxation. These buses must be used exclusively for the transportation of children for school purposes. The provision is extended to persons who have contracts with school districts to transport children.

Purpose: The costs of transporting school children are directly borne by school districts and indirectly by state government through subsidy programs. This exemption, while limiting state sales and use tax revenues, also decreases state educational subsidy costs.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 20.0	\$ 19.3	\$ 19.3	\$ 19.3	\$ 19.2	\$ 19.2	\$ 19.2

Beneficiaries: Approximately 300 private school bus contractors and virtually all schools benefit from this tax expenditure.

MULTIPURPOSE AGRICULTURAL VEHICLES USED FOR FARMING

Description: The sale at retail of multipurpose agricultural vehicles used in farming is exempt from sales and use tax, effective for sales at retail or uses after December 31, 2021.

Purpose: This exemption provides a benefit for agricultural operations.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.4	\$ 0.9	\$ 0.9	\$ 0.9	\$ 0.9	\$ 1.0	\$ 1.0

Beneficiaries: Approximately 53,000 farmers in the Commonwealth may benefit from this expenditure.

General Fund Tax Expenditures

PRODUCTION EXPENDITURES

MANUFACTURING EXEMPTION (Manufacture and Processing)

Description: An exemption is provided for the purchase or use of machinery, equipment, parts and supplies, or the use of services or utilities used directly in the manufacturing and processing of personal property. This exemption does not apply to motor vehicles, maintenance facilities, managerial or other nonoperational activities or materials, supplies, or equipment used relative to real estate, obtaining disinfecting or pest control services, or building maintenance and cleaning services.

Purpose: Exemption of manufacturing equipment and supplies prevents the multiple taxation that could occur in the production of a finished good for consumption. Were these items not exempt, this additional cost would be passed through to the ultimate consumer.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,363.2	\$ 1,398.5	\$ 1,458.7	\$ 1,515.2	\$ 1,577.3	\$ 1,648.9	\$ 1,728.8

Beneficiaries: Approximately 14,000 manufacturers and an unknown number of processors and manufacturers benefit from this tax expenditure.

MANUFACTURING EXEMPTION (Agriculture)

Description: An exemption is provided for the purchase or use of machinery, equipment, parts, and supplies, or the use of services or utilities used directly in farming, dairying, horticulture, floriculture, or aquaculture. This exemption does not apply to motor vehicles, maintenance facilities, managerial or other nonoperational activities or materials, supplies, or equipment used relative to real estate, obtaining disinfecting or pest control services, or building maintenance and cleaning services.

Purpose: Exemption of agricultural equipment and supplies prevents the multiple taxation that could occur in the production of an agricultural commodity for sale and consumption. Were these items not exempt, this additional cost would be passed through to the ultimate consumer.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 87.1	\$ 86.7	\$ 88.7	\$ 91.0	\$ 93.7	\$ 96.8	\$ 100.2

Beneficiaries: Approximately 53,000 farm operators benefit from this tax expenditure.

MANUFACTURING EXEMPTION (Public Utility)

Description: An exemption is provided for the purchase or use of machinery, equipment, parts, and supplies or the use of services or utilities used directly in producing, delivering, or rendering a public utility service. This exemption does not apply to motor vehicles (except those used as common carriers), maintenance facilities, managerial or other nonoperational activities or materials, supplies, or equipment used relative to real estate, obtaining disinfecting or pest control services, or building maintenance and cleaning services.

Purpose: Exemption of equipment and supplies used in producing and delivering a public utility service prevents the multiple taxation that could occur in providing the service. Were these items not exempt, this additional cost would be passed through to the ultimate consumer.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 99.5	\$ 95.9	\$ 96.9	\$ 98.8	\$ 100.6	\$ 110.1	\$ 119.6

Beneficiaries: Approximately 760 public utilities could benefit from this tax expenditure.

General Fund Tax Expenditures

MANUFACTURING EXEMPTION (Foundations for Machinery and Equipment)

Description: Foundations for machinery and equipment used directly in manufacturing, farming, dairying, agriculture, horticulture, floriculture, aquaculture, processing or producing, and delivering or rendering a public utility service are exempt from taxation. Included for a public utility are sand, gravel, crushed rock, concrete, or similar material used as bedding or surrounding pipe used directly to render sewer or water service.

Purpose: Exemption of foundations for manufacturing equipment prevents the multiple taxation that could occur in the production of a finished good for consumption. Were these items not exempt, this additional cost would be passed through to the ultimate consumer.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 10.3	\$ 10.0	\$ 10.0	\$ 10.1	\$ 10.1	\$ 10.1	\$ 10.2

Beneficiaries: Approximately 67,700 entities benefit from this tax expenditure.

CONTRACT FARMING

Description: The purchase or use of tangible personal property or services that are directly used in farming, dairying, or agriculture for the production of food are exempt from tax even if the purchaser is not the entity directly involved in the agricultural activity. This exemption applies to machinery, equipment, parts, supplies, and utilities used in the production of food.

Purpose: Exemption of agricultural equipment and supplies prevents the multiple taxation that could occur in the production of an agricultural food commodity for sale and consumption. Were these items not exempt, this additional cost would be passed through to the ultimate consumer.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 25.6	\$ 25.4	\$ 26.0	\$ 26.7	\$ 27.5	\$ 28.4	\$ 29.4

Beneficiaries: An unknown number of businesses engaged in contract farming benefit from this tax expenditure.

General Fund Tax Expenditures

OTHER

AIRLINE CATERING

Description: Airline purchases of catered food and non-alcoholic beverages served to passengers in connection with the airline service are exempt from tax.

Purpose: This tax exemption lowers the cost of catered food and non-alcoholic beverages purchased by airlines, which may also reduce the cost of airline travel for consumers.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.5	\$ 1.5	\$ 1.6	\$ 1.6	\$ 1.7	\$ 1.8	\$ 1.8

Beneficiaries: Approximately 60 airlines may benefit from this expenditure.

HOTEL-PERMANENT RESIDENT

Description: An exemption is provided, under the hotel occupancy tax, for a person occupying or having the right to occupy a room in a hotel, inn, tourist home, lodging house, rooming house, summer camp, apartment hotel, resort lodging, or cabin for 30 consecutive days or more. This exemption does not extend to prepared meals or other taxable items.

Purpose: Residency of this length is felt to approximate permanent dwelling rental, which is non-taxable as a necessity.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 6.0	\$ 5.9	\$ 5.9	\$ 6.0	\$ 6.1	\$ 6.2	\$ 6.2

Beneficiaries: Approximately 39,800 persons benefit from this tax expenditure.

VENDOR DISCOUNT

Description: A licensed vendor is permitted a discount as a credit against the gross amount of tax collected provided that a tax return, with full payment due, is filed or postmarked on or before the due date. The discount shall be the lesser of 1 percent of the amount of the tax collected and a dollar amount, which varies based on filing frequency.

Purpose: This provision is intended to defray the vendor's cost of collecting and remitting the sales and use tax.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 14.8	\$ 15.2	\$ 15.6	\$ 16.0	\$ 16.7	\$ 17.3	\$ 18.0

Beneficiaries: Approximately 177,880 vendors benefit from this tax expenditure.

OUT-OF-STATE CREDIT

Description: A credit is allowed for the purchase of personal property or taxable services for use outside Pennsylvania equal to the sales tax paid in the applicable state. The state must grant substantially similar tax relief as provided by Pennsylvania.

Purpose: Allowing a credit for tax paid in another state prevents double taxation.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

TRADE-IN VALUE

Description: A deduction is allowed against the gross purchase price for the value of personal property actually taken in trade or exchange. The trade-in property does not have to be of like kind to the purchased property. The reduction in purchase price is considered to be the value of the trade-in.

Purpose: Tangible personal property taken as a trade-in is usually resold. Therefore, it is treated as a sale for resale.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 348.5	\$ 336.3	\$ 342.2	\$ 336.3	\$ 337.6	\$ 339.0	\$ 340.5

Beneficiaries: Approximately 744,300 purchasers of motor vehicles annually benefit from this tax expenditure. In addition, an unknown number of entities benefit from other trade-ins (such as boats and aircraft).

ISOLATED SALES

Description: Infrequent personal property sales of a non-recurring nature by persons not in the business of selling such items are exempt from taxation. By regulation, exempt entity sales can occur no more than three times nor more than a total of seven days in a year. These sales may include the sale of a lawn mower to a neighbor, liquidation of an estate, sale of a used typewriter by an insurance company, or yard sale items. Motor vehicles and property that must be registered or licensed are not granted this exemption.

Purpose: The exclusion of isolated sales from taxation greatly reduces compliance and administration burdens for the seller and the Commonwealth.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 117.1	\$ 120.5	\$ 123.3	\$ 127.1	\$ 132.0	\$ 137.1	\$ 142.4

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

TEMPORARY USAGE

Description: Property purchased outside Pennsylvania by a nonresident and temporarily used in Pennsylvania for seven days or less or any length of time by a tourist or vacationer is exempt from taxation. If the property is consumed in the state it becomes taxable.

Purpose: Providing an exemption for temporary usage of taxable property in Pennsylvania does not discourage entry into the state by vacationers, tourists, or others who attend, or are involved in specific short-term events or activities.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

HORSES

Description: The sale of a horse is exempt from taxation if the seller is directed to deliver the horse to an out-of-state location. A horse may be temporarily delivered to a resident or agent prior to being delivered out-of-state.

Purpose: This exemption provides preferential treatment of horses relative to other tangible personal property by permitting temporary location in Pennsylvania before being delivered out-of-state.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 2.8	\$ 2.7	\$ 2.7	\$ 2.7	\$ 2.7	\$ 2.7	\$ 2.7

Beneficiaries: Approximately 1,300 Standard bred horse purchasers and an unknown number of purchasers of other types of horses benefit from this tax expenditure.

General Fund Tax Expenditures

YOUTH SPORTS PROGRAMS

Description: The purchase of food and beverages from nonprofit associations which support sports programs for participants aged 19 or younger, or for persons with physical or intellectual disabilities regardless of age, is exempt from taxation.

Purpose: The exemption of these items encourages such organizations to support programs that provide activities beneficial to young people and the disabled.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

PURELY PUBLIC CHARITIES

Description: The sale of personal property or services to or for use by any institution of purely public charity, as defined by Act 55 of 1997, is exempt from taxation. This exemption also includes the purchase or use of certain machinery and equipment used in a construction contract with an exempt entity. The purchase or use may be made by a construction contractor or the exempt entity. Transactions unrelated to the trade or business of such organizations are taxable as are certain materials and supplies purchased for use in connection with real estate.

Purpose: These organizations provide public and charitable services that are perceived to benefit the general public. This exemption permits these services to be rendered at reduced cost.

(Dollar Amounts in Millions)

Charitable Organizations:

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 13.3	\$ 13.9	\$ 14.6	\$ 15.4	\$ 16.1	\$ 16.8	\$ 17.6

Volunteer Firemen's Organizations:

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 23.2	\$ 24.7	\$ 26.1	\$ 27.4	\$ 28.8	\$ 30.4	\$ 32.2

Nonprofit Educational Institutions:

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 130.4	\$ 139.6	\$ 147.3	\$ 154.7	\$ 162.5	\$ 171.8	\$ 182.6

Religious Organizations:

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 8.8	\$ 9.2	\$ 9.7	\$ 10.2	\$ 10.7	\$ 11.2	\$ 11.7

Health & Social Assistance Organizations:

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 190.8	\$ 189.7	\$ 196.4	\$ 204.3	\$ 212.5	\$ 221.6	\$ 231.9

Beneficiaries: Approximately 30,000 organizations currently benefit from this tax expenditure.

General Fund Tax Expenditures

EXEMPT GOVERNMENTAL UNITS

Description: The sale of tangible personal property or services to or for use by the federal government, the Commonwealth, its instrumentalities, or political subdivisions is exempt from taxation. This exemption also includes the purchase or use of certain machinery or equipment used in a construction contract with a governmental unit. The purchase or use may be by a contractor or governmental unit. The estimate represents the tax on local government expenditures, as federal transactions do not meet the criteria for inclusion and Commonwealth expenditures would be offset by revenues.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 439.4	\$ 445.0	\$ 468.6	\$ 489.2	\$ 510.6	\$ 533.6	\$ 557.7

Beneficiaries: Approximately 3,130 governmental units benefit from this tax expenditure.

SUBSTITUTED TAX BASE

Description: The tax on tangible personal property purchased at least six months prior to the first taxable use in Pennsylvania may be based on the prevailing market price at the time of the taxable use. This substituted base is in lieu of taxing the original purchase price.

Purpose: This alternative tax base permits taxpayers to pay tax relative to the current market value of such assets that most closely approximates current taxable value.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

OUT-OF-STATE PURCHASES

Description: Tangible personal property purchased and used outside the state by a nonresident who later brings the property into Pennsylvania while establishing a permanent residence or business is exempt from taxation. This property must be purchased more than six months prior to the first taxable use in Pennsylvania.

Purpose: This provision eases administrative costs for the Commonwealth and compliance costs for the taxpayer and prevents a substantial tax liability from being imposed when a person moves to Pennsylvania.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

RAIL TRANSPORTATION EQUIPMENT

Description: The purchase or use of rail transportation equipment by a business in the movement of its own personal property is exempt from taxation.

Purpose: Exemption of rail equipment provides preferential treatment benefiting specific users of this transportation mode. Were these items not exempt, this additional cost may be passed through to the ultimate consumer.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 15.1	\$ 15.6	\$ 16.5	\$ 17.4	\$ 18.3	\$ 19.2	\$ 20.1

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

FISH FEED

Description: The purchase or use of fish feed by sportsmen's clubs, fish cooperatives, or nurseries approved by the Pennsylvania Fish and Boat Commission is exempt from taxation.

Purpose: The exemption provides special treatment benefiting organizations that raise fish intended for human consumption.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: An unknown number of entities benefit from this tax expenditure.

TOURIST PROMOTION AGENCIES

Description: The purchase or use of supplies and materials by tourist promotion agencies receiving grants from the Commonwealth for distribution to the public is exempt from taxation.

Purpose: Excluding supplies and materials used by tourist promotion agencies that receive state grants reduces the cost of performing promotional activities, lessening the need for direct support of these agencies.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: An unknown number of entities benefit from this tax expenditure.

TROUT

Description: The purchase or use of brook trout, brown trout, or rainbow trout is exempt from taxation.

Purpose: Special treatment is conferred to those involved in the raising or sale of trout intended for human consumption.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: An unknown number of entities benefit from this tax expenditure.

CONSTRUCTION OF MEMORIALS

Description: The purchase or use of materials used in the construction or erection of objects commemorating or memorializing historical events is exempt from taxation. These objects must be purchased by not-for-profit organizations and erected on publicly owned property.

Purpose: This exemption has been provided because these memorials are presumably erected for public benefit and gratification.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

STORAGE

Description: Charges for storage, other than for self-storage, of tangible personal property are exempt from taxation.

Purpose: Commercial storage services may be considered an integral part of the production and distribution of tangible personal property.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 328.8	\$ 329.8	\$ 339.3	\$ 350.3	\$ 363.4	\$ 377.2	\$ 391.8

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

STAIR LIFT DEVICES

Description: The purchase or use of property or services used in installing or repairing stair lift devices is exempt from taxation when the device is installed or used in the residence of a physically disabled person requiring the device to ascend or descend stairs. The physical disability must be certified by a physician.

Purpose: Stair lift devices are essential for people with physical disabilities that prevents them from ascending or descending stairs. This exemption reduces the regressive nature of the tax, easing the tax burden on people requiring the devices.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: As many as 877,000 residents who have difficulty ascending and descending stairs may benefit from this tax expenditure.

BAD DEBTS

Description: Sales tax vendors may apply for a refund equal to 100 percent of bad debts associated with sales tax paid to the state for sales written off by the vendor and deducted for federal income tax purposes because the vendor did not receive full payment from the purchaser. No refund is granted for interest, finance charges, or expenses incurred in attempting to collect receivables.

Purpose: The bad debt refund provision lessens the economic impact experienced by vendors when they extend credit to customers for taxable purchases and subsequently incur uncollectible accounts receivable (bad debts).

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 9.0	\$ 9.3	\$ 9.5	\$ 9.8	\$ 10.1	\$ 10.5	\$ 10.9

Beneficiaries: Any of the 303,000 licensed vendors could benefit from this tax expenditure, if they extend credit or accept checks for payment.

UNIFORM COMMERCIAL CODE FILING FEES

Description: Separately stated Uniform Commercial Code (UCC) filing fees, copy requests, and certification fees paid to a state or local agency are exempt from tax.

Purpose: UCC filing legally identifies the lien holder for personal property collateral. These fees may be perceived as incidental to the purchase or use of the tangible personal property and, as such, are exempt from tax.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.2	\$ 3.2	\$ 3.4	\$ 3.5	\$ 3.7	\$ 3.9	\$ 4.1

Beneficiaries: As many as 133,100 entities benefit from this tax expenditure annually.

General Fund Tax Expenditures

RENTAL OF FILMS FOR COMMERCIAL EXHIBITION

Description: The purchase at retail or use of motion picture films rented or licensed from a distributor for the purpose of commercial exhibition are exempt from taxation.

Purpose: This provision allows the entertainment services associated with these films to be delivered to the public at a reduced cost. Were these films not exempt, the additional cost would likely be passed through to the ultimate consumer.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.9	\$ 1.9	\$ 2.0	\$ 2.2	\$ 2.3	\$ 2.5	\$ 2.7

(Dollar Amounts in Millions)

Beneficiaries: Approximately 170 motion picture and video exhibition companies, 70 television broadcasting stations, and 15 cable and subscription programming companies benefit from this expenditure.

COPIES OF AN OFFICIAL DOCUMENT

Description: The sale at retail or use of copies of an official document sold by a government agency or court are exempt from taxation. Included are any copies in tangible form, such as compact discs, microfilm, or similar forms of electronic media. Examples of documents include notes of court testimony, deposition transcripts, driving records, accident reports, birth and death certificates, deeds, and divorce decrees.

Purpose: This provision eases reporting and administrative burdens on state, county, and local governments, including courts and political subdivisions.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.4	\$ 1.3	\$ 1.3	\$ 1.3	\$ 1.3	\$ 1.3	\$ 1.3

(Dollar Amounts in Millions)

Beneficiaries: An unknown number of individuals and businesses benefit from this tax expenditure.

INVESTMENT METAL BULLION AND INVESTMENT COINS

Description: The purchase or use of investment metal bullion and investment coins are exempt from taxation. This exemption includes the purchase or use of precious metals, where the value of the metal is primarily a function of the metal content, or a coin, where the market value exceeds the face value. This exemption does not include jewelry, works of art made from coins, or medallions.

Purpose: These purchases are generally for investment purposes only and, as such, are exempt from tax.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 6.8	\$ 6.4	\$ 6.3	\$ 6.3	\$ 6.3	\$ 6.5	\$ 6.6

(Dollar Amounts in Millions)

Beneficiaries: An unknown number of individuals and businesses engaged in the purchase and sale of investment bullion and coins benefit from this tax expenditure.

CATALOGS AND DIRECT MAIL ADVERTISING

Description: The purchase or use of a mail order catalog or direct mail advertising literature and materials is exempt from taxation.

Purpose: The purchase of these items may be perceived as incidental to the advertising service being provided.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 4.5	\$ 4.6	\$ 4.8	\$ 5.0	\$ 5.2	\$ 5.4	\$ 5.7

(Dollar Amounts in Millions)

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

WRAPPING AND PACKING SUPPLIES

Description: The purchase or use of wrapping paper, twine, bags, cartons, tape, rope, labels, nonreturnable containers, corrugated boxes used by a person engaged in the manufacture of snack food products, and all other wrapping supplies which are incidental to the delivery of personal property is exempt from taxation. This exclusion applies to retailers only; a separately stated charge for wrapping or packaging is taxable.

Purpose: Exemption of these items prevents double taxation since the cost of wrapping supplies, as a final input of the product, is included in the price charged by the retailer.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: Approximately 55,400 retail and wholesale establishments benefit from this tax expenditure.

CONVENTION CENTER RENTALS

Description: The sale at retail or use of services related to the set up, tear down, or maintenance of tangible personal property rented by an authority to exhibitors at certain convention centers or public auditoriums is exempt from sales and use tax.

Purpose: This exemption could promote the use of certain convention centers or public auditoriums in Pennsylvania.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1

Beneficiaries: A minimal number of taxpayers will benefit from this tax expenditure.

FOOD AND BEVERAGES PURCHASED FROM VOLUNTEER FIREMEN'S ORGANIZATIONS

Description: The sale at retail or use of food and beverages by a volunteer firemen's organization to raise funds for the purposes of the volunteer firemen's association are exempt from taxation.

Purpose: The exemption allows volunteer entities that contribute to public safety to raise funds for their mission at a reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

BUILDING MATERIALS AND SUPPLIES FOR ANIMAL HOUSING

Description: The sale at retail of building materials and supplies used for the construction or repair of an animal housing facility are exempt from taxation. The building materials and supplies are exempt regardless of whether the sales are made to the purchaser directly or are pursuant to a construction contract.

Purpose: The exemption provides a benefit to those who need to provide housing for animals, primarily those engaged in agriculture.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.6	\$ 3.5	\$ 3.5	\$ 3.6	\$ 3.6	\$ 3.6	\$ 3.7

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

CANNED SOFTWARE PURCHASED BY FINANCIAL INSTITUTIONS

Description: The sale at retail or use by a financial institution of canned computer software directly utilized in the business of banking is not subject to tax. For this provision, a financial institution is defined as an institution doing business in the Commonwealth that is subject to bank and trust company shares or mutual thrift institutions taxes.

Purpose: This exemption provides tax relief for financial institutions.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 13.5	\$ 13.7	\$ 14.2	\$ 14.8	\$ 15.4	\$ 16.1	\$ 16.7

Beneficiaries: Any financial institution subject to bank and trust company shares or mutual thrift institutions taxes may benefit from this expenditure.

COMPUTER DATA CENTER EQUIPMENT EXEMPTION

Description: Purchased computer data center equipment used exclusively in a data center certified by the Commonwealth is exempt from sales and use tax. Certified entities can annually submit a request for a sales and use tax certificate of exemption, provided the data center meets certain investment requirements.

Purpose: The exemption provides a benefit for the computer data center industry.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 15.7	\$ 43.2	\$ 51.3	\$ 60.8	\$ 72.1	\$ 85.5	\$ 101.4

Beneficiaries: Approximately 1,040 data centers may benefit from this exemption.

General Fund Tax Expenditures

SERVICES

Description: Expenditures for services are not taxable under the sales and use tax except when specifically taxed by law.

Purpose: Because the primary basis for the sales and use tax is tangible personal property, the majority of services are not taxed unless they are related to taxable property.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
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LODGING

Recreational parks, camps, and campgrounds ...	\$ 27.9	\$ 26.0	\$ 25.0	\$ 24.0	\$ 23.0	\$ 22.7	\$ 23.0
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PERSONAL SERVICES

Dry-cleaning & laundry services.....	\$ 45.4	\$ 47.4	\$ 49.9	\$ 52.2	\$ 54.7	\$ 57.4	\$ 60.3
Personal care services.....	261.4	275.7	291.1	305.0	320.5	337.8	356.2
Funeral parlors, crematories, & death care services.....	51.3	47.4	46.2	45.7	45.4	45.5	45.6
Other: personal services.....	74.2	78.1	82.5	86.4	90.8	95.7	100.8

BUSINESS SERVICES

Services to buildings and dwellings.....	\$ 415.0	\$ 423.2	\$ 441.0	\$ 460.0	\$ 479.7	\$ 500.0	\$ 521.8
Advertising, public relations, & related services ..	1,179.6	1,204.2	1,257.6	1,315.2	1,371.5	1,428.3	1,489.7
Consulting (scientific, environmental, & technical).....	538.5	552.8	578.9	606.8	634.6	662.6	692.8
Scientific research & development services	147.1	142.3	145.1	151.5	157.8	164.1	171.1
Information services	196.6	211.0	226.0	239.1	253.0	269.0	286.5
Administrative services	889.2	911.6	952.9	996.1	1,041.2	1,087.8	1,137.8

COMPUTER SERVICES

Custom programming, design & data processing	\$ 816.4	\$ 835.3	\$ 872.5	\$ 912.7	\$ 952.1	\$ 991.5	\$ 1,034.6
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AUTOMOTIVE SERVICES

Parking lots & garages	\$ 79.1	\$ 83.3	\$ 87.9	\$ 92.2	\$ 96.9	\$ 102.0	\$ 107.6
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RECREATION SERVICES

Spectator sports admissions (excludes schools).	\$ 45.6	\$ 50.6	\$ 53.5	\$ 56.4	\$ 60.0	\$ 63.8	\$ 68.0
Theater, dance, music, & performing arts admissions	94.4	104.7	110.9	116.8	123.8	131.5	139.9
Amusement & recreation industries	562.9	634.1	672.5	708.8	754.0	804.0	859.3
Museums, historical sites, zoos, & parks	39.8	44.9	47.6	50.2	53.4	57.0	60.9

General Fund Tax Expenditures

(Dollar Amounts in Millions)

Estimates, continued

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
HEALTH SERVICES							
Home health care, nursing care, & other ambulatory health care services.....	\$ 593.3	\$ 612.9	\$ 646.6	\$ 679.5	\$ 718.1	\$ 762.4	\$ 809.1
Hospitals	1,560.0	1,611.6	1,700.2	1,786.6	1,888.2	2,004.5	2,127.4
Physician & dental services.....	1,543.4	1,594.4	1,682.1	1,767.6	1,868.1	1,983.2	2,104.7
Social assistance including day care.....	234.5	243.9	257.1	270.2	285.6	303.3	322.1
PROFESSIONAL SERVICES							
Legal	\$ 799.4	\$ 828.8	\$ 870.1	\$ 911.3	\$ 954.5	\$ 999.9	\$ 1,048.7
Architectural, engineering, & related services	492.8	502.7	524.1	547.3	571.4	596.3	623.9
Accounting, auditing, & bookkeeping services	433.2	443.4	463.4	484.6	506.1	528.1	551.9
Specialized design	101.2	104.2	109.1	114.0	119.2	124.8	130.8
All other professional and technical services.....	260.7	267.1	279.0	291.7	304.6	318.0	332.5
TRANSPORTATION SERVICES							
Transit & ground transportation	\$ 45.6	\$ 48.3	\$ 51.2	\$ 54.0	\$ 56.9	\$ 59.8	\$ 62.7
Air transportation.....	12.6	13.5	14.4	15.2	16.0	16.9	17.7
Truck transportation	15.8	16.3	17.0	17.8	18.6	19.4	20.2
Other transportation	20.9	21.8	22.9	24.1	25.3	26.4	27.6
MISCELLANEOUS SERVICES							
Basic television	\$ 91.7	\$ 95.5	\$ 101.5	\$ 107.8	\$ 114.5	\$ 122.3	\$ 130.7
Tuition (college, vocational training, & instruction).....	1,132.8	1,193.2	1,259.0	1,318.8	1,385.4	1,459.7	1,539.0
Electrical, plumbing, heating, & AC service fees .	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Veterinary fees	97.1	102.3	108.0	113.1	118.8	125.2	132.0
Financial institution fees.....	123.3	122.6	126.3	130.1	134.0	138.0	142.2
Waste management and remediation services ...	216.3	221.5	231.5	241.7	252.3	263.6	275.6

Beneficiaries: Virtually all 5.2 million households and all 283,000 business establishments benefit from one or more of these service tax expenditures.

General Fund Tax Expenditures

CIGARETTE TAX

STATE VETERANS' HOMES

Description: Sales to retail dealers located in state veterans' homes, for resale to residents in such homes, are exempt. Federal veterans' hospitals are exempt under federal law.

Purpose: It is perceived to be good public policy to reduce taxes for veterans who have served their country and are now residing in a veterans' home or hospital.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: Residents in six state veterans' homes benefit from this tax expenditure.

UNSTAMPED CIGARETTES (200 AND UNDER)

Description: Vacationers or tourists crossing state lines with one carton or less of unstamped cigarettes are not required to pay tax on those cigarettes. The carton (200 cigarettes) cannot be resold and must be for personal use only.

Purpose: Persons crossing state lines with one carton or less of cigarettes are presumed to possess such cigarettes for personal use rather than intentionally avoiding payment of the cigarette tax. This expenditure helps to relieve administration and enforcement burdens as well as promote tourism.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

COMMISSIONS ON SALES OF STAMPS

Description: Cigarette stamping agents are permitted a commission of 0.586 percent of the value of all cigarette tax stamps purchased from the Department of Revenue or its authorized agents to be affixed to cigarettes for sale within the Commonwealth. The commission does not apply to purchases of stamps by a cigarette-stamping agent in amounts of less than \$100.

Purpose: This commission is paid to the cigarette-stamping agent as compensation for services and expenses incurred while acting as an agent of the Commonwealth in affixing tax stamps.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 6.5	\$ 6.2	\$ 5.9	\$ 5.7	\$ 5.5	\$ 5.3	\$ 5.1

Beneficiaries: Approximately 90 cigarette stamping agents may benefit from this tax expenditure.

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

RETIREMENT INCOME

Description: Payments commonly recognized as old age or retirement benefits paid to persons retired from service after reaching a specific age or after a stated period of service are exempt from taxation.

Purpose: The exemption limits the impact of the tax on retired persons. It also prevents taxation of previously taxed employee contributions to retirement plans.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3,557.7	\$ 3,708.8	\$ 3,872.1	\$ 4,046.6	\$ 4,231.6	\$ 4,427.0	\$ 4,632.5

Beneficiaries: As many as 3.3 million retired residents and their survivors benefit from this tax expenditure.

RETIREMENT CONTRIBUTIONS BY EMPLOYERS

Description: Payments made by employers for programs covering employee retirement and employer social security contributions are exempt from taxation.

Purpose: This provision lessens the burden of the tax on Pennsylvania wage earners and maintains fairness since the employee often does not have the right to possess the funds in the retirement plan except upon retirement or separation from the company after a set number of years of service.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,018.1	\$ 1,088.0	\$ 1,151.4	\$ 1,208.2	\$ 1,267.2	\$ 1,321.8	\$ 1,379.6

Beneficiaries: As many as 6.1 million employees benefit from this tax expenditure.

NONQUALIFIED DEFERRED COMPENSATION

Description: Following the federal constructive receipt rule, deferrals to nonqualified deferred compensation plans are not includible in compensation.

Purpose: With certain significant exceptions, Pennsylvania's constructive receipt rules were generally made consistent with the federal constructive receipt rules used to determine when compensation is received by a cash basis taxpayer.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 51.1	\$ 53.9	\$ 56.9	\$ 60.0	\$ 63.3	\$ 66.8	\$ 70.4

Beneficiaries: Approximately 77,800 employees benefit from this tax expenditure.

HEALTH SAVINGS ACCOUNTS/ARCHER MEDICAL SAVINGS ACCOUNTS (ARCHER MSAs)

Description: Contributions made to Health Savings Accounts and Archer Medical Savings Accounts are exempt from personal income tax, consistent with the federal treatment of such accounts. Distributions that are not used for qualified medical expenses are taxable as interest income.

Purpose: This provision reduces the cost and could improve the quality and availability of health care to Pennsylvanians.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 36.5	\$ 37.8	\$ 39.5	\$ 41.4	\$ 43.4	\$ 45.7	\$ 48.1

Beneficiaries: Individuals filing approximately 478,500 returns benefit from this tax expenditure. This number is expected to rise over time.

General Fund Tax Expenditures

EMPLOYEE BENEFIT PROGRAM EMPLOYER CONTRIBUTIONS

Description: Payments made by employers or labor unions for programs covering hospitalization, sickness, disability or death, supplemental unemployment benefits, group life insurance, and strike benefits are exempt from taxation. This expenditure also includes personal use of employer provided property and services.

Purpose: This provision lessens the burden of the tax upon Pennsylvania wage earners, along with maintaining fairness, since these payments are not usually based on actual use by each wage earner.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,130.1	\$ 1,207.7	\$ 1,278.1	\$ 1,341.1	\$ 1,406.6	\$ 1,467.2	\$ 1,531.4

Beneficiaries: As many as 5.8 million employees benefit from this tax expenditure.

CAFETERIA PLANS

Description: Payments made by employers, on behalf of employees, into a qualifying cafeteria plan are exempt from taxation if the program does not discriminate in favor of highly compensated individuals. This exemption parallels the limited exemption treatment of employee benefit programs covering hospitalization, sickness, disability or death, supplemental unemployment benefits, or strike benefits. This expenditure also includes payments made on behalf of employees for personal use of employer provided property and services.

Purpose: This provision lessens the burden of the tax upon Pennsylvania wage earners, along with maintaining fairness, since these payments are not usually based on actual use by each wage earner.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 88.9	\$ 95.0	\$ 100.6	\$ 105.5	\$ 110.7	\$ 115.5	\$ 120.5

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

LIFE INSURANCE PROCEEDS

Description: Amounts paid to beneficiaries or the estate of a decedent due to the death of the decedent are exempt from tax.

Purpose: Life insurance proceeds are not considered compensation for services rendered. Also, premiums are often paid with after-tax dollars.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 170.6	\$ 163.8	\$ 159.5	\$ 158.3	\$ 158.7	\$ 160.4	\$ 161.3

Beneficiaries: The death payment beneficiaries of approximately 193,100 life insurance policies benefit from this tax expenditure.

SICKNESS OR DISABILITY PROCEEDS

Description: Payments, other than regular wages or salary, received for periods of sickness or disability are excluded from compensation.

Purpose: These payments are excluded because they do not take the place of an employee's regular wages or salary. However, sick pay in the form of regular wages or salary is taxable.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

UNEMPLOYMENT AND SUPPLEMENTAL UNEMPLOYMENT COMPENSATION

Description: Amounts received as unemployment compensation or supplemental unemployment compensation are excluded from taxable income.

Purpose: This exemption assists unemployed persons in providing the basic necessities of life.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 76.2	\$ 62.2	\$ 60.7	\$ 59.3	\$ 57.9	\$ 56.6	\$ 55.3

Beneficiaries: Approximately 1.4 million people benefit from this tax expenditure.

WORKERS' COMPENSATION

Description: Disability, retirement, or other payments arising under workers' compensation acts, occupational disease acts, and similar legislation are exempt from taxation.

Purpose: These benefits are not related to services rendered and are intended to provide income or subsistence during periods of disability when the taxpayer was injured on the job and also to pay workers' medical bills for injuries sustained on the job. These benefits more closely resemble insurance payments, which are not taxable.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 87.4	\$ 87.3	\$ 87.2	\$ 87.1	\$ 87.0	\$ 87.0	\$ 86.9

Beneficiaries: As many as 147,900 residents benefit from this tax expenditure.

STRIKE BENEFITS

Description: Amounts designated as strike benefits are exempt from tax.

Purpose: These benefits are not considered compensation for services rendered and are thus excluded from tax.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

PUBLIC ASSISTANCE

Description: Public assistance payments from governmental entities are excluded from taxable income.

Purpose: This provision limits the impact of the tax on the poor and increases the effectiveness of state payments under this program.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 4.1	\$ 4.1	\$ 4.1	\$ 4.1	\$ 4.1	\$ 4.1	\$ 4.1

Beneficiaries: Approximately 73,200 people benefit from this tax expenditure.

General Fund Tax Expenditures

SALE OF A PRINCIPAL RESIDENCE

Description: The gain from a sale of principal residence is excludable from income.

Purpose: A principal residence is typically sold to meet the changing needs of the taxpayer and not in an effort to recognize a capital gain.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 169.2	\$ 169.1	\$ 171.3	\$ 174.7	\$ 176.7	\$ 181.4	\$ 186.2

Beneficiaries: The owners of approximately 237,500 principal residences that are sold each year in Pennsylvania benefit from this tax expenditure.

COMPENSATION FOR MILITARY SERVICE

Description: Compensation for military service by a Pennsylvania resident in a combat zone is excludable from tax. Income received for military service outside the Commonwealth (whether or not it is in a combat zone) while on active duty as a member of the armed forces is excludable from compensation. Income received for active state duty for an emergency within or outside Pennsylvania is excludable from compensation.

Purpose: This provision reduces tax on members of the armed forces while on active duty in service of the country.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 140.6	\$ 150.4	\$ 159.0	\$ 167.2	\$ 175.7	\$ 184.5	\$ 193.4

Beneficiaries: Approximately 51,400 residents benefit from this tax expenditure.

SCHOLARSHIPS, GRANTS, FELLOWSHIPS, AND STIPENDS

Description: Scholarships, grants, fellowships, and stipends awarded on the basis of need or academic achievement for the purpose of encouraging or allowing the recipient to further their educational development are not taxable. Fellowships and stipends are taxable if they are awarded as compensation for past, present, or future services.

Purpose: Awards made on the basis of detached generosity are considered to be gifts and are not taxable as income.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 157.8	\$ 160.6	\$ 163.5	\$ 166.4	\$ 169.4	\$ 172.4	\$ 175.5

Beneficiaries: The recipients of approximately 219,100 state and federal grants and scholarships, and an unknown number of private scholarships, grants, fellowships, and stipends benefit from this tax expenditure.

REIMBURSEMENTS FOR ACTUAL EXPENSES

Description: Payments by an employer to an employee to reimburse actual expenses incurred by the employee in the conduct of the employer's business are excludable from compensation.

Purpose: This provision ensures that employees incurring business expenses, for which they are later reimbursed in the actual amount of the expenses, are not taxed on the reimbursements. Such expenses and reimbursements are treated as if the employer had made the expenditure directly.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.0	\$ 0.9	\$ 0.9	\$ 0.9	\$ 0.9	\$ 0.9	\$ 0.9

Beneficiaries: Approximately 11,100 taxpayers benefit from this tax expenditure.

General Fund Tax Expenditures

UNREIMBURSED EXPENSES

Description: Unreimbursed expenditures made by employees are excludable from compensation if they are necessary to enable the taxpayer to properly perform the duties of employment, reasonable in amount, directly related to the taxpayer's occupation, and customary in the taxpayer's occupation.

Purpose: This provision enhances the fairness of the tax for those employees who incur expenses for the benefit of the employer, in order to properly perform a job, or to retain a rate of compensation.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 41.3	\$ 40.3	\$ 39.6	\$ 39.2	\$ 38.9	\$ 38.7	\$ 38.5

Beneficiaries: Individuals filing approximately 797,600 returns benefit from this tax expenditure.

BUSINESS INCOME DEDUCTIONS

Description: Ordinary and reasonable expenses necessary to operate a business or profession may be deducted from the gross receipts of that business or profession. This expenditure does not measure the cost of sales and operations or wages and salaries deductions.

Purpose: Businesses and professions are taxed on "net" profits; therefore, expenses necessary to produce the income may be deducted before tax is computed.

(Dollar Amounts in Millions)

Depreciation:

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 124.6	\$ 134.6	\$ 139.1	\$ 149.8	\$ 158.8	\$ 166.0	\$ 171.1

Other:

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,748.5	\$ 1,904.7	\$ 1,985.4	\$ 2,131.7	\$ 2,254.1	\$ 2,350.6	\$ 2,419.2

Beneficiaries: Approximately 1.1 million businesses and professions benefit from this tax expenditure.

FOSTER CARE

Description: Payments received by foster parents are explicitly excluded from the definition of compensation.

Purpose: This exemption provides a benefit to families providing foster care.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 5.5	\$ 5.7	\$ 5.9	\$ 6.1	\$ 6.4	\$ 6.6	\$ 6.8

Beneficiaries: The foster parents of approximately 19,500 children benefit from this tax expenditure.

QUALIFIED TUITION PROGRAMS

Description: Qualified tuition program contributions are deductible from personal income. Rollovers, undistributed earnings, and distributions used for qualified education expenses are not taxable.

Purpose: These provisions lessen the burden of tax on families saving for post-secondary, private primary, or private secondary education.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 42.0	\$ 44.3	\$ 46.7	\$ 49.2	\$ 51.9	\$ 54.7	\$ 57.7

Beneficiaries: At least 138,900 taxpayers benefit from this tax expenditure.

General Fund Tax Expenditures

EXEMPTION FOR ELECTION OFFICIALS

Description: Compensation and other payments received by county election officials are exempt from taxation.
Purpose: This exemption provides an incentive to serve as a county election official.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.0	\$ 1.0	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1

Beneficiaries: As many as 100,700 election officials benefit from this tax expenditure.

PENNSYLVANIA LOTTERY NONCASH PRIZES

Description: Pennsylvania Lottery noncash prizes are exempt from personal income tax.
Purpose: This provision provides an additional benefit to individuals winning noncash Pennsylvania Lottery prizes.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.8	\$ 0.7	\$ 0.5	\$ 0.4	\$ 0.3	\$ 0.3	\$ 0.3

Beneficiaries: The winners of approximately 200 noncash prizes benefit from this expenditure.

STATE/LOCAL OBLIGATIONS

Description: Interest paid on Pennsylvania government-issued municipal bonds is exempt from Pennsylvania state income taxes.

Purpose: Because of this tax-exempt feature, investors will usually accept lower interest payments than on other types of borrowing, lowering the overall cost for the government bond issuer.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 64.7	\$ 62.8	\$ 61.0	\$ 59.3	\$ 57.6	\$ 55.9	\$ 54.3

Beneficiaries: Approximately 283,400 Pennsylvanians benefit from this expenditure.

START-UP BUSINESS DEDUCTION

Description: Pennsylvania allows for a \$5,000 deduction from net income for business start-up costs for personal income tax purposes.

Purpose: This deduction gives businesses the same opportunity they have at the federal level and will encourage small business development, attract entrepreneurs, and encourage existing businesses to expand and create new jobs.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.0	\$ 1.0	\$ 1.0	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1

Beneficiaries: Approximately 15,700 new businesses will benefit from this tax expenditure.

General Fund Tax Expenditures

INTANGIBLE DRILLING COSTS

Description: A taxpayer may recover intangible drilling costs either by using a 10-year amortization period, or by electing to immediately expense up to one-third of the allowable costs and recover the remaining costs over a 10-year period beginning in the taxable year the costs are incurred.

Purpose: This expenditure allows entities to deduct a larger portion of costs immediately, instead of spreading those costs over the life of the well.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: Approximately 140 taxpayers benefit from this expenditure.

ACHIEVING A BETTER LIFE EXPERIENCE (ABLE) SAVINGS PROGRAMS

Description: Contributions to an ABLE account are deductible from the taxable income of the contributor. Contributions, any increase in the value of those contributions, the retention or transfer of any legal interest in an account, and payment of qualified expenses are exempt from taxation.

Purpose: These provisions lessen the burden of tax on people with disabilities and their families.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 0.8	\$ 1.0	\$ 1.3	\$ 1.6	\$ 2.0	\$ 2.5	\$ 3.0

Beneficiaries: Approximately 2,700 people with disabilities and their families benefit from this expenditure.

INVOLUNTARY CONVERSIONS

Description: A taxpayer may acquire replacement property and make an election to defer recognition of the gain following an involuntary conversion.

Purpose: These provisions lessen the burden of tax on taxpayers who acquire replacement property when the original property has been destroyed, stolen, seized, requisitioned, or condemned.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: A minimal number of taxpayers will benefit from this expenditure.

QUALIFIED OPPORTUNITY ZONES

Description: Income derived from investment in a qualified opportunity zone that is exempt from federal tax is also exempt from Pennsylvania tax.

Purpose: The qualified opportunity zone program provides federal tax incentives to encourage private investment in low-income and distressed communities. This provision ensures that complementary incentives apply at the state level.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

OLYMPIC MEDALS AND PRIZES

Description: The value of Olympic medals and prize money received from the United States Olympic Committee are exempt from tax.

Purpose: This provision lessens the burden of tax on taxpayers who receive awards on account of competition in the Olympic Games or Paralympic Games.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: A minimal number of taxpayers will benefit from this expenditure.

CROP INSURANCE PROCEEDS

Description: Under certain circumstances, taxpayers may include crop insurance proceeds in income for the taxable year following the taxable year of crop destruction or damage.

Purpose: Given that crop insurance payments are often received because of unforeseen circumstances, this provision could provide greater flexibility in managing income and expenses in unexpectedly challenging times.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

CREDITS

SPECIAL POVERTY PROVISIONS (TAX FORGIVENESS)

Description: Special tax forgiveness provisions allow eligible claimants to reduce their tax liability depending on the amount of their eligibility income.

Purpose: This provision provides tax relief for taxpayers with low incomes.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 220.4	\$ 223.0	\$ 216.0	\$ 209.1	\$ 202.1	\$ 195.1	\$ 188.1

Beneficiaries: Individuals filing approximately 1.2 million returns benefit from this tax expenditure.

RESIDENT CREDIT

Description: Pennsylvania residents who have income that is subject to both Pennsylvania personal income tax and the income or wage tax of another state (excluding compensation earned in states with reciprocal agreements) may claim the lesser of the following as credit against the personal income tax: 1) the actual tax paid to the other state or 2) Pennsylvania taxable income earned in the other state, multiplied by the current Pennsylvania income tax rate.

Purpose: This provision prevents the double taxation of income earned by a Pennsylvania resident in another state.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 452.8	\$ 493.9	\$ 523.1	\$ 548.5	\$ 574.2	\$ 600.3	\$ 627.1

Beneficiaries: Individuals filing approximately 142,700 returns benefit from this tax expenditure.

TAX CREDITS FOR BEGINNING FARMERS

Description: Owners of agricultural assets who sell or rent those assets to beginning farmers (as defined by Act 65 of 2019) qualify for a tax credit.

The estimate for 2021-22 reflects actual credits awarded. Future fiscal years reflect the program cap.

Purpose: These tax credits are intended to encourage early-career farmers in Pennsylvania.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	\$ 6.0	\$ 6.0	\$ 6.0	\$ 6.0	\$ 6.0	\$ 6.0

Beneficiaries: An unknown number of taxpayers will benefit from this expenditure.

CHILD AND DEPENDENT CARE ENHANCEMENT TAX CREDIT

Description: Pennsylvania residents who receive the federal child and dependent care tax credit qualify for a refundable state tax credit equal to 30 percent of the federal credit.

Purpose: This provision supports filers who need child care in order to work or look for work.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ --	\$ 25.4	\$ 36.7	\$ 36.5	\$ 36.3	\$ 36.1	\$ 36.0

Beneficiaries: Individuals filing approximately 220,900 returns will benefit from this tax expenditure.

General Fund Tax Expenditures

ESTIMATED TAXES

ESTIMATED TAXES FOR FIDUCIARIES

Description: Fiduciaries may adopt the federal annualization rules for calculating estimated payments.

Purpose: The adoption of annualized federal rules for calculating estimated payments for estates and trusts allows fiduciaries to have consistent payments between state and federal laws.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 8.3	\$ 8.4	\$ 9.7	\$ 9.9	\$ 11.0	\$ 12.0	\$ 12.1

Beneficiaries: Approximately 40,000 fiduciaries are estimated to benefit from this tax expenditure.

ESTIMATED TAXES FOR FARMERS

Description: Individuals having an estimated gross income from farming which is at least two-thirds of their total gross income may file an estimated tax declaration any time on or before January 15 of the succeeding year. If such an individual files a final return and pays the entire tax due by March 1, the return may be considered the declaration due on or before January 15. This estimate measures the interest lost due to delayed estimated payments.

Purpose: This provision provides assistance to farmers by allowing more liberal estimated payment rules, enhancing the farmers' cash flow.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: Farmers operating approximately 53,000 farms benefit from this tax expenditure.

ESTIMATED PAYMENTS FOR SMALL AMOUNTS

Description: Individuals with taxable income not subject to withholding are not required to pay estimated taxes, provided that such income falls below a certain threshold. Beginning in tax year 2024, the threshold increases incrementally from the current level of \$8,000 to \$20,000 in tax year 2028. In subsequent years, the threshold increases by \$500 per year.

Purpose: These provisions reduce paperwork for the Department of Revenue and taxpayers with small amounts of income not subject to withholding.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	\$ 0.3	\$ 0.6	\$ 0.9	\$ 1.4	\$ 2.0	\$ 2.7

Beneficiaries: Approximately 1.4 million Pennsylvania residents benefit from this tax expenditure.

ESTIMATED TAXES FOR PRIOR YEAR TAX FORGIVENESS RECIPIENTS

Description: A taxpayer who received tax forgiveness through the special provisions for poverty during the prior tax year, but did not qualify for tax forgiveness in the current tax year and is required to make estimated payments, may avoid a penalty for underpayment of estimated taxes.

Purpose: This provision is intended to give taxpayers who qualified for tax forgiveness a safe harbor from estimated payments.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: Taxpayers filing nearly 46,300 returns benefit from this expenditure.

REALTY TRANSFER TAX

TRANSFERS TO GOVERNMENTAL UNITS AND VETERANS' SERVICE ORGANIZATIONS

Description: A transfer to the Commonwealth, the federal government or their agencies, political subdivisions, or instrumentalities, or veterans' organizations by gift, dedication, condemnation, or in lieu of condemnation is exempt from taxation.

Purpose: This exemption provides tax relief to the grantor of property to a governmental entity. Without an exemption, the grantor would be required to pay the tax. The exemption may encourage donation of property to a governmental entity.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 7.3	\$ 7.3	\$ 7.5	\$ 7.6	\$ 7.7	\$ 7.9	\$ 8.1

Beneficiaries: Approximately 3,130 local governmental units and veterans' organizations could benefit from this tax expenditure.

PARTITION OF REALTY BY CO-TENANTS

Description: A partition of realty, passed by testate or intestate succession and held by co-tenants, into two or more distinctive portions with each party taking shares equal to their undivided interest, is an excluded transaction.

Purpose: Tax relief is given to the heirs to assist in the equitable settlement of the estate. Heirs to realty do not always want joint ownership in the realty willed to them as co-tenants. This exemption enables the parties to partition the realty into two or more distinct portions with each party taking shares equal to their undivided interest without incurring tax.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

TRANSFERS AMONG FAMILY MEMBERS

Description: Transfers between spouses, parent and child or the spouse of such child, stepparent and a stepchild or the spouse of such child, siblings and/ or the spouse of a sibling, and a grandparent and grandchild or the spouse of such a grandchild are exempt from taxation.

Purpose: This exemption reduces the tax burden on families by exempting transfers to family members.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 104.7	\$ 104.5	\$ 106.6	\$ 108.1	\$ 110.2	\$ 112.9	\$ 115.7

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

TRANSFERS TO SHAREHOLDERS OR PARTNERS

Description: A transfer from a corporation or association to its shareholder or member, where the grantee owns stock or holds an interest in the same proportion as his interest in the real estate being conveyed, is an excluded transaction. The stock or interest must be held by the grantee for more than two years.

Purpose: This exemption recognizes that the grantee has an ownership interest in the realty conveyed to him in the same proportion as stock owned in the corporation or interest in the association.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 2.4	\$ 2.4	\$ 2.5	\$ 2.5	\$ 2.6	\$ 2.6	\$ 2.7

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

TRANSFERS TO OR FROM A NONPROFIT INDUSTRIAL DEVELOPMENT AGENCY

Description: A transfer to a nonprofit industrial development agency or authority is an excluded transaction. A transfer from a nonprofit industrial development agency or authority to a grantee purchasing directly from it is an excluded transaction if: (1) the grantee uses such real estate for the primary purpose of manufacturing, fabricating, compounding, processing, publishing, research and development, transportation, energy conversion, energy production, pollution control, warehousing, or agriculture and (2) the authority has full ownership interest in the real estate transferred.

Purpose: These exemptions encourage transfers of realty to nonprofit organizations for industrial development and from nonprofit organizations for use in various activities that may contribute to economic development in the Commonwealth.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.5	\$ 3.5	\$ 3.5	\$ 3.6	\$ 3.6	\$ 3.7	\$ 3.8

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

TRANSFERS BETWEEN RELIGIOUS ORGANIZATIONS

Description: A transfer between religious organizations or persons holding title for a religious organization, with both parties possessing tax-exempt status under the Internal Revenue Code, is an excluded transaction. The real estate cannot have been used by such transferor for commercial purposes.

Purpose: This exemption provides tax relief to religious organizations that are perceived to provide social benefits.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.2	\$ 3.2	\$ 3.3	\$ 3.3	\$ 3.4	\$ 3.5	\$ 3.6

Beneficiaries: Approximately 13,100 religious organizations could benefit from this tax expenditure.

General Fund Tax Expenditures

TRANSFERS TO A CONSERVANCY

Description: A transfer to or from a conservancy possessing tax-exempt status pursuant to the Internal Revenue Code and which has as its primary purpose preservation of land for historic, recreational, scenic, agricultural, or open space opportunities is an excluded transaction. Act 84 of 2016 added agricultural, conservation, or historic preservation easements transferred or sold to certain dedicated conservancies, as well as government entities, as being excluded transactions.

Purpose: This exemption encourages the preservation of realty with historic, recreational, scenic, or agricultural value.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6

Beneficiaries: Approximately 70 land conservancies could benefit from this tax expenditure.

REAL ESTATE DEVOTED TO AGRICULTURE

Description: A transfer of real estate devoted to the business of agriculture to a family farm business by a member of the same family is an excluded transaction. The family must own at least 75 percent of each class of stock in a family farm business. The family farm may also lease the farmland as long as it is used for farming.

Purpose: This exemption provides tax relief for the establishment or expansion of the family farm business thereby recognizing the importance of the family-owned farm.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: Approximately 1,300 family farm businesses could benefit from this tax expenditure.

OWNERSHIP INTEREST IN REAL ESTATE COMPANY OR FAMILY FARM

Description: A transfer between members of the same family of an ownership interest in a real estate company or family farm business is an excluded transaction.

Purpose: A transfer of ownership interest between members of the same family is not considered a change in ownership of the business. This exemption encourages the preservation of family farm businesses and family-owned real estate businesses by allowing transfers of ownership interests between members of the same family not to count toward the corporation becoming an acquired company.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: Approximately 1,300 family farm corporations or partnerships and an unknown number of real estate companies could benefit from this tax expenditure.

General Fund Tax Expenditures

TRANSFERS OF REALTY VALUED AT \$100 OR LESS

Description: A transaction where the tax due is \$100 or less is an excluded transaction.

Purpose: The administrative costs of collecting the revenue from a transfer of realty valued at \$100 or less are thought to be greater than the revenue.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

PRODUCTION OR EXTRACTION OF COAL, OIL, NATURAL GAS, OR MINERALS

Description: Leases for the production or extraction of coal, oil, natural gas, or minerals and assignments thereof are excluded transactions.

Purpose: This exemption gives tax relief to the mining and extracting industries to produce and extract coal, oil, natural gas, and minerals at a lower cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: Approximately 1,940 companies may benefit from this tax expenditure.

PUBLIC UTILITY EASEMENTS

Description: A transfer of an easement to a person furnishing public utility service is an excluded transaction if the easement is used in, or useful for, furnishing public utility services.

Purpose: Public utility easements are numerous and the majority of them are conveyed for a small consideration. The administrative costs of collecting the revenue from an easement to a provider of public utility services are thought to be greater than the revenue.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The 287 public utilities could benefit from this tax expenditure.

General Fund Tax Expenditures

STANDING TIMBER OR CROPS

Description: Standing timber and crops are not deemed to actually pass with the conveyance of realty when the instrument provides for severance and removal within an immediate ascertainable date.

Purpose: Timber and crops are personal property in this instance, the transfer of which is not subject to realty transfer tax.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

TRANSFERS INVOLVING VOLUNTEER EMERGENCY AGENCIES

Description: A transfer to or by a volunteer emergency medical services company, volunteer fire company, or volunteer rescue company is an excluded transaction. Act 66 of 2020 expanded this exemption to include all transactions involving volunteer emergency agencies; previous legislation had only excluded certain transactions.

Purpose: This exemption provides tax relief to volunteer emergency agencies. Without the exemption, they would be required to pay the tax when acquiring real property. The exemption should aid volunteer emergency agencies in being able to better serve their communities.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 2.5	\$ 2.5	\$ 2.6	\$ 2.6	\$ 2.7	\$ 2.7	\$ 2.8

Beneficiaries: Approximately 2,050 taxpayers could benefit from this tax expenditure.

TRANSFERS TO OR FROM A LAND BANK

Description: A transfer of real estate to or from a land bank is an excluded transaction. The term "land bank" shall have the same meaning as given to it in 68 Pa.C.S. § 2103.

Purpose: This exemption provides tax relief on transfers to or from a land bank. Land banks are used by local governments to acquire problem properties and return them to productive use.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

General Fund Tax Expenditures

TRANSFERS TO CERTAIN NONPROFIT ORGANIZATIONS FROM HOUSING AUTHORITIES WITHIN THE COMMONWEALTH

Description: A transfer of real estate from a Public Housing Authority (PHA) to a nonprofit organization utilizing the Rental Assistance Demonstration (RAD) Program administered by the Department of Housing and Urban Development (HUD) are exempt from realty transfer tax. This applies to a county of the fifth class with a population between 115,000 and 118,000 that filed an appeal with the Board of Finance and Revenue after December 31, 2015.

Purpose: The RAD program was created by HUD to give PHAs an additional tool to preserve and improve public housing properties. Without this exemption from tax, the transfer from the PHAs to nonprofit organizations participating in the RAD program would be taxable.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: A limited number of nonprofit organizations will benefit from this expenditure.

TRANSFERS TO BEGINNING FARMERS

Description: The transfer of a property subject to an agricultural easement to a qualified beginning farmer is exempt from the tax.

Purpose: The exemption is intended to encourage new persons to become involved in farming.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

INHERITANCE TAX

FAMILY RELATED EXEMPTIONS AND EXCLUSIONS

PREFERENTIAL RATE FOR TRANSFERS TO LINEAL BENEFICIARIES

Description: Assets transferred to lineal beneficiaries are taxed at a 4.5 percent rate rather than the 15 percent rate for assets transferred to non-lineal heirs.

Purpose: This provision reduces the tax burden on the immediate family members of the decedent.

(Dollar Amounts in Millions)

<i>Estimates:</i>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1,825.7	\$ 1,780.8	\$ 1,727.7	\$ 1,703.9	\$ 1,699.8	\$ 1,712.6	\$ 1,727.6

Beneficiaries: Approximately 41,600 estates benefit from this tax expenditure.

TRANSFERS OF PROPERTY TO SPOUSE

Description: Property passing to a spouse of a decedent is taxed at 0 percent. This estimate is based on the difference between taxing all assets transferred between spouses at the lineal rate of 4.5 percent and the spousal rate of 0 percent.

Purpose: This provision prevents an undue tax burden on a surviving spouse especially when assets cannot be jointly owned. It allows spouses to maintain homes and other assets without being subject to inheritance tax.

(Dollar Amounts in Millions)

<i>Estimates:</i>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3,041.3	\$ 2,966.5	\$ 2,878.0	\$ 2,838.4	\$ 2,831.5	\$ 2,852.9	\$ 2,877.8

Beneficiaries: Approximately 37,100 estates benefit from this tax expenditure.

EXEMPTION FOR TRANSFERS OF PROPERTY FROM A CHILD TO PARENT

Description: Property passing from a child 21 years of age or younger to a parent is subject to a 0 percent tax rate. This estimate measures the difference between taxing child to parent transfers at the lineal rate of 4.5 percent and the rate of 0 percent.

Purpose: This provision reduces the tax burden on families receiving assets due to the untimely death of a child.

(Dollar Amounts in Millions)

<i>Estimates:</i>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6

Beneficiaries: Approximately 50 estates benefit from this tax expenditure.

PREFERENTIAL RATE FOR TRANSFERS TO SIBLINGS

Description: Assets transferred to siblings are taxed at a rate of 12 percent rather than the rate of 15 percent for assets transferred to non-lineal heirs.

Purpose: This provision reduces the tax burden on estates that transfer assets to a sibling of the decedent. It recognizes that a sibling is often a decedent's closest relative and that transfers to siblings should be taxed at a lower rate than transfers to unrelated beneficiaries.

(Dollar Amounts in Millions)

<i>Estimates:</i>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 36.1	\$ 35.2	\$ 34.2	\$ 33.7	\$ 33.6	\$ 33.9	\$ 34.2

Beneficiaries: Approximately 5,000 estates benefit from this tax expenditure.

General Fund Tax Expenditures

LIFE INSURANCE PROCEEDS

Description: Life insurance proceeds, whether or not payable to the estate of the decedent, are exempt from inheritance tax.

Purpose: This provision lessens the tax burden on the insurance beneficiaries of the decedent, who are likely to be family members. A common reason for purchasing life insurance is to assist with the payment of inheritance and estate taxes.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 143.4	\$ 144.6	\$ 146.7	\$ 149.7	\$ 153.1	\$ 157.0	\$ 161.0

Beneficiaries: Estates of the decedents associated with approximately 80,000 life insurance policies benefit from this expenditure.

FEDERAL WAR RISK INSURANCE AND NATIONAL SERVICE LIFE INSURANCE PROCEEDS

Description: Proceeds of federal war risk insurance, national service life insurance, or other similar governmental insurance are exempt from inheritance tax.

Purpose: This provision lessens the tax burden on beneficiaries of U.S. military personnel and dependents who receive increased insurance when stationed in an area where military conflict is possible.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The families of fallen Pennsylvanians benefit from this tax expenditure.

FAMILY EXEMPTION

Description: A \$3,500 family exemption from inheritance tax is permitted for the decedent's surviving spouse, children, or parents living in the decedent's household at the time of death.

Purpose: This provision allows a small tax-free transfer of property to immediate family members residing with the decedent. Smaller taxable estates benefit to a greater extent.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 2.2	\$ 2.1	\$ 2.0	\$ 2.0	\$ 2.0	\$ 2.0	\$ 2.0

Beneficiaries: Approximately 8,800 families benefit from this tax expenditure.

EXEMPTION FOR TRANSFERS FROM A PARENT TO CHILD 21 OR YOUNGER

Description: Property passing from a parent to a child 21 years of age or younger is subject to a 0 percent tax rate. This estimate measures the difference between taxing parent to child transfers at the lineal rate of 4.5 percent and the rate of 0 percent.

Purpose: This provision reduces the tax burden on families receiving assets due to the death of a parent.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 17.7	\$ 17.2	\$ 16.6	\$ 16.5	\$ 16.4	\$ 16.6	\$ 16.5

Beneficiaries: Approximately 500 estates benefit from this tax expenditure.

General Fund Tax Expenditures

PERSONAL EXCLUSIONS AND DEDUCTIONS

EMPLOYMENT BENEFITS

Description: Employment benefits that the decedent did not have the right to possess, enjoy, assign, or anticipate before death are exempt from inheritance tax. Exempt benefits include pensions, stock-bonuses, profit-sharing plans, Keoghs, Individual Retirement Accounts, and other retirement plans. If the decedent did have the right to possess, enjoy, assign, or anticipate the benefits, they are exempt from Pennsylvania inheritance tax only to the same extent they are exempt from the federal estate tax.

Purpose: This provision limits inheritance tax on employment benefits to which the decedent did not have full rights. An individual is presumed to have full rights to these employment benefits after age 59 ½, the age at which someone may utilize at least a portion of these funds without penalty under the Internal Revenue Code.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 10.3	\$ 10.8	\$ 11.4	\$ 12.0	\$ 12.6	\$ 13.2	\$ 10.6

(Dollar Amounts in Millions)

Beneficiaries: Estates of the approximately 6,000 decedents of working age and under 59½ at death may benefit from this tax expenditure.

ESTATE ADMINISTRATION EXPENSES

Description: Expenses for attorney fees, funeral and burial expenses, tombstones and grave markers, and other expenses incurred in administering the estate are deductible from the taxable estate.

Purpose: This provision allows for the deduction of reasonable and necessary expenses associated with managing the estate.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 76.5	\$ 74.7	\$ 72.4	\$ 71.4	\$ 71.3	\$ 71.8	\$ 72.4

(Dollar Amounts in Millions)

Beneficiaries: Approximately 53,800 estates benefit from this tax expenditure.

DEBTS AND LIABILITIES OF THE DECEDENT

Description: A deduction from the gross estate is allowed for debts and liabilities of the decedent.

Purpose: This provision increases the fairness of the tax by ensuring that property is included in the taxable estate based on its net value. For example, a mortgage is deducted from the value of real property to properly value the decedent's interest in that property.

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 86.5	\$ 84.4	\$ 81.8	\$ 80.7	\$ 80.5	\$ 81.1	\$ 81.8

(Dollar Amounts in Millions)

Beneficiaries: Approximately 41,500 estates benefit from this tax expenditure.

General Fund Tax Expenditures

SOCIAL SECURITY DEATH PAYMENTS

Description: The lump-sum social security death benefit is exempt from inheritance tax.

Purpose: This provision helps limit the impact of the tax on poorer beneficiaries. The social security death benefit could comprise the majority of assets for many small taxable estates.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.0	\$ 1.0	\$ 1.0	\$ 1.0	\$ 1.0	\$ 1.0	\$ 1.0

Beneficiaries: As many as 65,600 estates may benefit from this tax expenditure.

RAILROAD RETIREMENT BURIAL BENEFITS

Description: The lump-sum railroad retirement burial benefit is exempt from inheritance tax.

Purpose: This provision helps limit the impact of the tax on poorer beneficiaries. The railroad retirement burial benefit could comprise the majority of assets for many small taxable estates.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: An estimated 100 estates receive lump sum benefit payments from the U.S. Railroad Retirement Board.

ADVANCEMENTS

Description: Transfers made as an advancement of or on account of an intestate share or in satisfaction or partial satisfaction of a gift by will are exempt unless the gift was made within one year of death and gifts to the transferee exceeded \$3,000 during that calendar year.

Purpose: This provision provides that these advancements be treated as gifts that are not intended to avoid the tax.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: Approximately 65,600 estates might benefit from this tax expenditure.

General Fund Tax Expenditures

PROPERTY SUBJECT TO POWER OF APPOINTMENT

Description: Property left to a trust by the decedent (grantor) subject to a power of appointment (by a grantee), whether or not exercised and notwithstanding any blending of such property with property of the grantee, is exempt from inheritance tax in the estate of the grantee.

Purpose: Pennsylvania taxes the transfer of these assets at the time the interest is created (when the grantor dies). This provision prevents taxation when the property is subsequently distributed upon the death of the grantee, having already been taxed in the estate of the grantor.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

NOMINAL OWNERSHIP OF PROPERTY

Description: Property held in the name of a decedent who held no beneficial interest in the property is exempt from inheritance tax.

Purpose: This provision prevents property in which the decedent had no real interest from being included in the taxable estate.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

TRANSFERS BY A MEMBER OF THE MILITARY ON ACTIVE DUTY

Description: Transfers from decedents who died as a result of injury or illness while on active military duty are exempt from inheritance tax.

Purpose: This provision lessens the tax burden on beneficiaries of the U.S. military personnel who, while serving in the armed forces, a reserve component, or the National Guard of the United States, died as a result of injury or illness received while on active duty, including active duty for training.

Estimates:

<i>(Dollar Amounts in Millions)</i>						
<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
--	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: Those receiving transfers from fallen active duty military members benefit from this tax expenditure.

General Fund Tax Expenditures

BUSINESS RELATED EXCLUSIONS AND DEDUCTIONS

PREFERENTIAL VALUATION OF FARMLAND

Description: Farmland which was devoted to agricultural use for the three years preceding the death of the decedent and is not less than 10 contiguous acres or has an anticipated yearly gross income derived from agricultural use of \$2,000 or more, is valued based on its current use rather than its highest use.

Purpose: This provision helps to maintain family farms since land currently devoted to agricultural use is often more valuable if developed.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

SMALL BUSINESS INTEREST TRANSFER EXTENDED PAYMENT SCHEDULE

Description: The inheritance tax due on the transfer of a qualified small business interest may be paid in 20 consecutive quarterly installments beginning nine months after the decedent's death. Each installment payment bears annual interest of 9 percent.

Purpose: This provision helps protect small businesses upon the death of the owner from a sudden tax burden. Payments are spread out over time so that asset sales can be avoided.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this expenditure is unknown.

PREFERENTIAL VALUATION OF AGRICULTURAL CONSERVATION EASEMENTS

Description: An agricultural conservation easement is a deed restriction landowners voluntarily place on their property to protect productive agricultural land. The value of an agricultural conservation easement is set at 50 percent of what the land would otherwise be valued for purposes of inheritance tax assessments.

Purpose: This provision helps to maintain family farms and increase participation in the preservation of the Commonwealth's farmland.

Estimates: (Dollar Amounts in Millions)

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.6	\$ 0.7	\$ 0.7	\$ 0.8	\$ 0.8	\$ 0.9	\$ 0.9

Beneficiaries: The owners of 53,000 farms might benefit from this tax expenditure.

General Fund Tax Expenditures

AGRICULTURAL TRANSFERS TO FAMILY MEMBERS

Description: A transfer of real estate devoted to the business of agriculture between members of the same family is exempt from inheritance tax, provided that after the transfer the real estate continues to be devoted to the business of agriculture for a period of seven years beyond the decedent's date of death and the real estate derives a yearly gross income of at least \$2,000. A transfer of an agricultural commodity, agricultural conservation easement, agricultural reserve, agricultural use property, or a forest reserve to lineal descendants or siblings is also exempt from inheritance tax.

Purpose: This provision helps to maintain family farms and increase participation in the preservation of the Commonwealth's farmland.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 6.4	\$ 6.6	\$ 6.8	\$ 7.0	\$ 7.2	\$ 7.4	\$ 7.6

Beneficiaries: The owners of 53,000 farms might benefit from this tax expenditure.

FAMILY-OWNED BUSINESS TRANSFERS TO FAMILY MEMBERS

Description: A transfer of a family-owned, small business interest to or for the benefit of members of the same family is exempt from inheritance tax, provided that after the transfer, the family-owned business interest continues to be owned by members of the same family or a trust whose beneficiaries are comprised solely of members of the same family for a minimum of seven years beyond the decedent's date of death. The exemption is limited to qualified family-owned business interests, defined as having fewer than 50 full-time equivalent employees, a net book value of assets less than \$5 million, and being in existence for at least five years, as of the decedent's date of death. The exemption does not apply to property transferred into the business within one year of the decedent's date of death.

Purpose: This provision helps to maintain family-owned, small businesses.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 7.6	\$ 7.4	\$ 7.2	\$ 7.1	\$ 7.0	\$ 7.1	\$ 7.2

Beneficiaries: The owners of 204,000 family-owned, small businesses might benefit from this tax expenditure.

General Fund Tax Expenditures

OTHER EXCLUSIONS

TRANSFERS TO GOVERNMENTS

Description: Inter vivos transfers and bequests to governments are exempt from inheritance tax.

Purpose: This exemption is an indirect means of assistance to governments and may reduce the taxes levied by these entities.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.7	\$ 0.7	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6	\$ 0.6

Beneficiaries: Approximately 3,700 estates benefit from this tax expenditure.

TRANSFERS TO CHARITABLE AND FRATERNAL ORGANIZATIONS

Description: Inter vivos transfers and bequests to charitable and fraternal organizations are exempt from inheritance tax.

Purpose: Charitable and fraternal organizations provide public services that are believed to benefit citizens. This exemption represents an indirect means of assistance to these entities and may increase the money available for charitable purposes.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 187.1	\$ 182.5	\$ 177.0	\$ 174.6	\$ 174.2	\$ 175.5	\$ 177.0

Beneficiaries: An estimated 30,100 charitable and fraternal organizations might benefit from this tax expenditure.

TABLE GAME TAXES

PROMOTIONAL ITEM DEDUCTION

Description: The deduction of promotional items from gross table game revenue includes the cost of personal property awarded to a player as a result of playing a table game. This deduction does not include travel expenses, food, refreshments, lodging, or services.

Purpose: This deduction removes from the tax base the value of prizes awarded as a result of table game play.

Estimates:

<i>(Dollar Amounts in Millions)</i>							
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.2	\$ 3.2	\$ 3.2	\$ 3.2	\$ 3.2	\$ 3.2	\$ 3.2

Beneficiaries: All licensed gaming entities in Pennsylvania operating table games may benefit from this tax expenditure.

Motor License Fund Tax Expenditures

OIL COMPANY FRANCHISE TAX

POLITICAL SUBDIVISIONS

Description: Fuels purchased by political subdivisions of the Commonwealth are exempt from the tax.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 51.0	\$ 51.1	\$ 51.5	\$ 49.6	\$ 49.4	\$ 49.2	\$ 49.1

Beneficiaries: Approximately 3,130 governmental units benefit from these tax expenditures.

VOLUNTEER EMERGENCY VEHICLES

Description: Fuel purchased by a volunteer fire company, volunteer ambulance service, or volunteer rescue squad, and used solely in official vehicles, is exempt from the tax.

Purpose: Volunteer emergency organizations provide public services that are perceived to benefit citizens. This exemption permits these services to be rendered at a reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 12.9	\$ 12.9	\$ 13.0	\$ 12.5	\$ 12.5	\$ 12.4	\$ 12.4

Beneficiaries: Approximately 1,800 volunteer fire departments and an unknown number of other volunteer organizations benefit from these tax expenditures.

NONPROFIT NONPUBLIC SCHOOLS

Description: Fuel purchased by any nonprofit nonpublic school in which a Commonwealth resident may legally fulfill compulsory school attendance requirements is granted an exemption from the tax.

Purpose: Since state government indirectly subsidizes transporting public school children, this exemption provides similar treatment to nonprofit nonpublic schools.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2

Beneficiaries: As many as 2,770 nonprofit nonpublic schools may benefit from these tax expenditures.

SECOND CLASS COUNTY PORT AUTHORITIES

Description: Purchases of fuel by second class county port authorities are exempt from the tax.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: One second class county port authority benefits from this tax expenditure.

Motor License Fund Tax Expenditures

ELECTRIC COOPERATIVES

Description: Fuel purchases for vehicles operated by electric cooperatives are exempt from the tax.

Purpose: These cooperatives are nonprofit corporations organized to engage in rural electrification and are perceived to provide a public benefit. This exemption permits this service to be rendered at a reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3

Beneficiaries: There are 13 electric cooperatives in the Commonwealth that benefit from these tax expenditures.

AGRICULTURAL USE

Description: A full refund of tax paid is granted for fuel consumed in agricultural use relating to the actual production of farm products. Fuel used in farm machinery or equipment engaged in the production or harvesting of agricultural products is exempt from taxation under these provisions.

Purpose: This exemption allows farmers to provide agricultural products at a reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 5.0	\$ 5.0	\$ 5.0	\$ 4.8	\$ 4.8	\$ 4.8	\$ 4.8

Beneficiaries: Individuals operating approximately 53,000 farms benefit from these tax expenditures.

TRUCK REFRIGERATION UNITS

Description: A full refund of tax paid is granted for undyed diesel fuel used in truck refrigeration units when the tank that fuels the refrigeration unit is used solely for that purpose and is separate from that which powers the vehicle.

Purpose: This provision allows a refund for fuel consumed in an off-road manner when such use can be clearly documented.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 4.9	\$ 4.9	\$ 5.0	\$ 4.8	\$ 4.8	\$ 4.8	\$ 4.8

Beneficiaries: Approximately 260 entities benefit from these tax expenditures.

POWER TAKE-OFF

Description: A full refund of tax paid is granted for undyed fuel consumed in a power take-off unit used to load or unload farm feed, feed products, lime, or limestone products for agricultural use at a farm. Tax paid will be refunded provided that the fuel usage is documented by an electronic monitoring device used in conjunction with an electronically controlled engine.

Purpose: This provision allows a refund for fuel consumed in an off-road manner when such use can be clearly documented.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1

Beneficiaries: Approximately 12 taxpayers benefit from these tax expenditures.

Motor License Fund Tax Expenditures

DISCOUNT

Description: A distributor is permitted a variable percentage discount based on the gross tax due on the oil company franchise tax mills added by Act 89 of 2013. Returns and payments are generally due on or before the 20th day of each month for the preceding month's sales.

Purpose: This discount is intended to defray the cost of preparing and remitting the tax reports and payments.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 5.3	\$ 5.3	\$ 5.4	\$ 5.2	\$ 5.1	\$ 5.1	\$ 5.1

Beneficiaries: Approximately 740 distributors benefit from these tax expenditures.

FOREIGN DIPLOMATS

Description: Fuel purchased by foreign diplomats whose countries have entered into a treaty with the United States is exempt from payment of the tax.

Purpose: The Commonwealth grants this exemption administratively at the request of the federal government.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of foreign diplomats benefiting from these tax expenditures is unknown but presumed to be nominal.

BUSES

Description: A bus company is entitled to a refund equal to 55 mills of the oil company franchise tax imposed on fuels consumed by motorbuses within this Commonwealth.

Purpose: Act 3 of 1997 repealed the 6 cent surtax imposed on all motor carriers and replaced it with a 55 mill increase in the oil company franchise tax imposed on fuels. Since buses were historically exempt from the surtax, they have been granted a refund for the 55 mill surtax replacement effective January 1, 1999.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3	\$ 0.3

Beneficiaries: Approximately 50 bus companies benefit from this tax expenditure.

Motor License Fund Tax Expenditures

MOTOR CARRIER ROAD TAX / IFTA

POLITICAL SUBDIVISIONS

Description: Vehicles operated by political subdivisions are exempt from the requirements of the motor carriers road tax.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 38.6	\$ 41.3	\$ 42.1	\$ 40.5	\$ 40.7	\$ 40.8	\$ 40.9

Beneficiaries: Approximately 3,130 governmental units benefit from this tax expenditure.

FARM VEHICLES

Description: Qualified motor vehicles bearing a Pennsylvania farm truck registration operating under restricted use, and farm vehicles exempt from registration, are exempt from the motor carriers road tax.

Purpose: This exemption allows farmers to provide agricultural products at a reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 9.5	\$ 10.2	\$ 10.4	\$ 10.0	\$ 10.0	\$ 10.0	\$ 10.1

Beneficiaries: Individuals operating approximately 53,000 farms benefit from this tax expenditure.

EMERGENCY VEHICLES

Description: Fire, rescue, ambulance, and select other emergency vehicles are exempt from the motor carriers road tax.

Purpose: Emergency organizations provide public services that are perceived to benefit citizens. This exemption permits these services to be rendered at a reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 17.5	\$ 18.8	\$ 19.1	\$ 18.4	\$ 18.5	\$ 18.5	\$ 18.6

Beneficiaries: Approximately 1,800 fire departments and an unknown number of other organizations benefit from this tax expenditure.

SPECIAL MOBILE EQUIPMENT

Description: Vehicles not designed or used primarily for the transportation of persons or property and that only incidentally operate or move over a highway, such as ditch digging apparatus, well-boring apparatus, earth moving and road construction machinery, are exempt from the motor carriers road tax.

Purpose: Exemption is granted to these vehicles because of their specialized off-highway use.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The owners of approximately 1,920 special mobile equipment vehicles benefit from this tax expenditure.

Motor License Fund Tax Expenditures

IMPLEMENTS OF HUSBANDRY

Description: A vehicle designed or adapted to be used exclusively for agricultural operations is exempt from the motor carriers road tax.

Purpose: This exemption allows the farmer to provide agricultural products at a reduced price.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The owners of approximately 180 implements of husbandry vehicles benefit from this tax expenditure.

CHARITABLE AND RELIGIOUS ORGANIZATIONS

Description: Vehicles operated by charitable and religious organizations are exempt from the motor carriers road tax.

Purpose: These organizations provide services which are perceived to benefit the general public. This exemption permits these services to be rendered at reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 2.5	\$ 2.6	\$ 2.7	\$ 2.6	\$ 2.6	\$ 2.6	\$ 2.6

Beneficiaries: Approximately 23,200 charitable and religious organizations may benefit from this tax expenditure.

CHURCHES

Description: A motorbus owned by and registered to a church, exempt under section 1901 of Title 75, is exempt from the motor carriers road tax.

Purpose: These organizations provide services which are perceived to benefit the general public. This exemption permits these services to be rendered at reduced cost.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: As many as 13,600 churches may benefit from this tax expenditure.

ELECTRIC COOPERATIVES

Description: Qualified motor vehicles operated by electric cooperatives are exempt from the motor carriers road tax.

Purpose: These cooperatives are nonprofit corporations organized to engage in rural electrification and are perceived to provide a public benefit. This exemption permits this service to be rendered at a reduced cost to the rate payers.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The 13 electric cooperatives in the Commonwealth benefit from this tax expenditure.

Motor License Fund Tax Expenditures

VEHICLES NEEDING EMERGENCY REPAIRS

Description: A qualified motor vehicle needing emergency repairs, which was granted authorization from the Pennsylvania State Police to enter this Commonwealth, is exempt from the motor carriers road tax.

Purpose: This exemption was granted due to the temporary emergency nature of the vehicle entering Pennsylvania for needed repairs.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of individuals benefiting from this tax expenditure is unknown.

VEHICLES SECURING REPAIRS OR RECONDITIONING

Description: Exemption from the motor carriers road tax is provided for unladen or towed motor vehicles or unladen trailers entering Pennsylvania solely for the purpose of securing repairs or reconditioning.

Purpose: This exemption was granted so as to not discourage vehicle owners from obtaining repairs or reconditioning of a vehicle from a Pennsylvania business.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this tax expenditure is unknown.

SCHOOL BUSES

Description: Buses designed to carry 11 or more passengers used for the transportation of preprimary, primary, or secondary school students to or from public, private, or parochial schools, or school-related activities or events are exempt from the motor carriers road tax.

Purpose: Since state government subsidizes transporting school children, this exemption decreases state educational subsidy costs.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 14.9	\$ 16.0	\$ 16.3	\$ 15.6	\$ 15.7	\$ 15.7	\$ 15.8

Beneficiaries: Approximately 6,100 schools benefit from this tax expenditure.

RECREATIONAL VEHICLES

Description: Qualified motor vehicles, such as motor homes, pickup trucks with attached campers, and buses when used exclusively for personal pleasure by individuals, are exempt from the motor carriers road tax.

Purpose: The motor carrier road tax/IFTA requirements are intended to apply to selected commercial vehicles. This provision exempts personal use only vehicles which would otherwise be subject to these taxing requirements.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The number of taxpayers benefiting from this tax expenditure is unknown.

Motor License Fund Tax Expenditures

MOTOR VEHICLE CODE

VEHICLE REGISTRATIONS

Description: Specific entities that request the authority to operate a motor vehicle are granted a full or partial exemption from the registration fee. Not shown below are exempt categories with unknown numbers of vehicles which include, for example, mobile/modular homes and off-road construction vehicles.

Purpose: This exemption provides relief to the organizations or individuals cited below. Many of those cited are dependent upon charitable contributions or augmented incomes. This exemption is also an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates: **Disabled/Severely Disabled Veterans:**

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4	\$ 0.4

Beneficiaries: The owners of approximately 6,160 vehicles benefit from this tax expenditure.

Estimates: **Charitable Organizations:**

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 1.5	\$ 1.5	\$ 1.5	\$ 1.6	\$ 1.6	\$ 1.6	\$ 1.7

Beneficiaries: The owners of approximately 15,900 vehicles benefit from this tax expenditure.

Estimates: **Former Prisoners of War:**

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The owners of approximately 70 vehicles benefit from this tax expenditure.

Estimates: **Farm Trucks:**

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 5.3	\$ 5.4	\$ 5.6	\$ 5.7	\$ 5.9	\$ 5.9	\$ 6.1

Beneficiaries: The owners of approximately 9,410 farm trucks benefit from this tax expenditure.

Estimates: **Commercial Implements of Husbandry:**

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2	\$ 0.2

Beneficiaries: The owners of approximately 200 commercial implements of husbandry vehicles benefit from this tax expenditure.

Estimates: **Emergency Vehicles:**

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 8.6	\$ 8.7	\$ 9.1	\$ 9.2	\$ 9.5	\$ 9.6	\$ 9.9

Beneficiaries: Organizations owning approximately 13,600 vehicles benefit from this tax expenditure.

Motor License Fund Tax Expenditures

Estimates: **Political Subdivisions:**

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 29.6	\$ 29.9	\$ 31.3	\$ 31.6	\$ 32.7	\$ 33.0	\$ 34.1

Beneficiaries: Approximately 3,130 governmental units benefit from this tax expenditure.

Estimates: **Older Pennsylvanians:**

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 3.9	\$ 4.0	\$ 4.4	\$ 4.6	\$ 5.0	\$ 5.2	\$ 5.6

Beneficiaries: Older Pennsylvanians owning approximately 95,900 vehicles benefit from this tax expenditure.

CARNIVAL TRUCKS/TRUCK TRACTORS

Description: Owners who document with the Department of Transportation that the truck or tractor is used exclusively for the purpose of transporting circus or carnival personnel, equipment, or machinery are granted a reduced registration fee.

Purpose: The reduced registration fee provides partial relief for those vehicles being used only between April 1 and September 30.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: The owners of approximately 40 carnival vehicles benefit from this tax expenditure.

BRIDGE PERMITS

Description: Bridges on state owned rights-of-way need periodic maintenance and construction work. Permits are issued, for a fee, by the state to perform such work. The Commonwealth administratively grants an exemption from the permit fee to political subdivisions who are performing work for the state.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates:

	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: As many as 3,130 political subdivisions may benefit from this tax expenditure.

Motor License Fund Tax Expenditures

HAULING PERMITS

Description: Permits, for which a fee is charged, are issued to firms that wish to haul loads that exceed the maximum size or weight specifications of certain highways and bridges. The Commonwealth administratively grants an exemption from the permit fee to political subdivisions.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: As many as 3,130 political subdivisions may benefit from this tax expenditure.

POLICE ACCIDENT REPORTS

Description: Traffic accident reports are generated as a result of any accident where there is bodily injury or death or if one or more vehicles must be towed from the scene. A fee is charged to obtain a copy of the police accident report. The Commonwealth administratively grants an exemption for paying an accident report fee to political subdivisions.

Purpose: This exemption provides local prosecuting officials an aid in law enforcement.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: As many as 3,130 political subdivisions may benefit from this tax expenditure.

PUBLIC TRANSPORTATION ASSISTANCE FUND

MOTOR VEHICLE LEASE TAX AND MOTOR VEHICLE RENTAL FEE

COMMON CARRIERS

Description: Vehicles leased or rented by a public utility, engaged in business as a common carrier, to be used in rendering utility services, are exempt from taxation. Since the enactment of the Federal Aviation Act, effective January 1, 1995, Pennsylvania has recognized contract carriers as common carriers. Household goods carriers and private carriers remain taxable.

Purpose: Without this exemption, the tax would be built into the rate base of these types of public utility services and, ultimately, passed on to consumers. Therefore, this exemption reduces the overall cost of utility services that are considered to be basic necessities.

(Dollar Amounts in Millions)

Estimates:

Motor Vehicle Leases:

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Motor Vehicle Rentals:

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: Approximately 7,500 common carriers could benefit from this tax expenditure.

SCHOOL BUSES

Description: The lease or rental of school buses is exempt from taxation. These buses must be used exclusively for the transportation of children for school purposes. The provision is extended to persons who have contracts with school districts to transport children. For the purposes of this analysis, the majority of these contracts are assumed to be leases.

Purpose: The costs of transporting school children are directly borne by school districts and indirectly by state government through subsidy programs. This exemption, while limiting state Public Transportation Assistance Fund revenues, decreases state educational subsidy costs.

(Dollar Amounts in Millions)

Estimates:

Motor Vehicle Leases:

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2	\$ 2.2

Motor Vehicle Rentals:

<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1

Beneficiaries: Approximately 6,100 schools may benefit from this tax expenditure.

Special Fund Tax Expenditures

MOTOR CARRIERS (CLASS 4 AND ABOVE)

Description: Motor carriers in vehicle classes 4 and above are exempt from the motor vehicle lease tax.

Purpose: This exemption benefits those entities engaged in commercial leasing. Presumably, many of these vehicles are operated as common carriers that are normally treated as a utility service.

(Dollar Amounts in Millions)

Estimates:	Motor Vehicle Leases:						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: The owners of approximately 489,600 motor carrier vehicles (class 4 and above) could benefit from this tax expenditure.

EXEMPT ORGANIZATIONS

Description: The lease or rental of personal property to or for use by an exempt organization such as a charitable organization, volunteer fireman's organization, nonprofit educational institution, or religious organization is exempt from taxation. Transactions unrelated to the trade or business of such organizations are taxable.

Purpose: These organizations provide public and charitable services that are perceived to benefit the general public. This exemption permits these services to be rendered at reduced cost.

(Dollar Amounts in Millions)

Estimates:	Motor Vehicle Leases:						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Motor Vehicle Rentals:						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Beneficiaries: Approximately 29,900 organizations may benefit from this tax expenditure.

EXEMPT GOVERNMENTAL UNITS

Description: The lease or rental of personal property to or for use by the federal government, the Commonwealth, or its instrumentalities or political subdivisions is exempt from taxation. Based on the criteria adopted to define tax expenditures, federal transactions are not included in this study. Commonwealth transactions are also excluded because revenues would offset expenditures with no net effect. The estimates, therefore, represent local government tax expenditures.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates:	Motor Vehicle Leases:						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.8	\$ 1.9	\$ 1.9	\$ 2.0	\$ 2.1	\$ 2.2	\$ 2.3
	Motor Vehicle Rentals:						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5	\$ 0.5

Beneficiaries: Approximately 3,130 political subdivisions may benefit from this tax expenditure.

Special Fund Tax Expenditures

VENDOR DISCOUNT

Description: A licensed vendor is permitted a 1 percent discount as a credit against the gross amount of tax collected provided that a tax return, with full payment due the department, is filed or postmarked on or before the due date. Nearly all tax returns are due 20 days after the end of a collection period.

Purpose: This provision is intended to defray the vendor's cost of collecting and remitting the motor vehicle lease tax and motor vehicle rental fee.

(Dollar Amounts in Millions)

Estimates:	Motor Vehicle Leases:						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.1	\$ 1.0	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1
	Motor Vehicle Rentals:						
	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 1.1	\$ 1.0	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1	\$ 1.1

Beneficiaries: Approximately 900 vendors may benefit from this tax expenditure.

TIRE FEE

EXEMPT GOVERNMENTAL UNITS

Description: The sale of new tires to or for use by the federal government, the Commonwealth, or its instrumentalities or political subdivisions is exempt from taxation. Based on the criteria adopted to define tax expenditures, federal transactions are not included in this study. Commonwealth transactions are also excluded because revenues would offset expenditures with no net effect. The estimates, therefore, represent only local government tax expenditures.

Purpose: This exemption is an indirect means of assistance to local governments and may reduce the taxes levied by these entities.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal	Nominal

Beneficiaries: Approximately 3,130 political subdivisions may benefit from this tax expenditure.

VENDOR DISCOUNT

Description: A licensed vendor is permitted a 1 percent discount as a credit against the gross amount of tax collected provided that a tax return, with full payment due the department, is filed or postmarked on or before the due date. Nearly all tax returns are due 20 days after the end of a collection period.

Purpose: This provision is intended to defray the vendor's cost of collecting and remitting the tire fee.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1	\$ 0.1

Beneficiaries: Approximately 4,300 vendors may benefit from this tax expenditure.

STATE RACING FUND

The State Racing Fund contains no tax expenditures as defined by this tax expenditure analysis.

UNEMPLOYMENT COMPENSATION CONTRIBUTION FUND

UNEMPLOYMENT COMPENSATION INSURANCE TAX

LIMITATION OF THE TAXABLE WAGE BASE

Description: The Commonwealth's unemployment compensation law provides for a limitation of the taxable wage base to the first \$10,000 of wages paid to each employee during a calendar year by an employer. This amount has increased annually from \$8,000 in calendar year 2012 to its current level, set in 2018. The federal government requires all state governments to tax at minimum the first \$7,000 of subject wages. The estimate represents the cost of this limitation as measured by the difference between contributions based on taxable wages and contributions based on total wages.

Purpose: The limitation on taxable wages limits growth in employer tax liabilities that would otherwise occur as wages rise.

(Dollar Amounts in Millions)

Estimates:	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 7,878.4	\$ 8,289.9	\$ 8,811.5	\$ 9,283.1	\$ 9,746.0	\$ 10,181.8	\$ 10,609.3

Beneficiaries: Pennsylvania's unemployment compensation tax system is intended to generate a sufficient amount of revenue to meet annual benefit payments. In general, under the current system, an employer with higher wage employees pays on a smaller percentage of total wages. If the taxable wage base were total wages paid to employees, the employer with the higher employee wages would have to pay a greater amount in taxes.

As of the first quarter of 2022, there were 303,970 contributory employers to the Unemployment Compensation Fund. The following is a breakdown of these employers according to major industry division¹:

Natural Resources and Mining	3,391	Education and Health Services	42,130
Construction	30,428	Financial Activities	21,982
Manufacturing	13,477	Leisure and Hospitality	28,254
Trade	45,627	Other Services	32,127
Information	6,877	Local Government	1,219
Transportation, Warehousing, Utilities	9,771	Professional and Business Services	68,674

¹ Based on NAICS industry classification. Data may not add to totals due to the unavailability of industry classification for some employers.

STATE GAMING FUND

SLOT MACHINE TAX

PROMOTIONAL ITEM DEDUCTION

Description: The deduction of promotional items from gross terminal revenue includes the cost of personal property awarded to a player as a result of playing a slot machine. This deduction does not include travel expenses, food, refreshments, lodging, or services.

Purpose: This deduction removes from the tax base the value of prizes awarded as a result of slot machine play.

(Dollar Amounts in Millions)

<i>Estimates:</i>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>
	\$ 9.7	\$ 9.7	\$ 9.8	\$ 9.9	\$ 9.9	\$ 10.0	\$ 10.0

Beneficiaries: All licensed gaming entities in Pennsylvania operating slots may benefit from this tax expenditure.



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)

	Motor						
	General Fund	License Fund	Lottery Fund	Federal Funds	Augment- ations	Restricted	Other Funds
Governor's Office	\$ 7,977	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lieutenant Governor	1,592	-	-	-	-	-	-
Executive Offices	112,430	-	-	19,520	522,623	34,793	-
Commission on Crime and Delinquency	185,286	-	-	205,978	5,050	22,780	114,210
Attorney General	138,590	-	-	18,167	434	67,452	1,655
Auditor General	45,431	-	-	-	13,820	-	384,903
Treasury	1,256,412	81,751	-	-	7,930	72,458	17,336
Aging	-	-	464,155	114,788	805	-	5,830
Agriculture	231,248	33,817	-	98,590	3,493	17,294	146,402
Banking and Securities	-	-	-	-	-	9,290	28,532
Community and Economic Development	191,414	-	-	715,345	7,235	57,310	82,050
Conservation and Natural Resources	165,484	7,000	-	83,140	60,883	18,341	286,645
Corrections	2,892,125	-	-	19,801	5,737	360	102,673
Drug and Alcohol Programs	48,111	-	-	277,998	36	13,625	29,754
Education	17,554,543	-	-	4,557,077	7,304	7,775	802,899
Higher Education Assistance Agency	414,459	-	-	-	39,948	-	2,544
Emergency Management Agency	24,278	-	-	523,719	1,405	13,355	418,255
Environmental Protection	202,430	-	-	1,061,477	16,534	109,660	896,467
Ethics Commission	3,331	-	-	-	-	-	-
Fish and Boat Commission	-	-	-	-	-	-	88,635
Game Commission	-	-	-	-	-	-	262,302
Gaming Control Board	-	-	-	-	-	-	54,412
General Services	144,861	9,000	-	-	76,549	1,500	-
Health	231,883	-	-	650,011	6,555	119,328	130,522
Health Care Cost Containment Council	3,481	-	-	-	850	-	-
Historical and Museum Commission	25,505	-	-	10,335	1,056	80	16,294
Human Services	19,072,636	-	352,966	33,797,713	4,000,629	30,730	472,688
Infrastructure Investment Authority	-	-	-	-	-	-	1,747,262
Insurance	-	-	-	5,000	-	-	508,297
Health Insurance Exchange Authority	-	-	-	-	-	-	103,620
Labor and Industry	89,823	-	-	492,895	10,080	2,275	860,588
Liquor Control Board	-	-	-	-	-	-	2,641,353
Military and Veterans Affairs	216,675	-	-	238,513	26,788	100	5,880
Milk Marketing Board	-	-	-	-	-	-	2,840
Public School Employees' Retirement System	-	-	-	-	-	-	100,425
Public Utility Commission	-	-	-	5,538	-	82,896	342,790
Revenue	250,673	58,864	1,064,532	250	8,085	-	20,435
State	35,231	-	-	11,110	-	99,665	150
State Employees' Retirement System	-	-	-	-	-	-	52,997
State Police	-	400,000	-	-	-	-	1,200,709
Transportation	2,735	2,612,649	170,907	2,886,724	110,300	2,131,866	2,312,087
Judiciary	406,660	-	-	2,370	-	46,572	-
Legislature	374,279	-	-	-	-	-	-
Government Support Agencies	67,132	-	-	-	-	-	400
Commonwealth Totals	<u>\$44,396,715</u>	<u>\$ 3,203,081</u>	<u>\$ 2,052,560</u>	<u>\$45,796,059</u>	<u>\$ 4,934,129</u>	<u>\$ 2,959,505</u>	<u>\$14,244,841</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 substantive program goals of the Commonwealth can be accomplished.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
Governor's Office.....	\$ 6,706	\$ 6,899	\$ 7,977
(A)Office of Performance through Excellence (OPE).....	2,734	829 *	-
Subtotal - State Funds.....	\$ 6,706	\$ 6,899	\$ 7,977
Subtotal - Augmentations.....	2,734	829	-
Total - General Government.....	\$ 9,440	\$ 7,728	\$ 7,977
STATE FUNDS.....	\$ 6,706	\$ 6,899	\$ 7,977
AUGMENTATIONS.....	2,734	829	-
GENERAL FUND TOTAL.....	\$ 9,440	\$ 7,728	\$ 7,977

* Office dissolved through Executive Order 2023-06 in January 2023.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
EXECUTIVE DIRECTION:							
GENERAL FUND.....	\$ 6,706	\$ 6,899	\$ 7,977	\$ 7,977	\$ 7,977	\$ 7,977	\$ 7,977
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS.....	2,734	829	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL.....	\$ 9,440	\$ 7,728	\$ 7,977	\$ 7,977	\$ 7,977	\$ 7,977	\$ 7,977

Program: Executive Direction

Goal: To provide an effective administrative system through which the substantive program goals of the Commonwealth can be accomplished.

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 by the state constitution and in law.

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:

- Faithfully executing Commonwealth law;
- 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.

The Governor's Office is focused on leading the executive branch to accomplish the administrations goals. Many of these initiatives lead to government reform, school investments, job growth, health care advances, senior protection, infrastructure improvement, battling opioid abuse, resources for veterans, environmental protection, growth in agriculture, public safety improvements, and criminal justice system reform.

Program Recommendations:

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

Governor's Office		
\$	193	—to replace nonrecurring benefits cost reduction.
	885	—to continue current program.
\$	1,078	<i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
Governor's Office	\$ 6,706	\$ 6,899	\$ 7,977	\$ 7,977	\$ 7,977	\$ 7,977	\$ 7,977



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 substantive programs of the agency can be accomplished.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
Lieutenant Governor's Office	\$ 1,137	\$ 1,108	\$ 1,592
Board of Pardons	2,108	- *	-
Total - General Government.....	\$ 3,245	\$ 1,108	\$ 1,592
GENERAL FUND TOTAL	\$ 3,245	\$ 1,108	\$ 1,592

* Per Act 59 of 2021, transferred to the Department of Corrections.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
EXECUTIVE DIRECTION:							
GENERAL FUND.....	\$ 3,245	\$ 1,108	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	\$ 3,245	\$ 1,108	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592

Program: Executive Direction

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

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 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 [Pennsylvania 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	
\$ 36	—to replace nonrecurring benefits cost reduction.
448	—to continue current program.
\$ 484	<i>Appropriation Increase</i>

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
Lieutenant Governor's Office ..	\$ 1,137	\$ 1,108	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592
Board of Pardons.....	2,108	-	-	-	-	-	-
TOTAL GENERAL FUND	\$ 3,245	\$ 1,108	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592	\$ 1,592



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 strengthen the cultural, educational, and economic vitality of Pennsylvania's communities through the arts.*

Reintegration of Juvenile Delinquents: *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)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

GENERAL FUND:

General Government:

Office of Administration	\$ 10,453	\$ 11,170	\$ 13,754
(F)IIJA-State Cybersecurity	-	- ^a	-
(F)IIJA-State Cybersecurity (EA)	-	781	1,605
(F)OIT Public Safety NCHIP (EA)	-	2,245	-
(A)IT Shared Services	268,758	299,352	306,678
(A)Integrated Enterprise System	39,829	39,829	39,829
(R)Agency Information Technology Projects (EA)	25,000	28,000	30,000
(A)HR Shared Services	95,381	107,735	111,640
(A)Agency Services	1,100	1,227	1,076
Subtotal	<u>\$ 440,521</u>	<u>\$ 490,339</u>	<u>\$ 504,582</u>

Civil Service Commission:

(R)Fees from Agencies (EA)	3,653	4,580	4,571
(R)Special Merit System Services (EA)	147	241	222
Subtotal	<u>\$ 3,800</u>	<u>\$ 4,821</u>	<u>\$ 4,793</u>

Office of State Inspector General

(A)Reimbursements for Special Fund Investigations	1,111	1,111	1,111
Subtotal	<u>\$ 5,387</u>	<u>\$ 6,287</u>	<u>\$ 7,059</u>

State Inspector General-Welfare Fraud

(F)SNAP-Program Accountability	7,000	7,000	7,000
(F)Medical Assistance-Program Accountability	5,500	5,500	5,500
(F)TANFBG-Program Accountability	1,500	1,500	1,500
(F)CCDFBG-Subsidized Day Care Fraud	905	905	905
Subtotal	<u>\$ 26,704</u>	<u>\$ 27,626</u>	<u>\$ 28,137</u>

Office of the Budget

(A)Comptroller Services	35,182	38,283	40,353
(A)Commonwealth Payroll Operations	6,713	6,998	6,998
(A)PLCB Comptroller's Office	6,025	6,333	6,333
(A)Comptroller Single Audit	3,334	3,350	3,368
(A)Bureau of Audits-Single Audit	739	819	819
(A)Redevelopment Assistance Administration	3,130	3,556	3,822
Subtotal	<u>\$ 73,911</u>	<u>\$ 84,467</u>	<u>\$ 86,047</u>

Audit of the Auditor General

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Office of General Counsel

(A)Reimbursements for Services	540	550	465
(A)Continuing Legal Education Registration Fees	114	126	126
Subtotal	<u>\$ 6,492</u>	<u>\$ 6,683</u>	<u>\$ 8,143</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Human Relations Commission	9,713	9,713	10,686
(F)EEOC-Special Project Grant	900	1,668 ^b	1,665
(F)HUD-Special Project Grant.....	500	500	-
(F)Children of Incarcerated Parents (EA).....	-	5	-
(A)Miscellaneous Revenues.....	2	5	5
Subtotal.....	<u>\$ 11,115</u>	<u>\$ 11,891</u>	<u>\$ 12,356</u>
Council on the Arts	867	892	979
(F)NEA-Grants to the Arts-Administration.....	1,031	1,595	1,345
(A)Creative Aging-Grants to the Arts.....	48	12	-
Subtotal.....	<u>\$ 1,946</u>	<u>\$ 2,499</u>	<u>\$ 2,324</u>
Juvenile Court Judges' Commission	2,980	3,066	3,291
(F)PA JCMS Assessment Evaluation (EA).....	200	186	-
Subtotal.....	<u>\$ 3,180</u>	<u>\$ 3,252</u>	<u>\$ 3,291</u>
(F)COVID-SFR Transfer to General Fund	3,841,000	-	-
(F)COVID-SFR Transfer to Emergency Medical Svcs Operating Fund	5,000	-	-
(F)COVID-SFR Transfer to UC Trust Fund	-	42,328	-
Transfer to Commonwealth Financing Authority-Broadband	5,000	-	-
Workers' Compensation Security Fund Loan Repayment	350,000	-	-
Subtotal - State Funds.....	<u>\$ 419,714</u>	<u>\$ 73,873</u>	<u>\$ 79,895</u>
Subtotal - Federal Funds.....	<u>3,863,536</u>	<u>64,213</u>	<u>19,520</u>
Subtotal - Augmentations.....	<u>462,006</u>	<u>509,286</u>	<u>522,623</u>
Subtotal - Restricted.....	<u>28,800</u>	<u>32,821</u>	<u>34,793</u>
Total - General Government.....	<u>\$ 4,774,056</u>	<u>\$ 680,193</u>	<u>\$ 656,831</u>
Grants and Subsidies:			
(F)COVID-SFR Pandemic Response.....	\$ 62,482	\$ 2,147	\$ -
Law Enforcement Activities	3,000	8,000	3,000
Grants to the Arts	9,590	9,590	10,590
Juvenile Probation Services	18,945	18,945	18,945
Subtotal - State Funds.....	<u>\$ 31,535</u>	<u>\$ 36,535</u>	<u>\$ 32,535</u>
Subtotal - Federal Funds.....	<u>62,482</u>	<u>2,147</u>	<u>-</u>
Total - Grants and Subsidies.....	<u>\$ 94,017</u>	<u>38,682</u>	<u>32,535</u>
STATE FUNDS.....	<u>\$ 451,249</u>	<u>\$ 110,408</u>	<u>\$ 112,430</u>
FEDERAL FUNDS.....	<u>3,926,018</u>	<u>66,360</u>	<u>19,520</u>
AUGMENTATIONS	<u>462,006</u>	<u>509,286</u>	<u>522,623</u>
RESTRICTED.....	<u>28,800</u>	<u>32,821</u>	<u>34,793</u>
GENERAL FUND TOTAL	<u>\$ 4,868,073</u>	<u>\$ 718,875</u>	<u>\$ 689,366</u>

^a Reflects recommended appropriation reduction of \$1,071,000.
^b Includes recommended supplemental appropriation of \$768,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
EXECUTIVE DIRECTION:							
GENERAL FUND.....	\$ 403,316	\$ 62,195	\$ 60,387	\$ 60,639	\$ 60,355	\$ 59,985	\$ 59,886
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	3,923,587	62,592	16,510	16,911	15,842	14,905	14,905
AUGMENTATIONS	461,302	508,593	522,027	522,027	522,027	522,027	522,027
RESTRICTED.....	28,800	32,821	34,793	34,793	34,793	34,793	34,793
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 4,817,005	\$ 666,201	\$ 633,717	\$ 634,370	\$ 633,017	\$ 631,710	\$ 631,611
LEGAL SERVICES:							
GENERAL FUND.....	\$ 5,838	\$ 6,007	\$ 7,552	\$ 7,552	\$ 7,552	\$ 7,552	\$ 7,552
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	654	676	591	591	591	591	591
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 6,492	\$ 6,683	\$ 8,143	\$ 8,143	\$ 8,143	\$ 8,143	\$ 8,143
PREVENTION AND ELIMINATION OF DISCRIMINATORY PRACTICES:							
GENERAL FUND.....	\$ 9,713	\$ 9,713	\$ 10,686	\$ 10,686	\$ 10,686	\$ 10,686	\$ 10,686
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,400	2,173	1,665	1,665	1,665	1,665	1,665
AUGMENTATIONS	2	5	5	5	5	5	5
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 11,115	\$ 11,891	\$ 12,356	\$ 12,356	\$ 12,356	\$ 12,356	\$ 12,356
DEVELOPMENT OF ARTISTS AND AUDIENCES:							
GENERAL FUND.....	\$ 10,457	\$ 10,482	\$ 11,569	\$ 11,569	\$ 11,569	\$ 11,569	\$ 11,569
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,031	1,595	1,345	1,345	1,345	1,345	1,345
AUGMENTATIONS	48	12	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 11,536	\$ 12,089	\$ 12,914	\$ 12,914	\$ 12,914	\$ 12,914	\$ 12,914

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
JUVENILE REENTRY INTO COMMUNITIES:							
GENERAL FUND.....	\$ 21,925	\$ 22,011	\$ 22,236	\$ 22,236	\$ 22,236	\$ 22,236	\$ 22,236
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL.....	\$ 21,925	\$ 22,011	\$ 22,236	\$ 22,236	\$ 22,236	\$ 22,236	\$ 22,236
ALL PROGRAMS:							
GENERAL FUND.....	\$ 451,249	\$ 110,408	\$ 112,430	\$ 112,682	\$ 112,398	\$ 112,028	\$ 111,929
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	3,926,018	66,360	19,520	19,921	18,852	17,915	17,915
AUGMENTATIONS	462,006	509,286	522,623	522,623	522,623	522,623	522,623
RESTRICTED.....	28,800	32,821	34,793	34,793	34,793	34,793	34,793
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	\$ 4,868,073	\$ 718,875	\$ 689,366	\$ 690,019	\$ 688,666	\$ 687,359	\$ 687,260

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 Resource 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 [Office of Continuity and Records Information Management](#) provides 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 cyber security, 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 [welfare fraud](#) and conducts collection activities for DHS. BFPP investigates the following DHS programs: Temporary Aid to 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 Pennsylvania citizens 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 proposed 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	
\$ 101	—to replace nonrecurring benefits cost reduction.	\$ 519	—to replace nonrecurring benefits cost reduction.
2,081	—to continue current program.	898	—to continue current program.
<u>402</u>	—to meet federal infrastructure matching requirements.	<u>(2,191)</u>	—to align resources with school monitoring activities.
\$ 2,584	<i>Appropriation Increase</i>	\$ (774)	<i>Appropriation Decrease</i>
Office of State Inspector General		Audit of the Auditor General	
\$ 189	—to replace nonrecurring benefits cost reduction.	<u>\$ 99</u>	—triennial audit of the Department of the Auditor General.
279	—to continue current program.		
304	—Initiative—to promote accountability, transparency, and efficiency through integrity monitoring.	<u>\$ (5,000)</u>	
<u>\$ 772</u>	<i>Appropriation Increase</i>		
State Inspector General-Welfare Fraud		Law Enforcement Activities	
\$ 375	—to replace nonrecurring benefits cost reduction.		—funding reduction.
<u>136</u>	—to continue current program.		
\$ 511	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Office of Administration.....	\$ 10,453	\$ 11,170	\$ 13,754	\$ 14,105	\$ 13,821	\$ 13,352	\$ 13,352
Office of State Inspector General	4,276	5,176	5,948	5,948	5,948	5,948	5,948
State Inspector General-Welfare Fraud	11,799	12,721	13,232	13,232	13,232	13,232	13,232
Office of the Budget	18,788	25,128	24,354	24,354	24,354	24,354	24,354
Audit of the Auditor General .	-	-	99	-	-	99	-
Transfer to Commonwealth Financing Authority-Broadband	5,000	-	-	-	-	-	-

Program: Executive Direction, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Workers' Compensation Security Fund Loan Repayment	350,000	-	-	-	-	-	-
Law Enforcement Activities...	3,000	8,000	3,000	3,000	3,000	3,000	3,000
TOTAL GENERAL FUND	\$ 403,316	\$ 62,195	\$ 60,387	\$ 60,639	\$ 60,355	\$ 59,985	\$ 59,886

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Office of Administration:							
Maintain and improve the level of customer satisfaction with delivery of HR and IT services to customer agencies.							
Overall customer satisfaction (HR&IT combined)	N/A	50%	62%	60%	60%	61%	61%
Maintain and improve the overall health of projects within the IT portfolio.							
Project portfolio health	N/A	N/A	89%	92%	90%	90%	90%
Maintain and expand knowledge of cybersecurity best practices.							
Security Awareness Web-based Training (SAWT) completion	N/A	83%	92%	90%	90%	90%	91%
Maintain and improve the timeliness of filling positions in the Commonwealth's workforce.							
Time to hire (days)	N/A	72	75	72	76	72	72
Maintain and expand the delivery of cost-effective, high-quality human resource services to employees and agencies through the centralized Human Resource Service Center.							
Number of transactions processed by the HR Service Center	N/A	92,262	90,899	83,182	98,162	98,000	98,000
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.							
Percentage of complaints to the Bureau of Special Investigation that are closed, or an investigation has been initiated within 10 days	78%	74%	89%	89%	90%	90%	91%
Maintain the integrity of public benefits programs through effective enforcement.							
Percentage of prosecution cases that resulted in a successful adjudication against an ineligible individual	96%	97%	92%	93%	93%	94%	94%
Amount of overpaid benefits collected by OSIG from individuals who were ineligible to receive public benefits (in thousands)	\$26,132	\$26,875	\$22,244	\$23,717 *	\$26,645	\$24,200	\$24,200
Increase law enforcement agencies' awareness of the joint investigative opportunities available with the Office of State Inspector General.							
Number of statewide cooperative agreements and partnerships with local law enforcement agencies to enhance awareness and efficiency in OSIG Fraud Control programs	N/A	100	51	25	30	25	25

* Actual year measure data has been corrected.

Program: Executive Direction, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
<u>State Inspector General - Welfare Fraud:</u>							
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							
	47%	45%	44%	37%	40%	41%	42%
<u>Office of the Budget:</u>							
Improve the Commonwealth's accounting and financial reporting system.							
Average cycle time for purchase order invoices (days)							
	34.1	33.9	34.4	36.1	35.6	35.0	35.0
Average cycle time for non-purchase order invoices (days)							
	35.5	34.7	32.3	34.5	36.9	35.5	35.0
Value of improper payments identified and recovered (in thousands)							
	\$5,579	\$3,319	\$5,529	\$4,367	\$10,380	\$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
\$ 134	—to replace nonrecurring benefits cost reduction.
<u>1,411</u>	—to continue current program.
\$ 1,545	<i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Office of General Counsel	<u>\$ 5,838</u>	<u>\$ 6,007</u>	<u>\$ 7,552</u>	<u>\$ 7,552</u>	<u>\$ 7,552</u>	<u>\$ 7,552</u>	<u>\$ 7,552</u>

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	
\$ 397	—to replace nonrecurring benefits cost reduction.
97	—to continue current program.
479	—Initiative—to responsively investigate discrimination through strengthened enforcement activities.
<hr/>	
\$ 973	<i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Human Relations Commission	<u>\$ 9,713</u>	<u>\$ 9,713</u>	<u>\$ 10,686</u>	<u>\$ 10,686</u>	<u>\$ 10,686</u>	<u>\$ 10,686</u>	<u>\$ 10,686</u>

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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 > two years old.....	15%	26% *	23% *	13% *	13%	11%	10%
Percentage of cases closed within one year.....	34% *	36% *	48% *	60% *	25%	25%	25%
Average case age statewide (days)....	617 *	633 *	430 *	386 *	457	275	250
Increase public awareness of civil rights and equal opportunity laws through education outreach.							
Number of community meetings and outreach events	100	105	110	115	301	312	350

* Actual year measure data has been corrected.

Program: Development of Artists and Audiences

Goal: To strengthen the cultural, educational, and economic vitality of Pennsylvania’s communities through the arts.

Established by the General Assembly in 1966, the [Pennsylvania Council on the Arts \(PCA\)](#) is charged with identifying how Pennsylvania’s artistic and cultural resources can best serve the cultural needs and aspirations of the Commonwealth’s citizens. PCA works with communities to originate and create their own cultural and artistic progress.

PCA [addresses its mission](#) through [grants to the arts](#), partnerships, initiatives that leverage new opportunities, information and technical assistance, and through Commonwealth promotion both nationally and internationally.

PCA’s [Preserving Diverse Cultures Division \(PDC\)](#) is one of the most comprehensive programs serving diverse communities in the nation, supporting the creation, development, and stabilization of organizations, programs, and projects whose mission is deeply rooted in and reflective of the perspectives of [Black, Indigenous, and People of Color \(BIPOC\)](#).

The arts are part of a vibrant and livable Pennsylvania that is competitive for retaining youth, workforce, and attracting businesses. Pursuant to its new community-centric goals and to support [Pennsylvania’s creative sector](#), PCA adapted its [Creative Communities Initiative](#) to address community recovery and resilience; launched a [cross-sector partnership](#) with community development financial institutions to leverage affordable, flexible funding for small, creative businesses; and, fostered sector resilience through equitable distribution to provide liquidity and capacity for vulnerable arts organizations across the Commonwealth to enable them to stabilize and participate in community recovery.

Working with its regional Arts in Education Partners, PCA places teaching artists in schools and community settings. [Art Sparks](#), a collaboration with the Pennsylvania Turnpike Commission, places student-created works of public art in service plazas across the 550-mile roadway. PCA’s partnership with the Department of Military and Veterans Affairs, modeled on earlier work with the Department of Aging, developed [Creative Communities of Care](#) to bring creative programming to all six PA Veterans’ Homes to conduct arts activities tailored to residents with dementia.

Program Recommendations:

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

	Council on the Arts		Grants to the Arts
\$ 54	—to replace nonrecurring benefits cost reduction.	\$ 1,000	—Initiative—to expand financial assistance to programs
33	—to continue current program.		that specifically address community needs.
<u>\$ 87</u>	<i>Appropriation Increase</i>		

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Council on the Arts	\$ 867	\$ 892	\$ 979	\$ 979	\$ 979	\$ 979	\$ 979
Grants to the Arts.....	<u>9,590</u>	<u>9,590</u>	<u>10,590</u>	<u>10,590</u>	<u>10,590</u>	<u>10,590</u>	<u>10,590</u>
TOTAL GENERAL FUND	<u>\$ 10,457</u>	<u>\$ 10,482</u>	<u>\$ 11,569</u>	<u>\$ 11,569</u>	<u>\$ 11,569</u>	<u>\$ 11,569</u>	<u>\$ 11,569</u>

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated

Strengthen Pennsylvania communities through the arts.

Investment granted to rural and BIPOC communities (in thousands)	N/A	\$ 771	\$ 934	\$ 1,762	\$ 1,788	\$ 1,767	\$ 1,767
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Program: Juvenile Reentry into Communities

Goal: To reduce the recurrence of juvenile crime by replacing 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	
\$ 103	—to replace nonrecurring benefits cost reduction.
<u>122</u>	—to continue current program.
\$ 225	<i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
Juvenile Court Judges' Commission	\$ 2,980	\$ 3,066	\$ 3,291	\$ 3,291	\$ 3,291	\$ 3,291	\$ 3,291
Juvenile Probation Services .	<u>18,945</u>	<u>18,945</u>	<u>18,945</u>	<u>18,945</u>	<u>18,945</u>	<u>18,945</u>	<u>18,945</u>
TOTAL GENERAL FUND	<u>\$ 21,925</u>	<u>\$ 22,011</u>	<u>\$ 22,236</u>	<u>\$ 22,236</u>	<u>\$ 22,236</u>	<u>\$ 22,236</u>	<u>\$ 22,236</u>

Program: Juvenile Reentry into Communities, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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.....	83.8%	85.4%	86.4%	88.0%	88.1%	88.9%	89.7%
Percentage of juveniles without a judicial finding of technical violations of probation while under supervision ..	80.4%	83.3%	84.4%	84.6%	86.2%	87.1%	88.1%
Percentage of juveniles employed or engaged in an educational/vocational activity at case closing	84.9%	87.3%	92.1%	91.6%	92.3%	93.8%	95.2%
Percentage of juveniles who complete their assigned community service obligations.....	94.6%	95.2%	97.3%	96.3%	95.7%	96.8%	97.1%
Percentage of juveniles who successfully completed a victim awareness curriculum/program while under supervision	95.7%	95.6%	97.7%	97.0%	96.7%	97.0%	97.0%
Percentage of juveniles who made full restitution to their victim(s).....	82.4%	84.3%	89.2%	88.2%	88.3%	89.3%	90.2%
Percentage of juveniles who paid Crime Victim's Compensation Fund costs in full	88.4%	89.7%	91.6%	90.0%	89.1%	89.2%	89.2%



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)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET
GENERAL FUND:			
General Government:			
Commission on Crime and Delinquency	\$ 11,377	\$ 16,927	\$ 18,035
(F)Justice Assistance Grants	11,500	11,500	11,500
(F)Justice Assistance Grants-Administration	1,000	1,000	1,000
(F)Statistical Analysis Center	400	400	400
(F)Criminal Identification Technology	10,500	10,500	10,500
(F)Crime Victims Compensation Services	8,500	8,500	8,500
(F)VOCA Crime Victims Assistance	120,000	120,000	100,000
(F)VOCA Crime Victims Assistance-Administration	5,000	5,000	5,000
(F)Violence Against Women	7,000	7,000	7,000
(F)Violence Against Women-Administration	600	600	600
(F)Residential Substance Abuse Treatment Program	1,700	2,000	2,000
(F)Juvenile Justice and Delinquency Prevention	3,000	3,000	3,000
(F)Plan for Juvenile Justice	150	170	170
(F)Assault Services Program	700	1,500	1,500
(F)Project Safe Neighborhoods	1,000	1,000	1,000
(F)Forensic Science Program	1,500	1,500	1,500
(F)Adam Walsh Implementation Support	1,000	1,000	1,000
(F)Byrne Competitive Program	450	450	450
(F)Comprehensive Opioid Abuse Site-Based Program	5,000	5,000	5,000
(F)Pennsylvania NCS-X Implementation	550	250	-
(F)Body Worn Camera Policy and Implementation	2,000	2,000	1,500
(F)Safer Communities	-	10,000	10,000
(F)VOCA Training	600	-	-
(F)Prosecutor and Defender Incentives	180	180	300
(F)STOP School Violence	777	600	500
(F)State Delinquency Prevention Programs	200	200	-
(F)Prosecuting Cold Cases Using DNA	446	446	446
(F)Targeted Violence and Terrorism Prevention	525	500	500
(F)NICS Act Record Improvement Program	-	1,987	1,987
(F)Smart Probation	-	715 ^a	700
(F)COVID-SFR Local Law Enforcement Support	135,000	-	-
(F)COVID-Substance Abuse Prevention and Treatment (EA)	173	582	-
(F)COVID-Child Abuse Prevention and Treatment Act (EA)	500	-	-
(F)PA Youth Survey (EA)	75	-	75
(F)Substance Abuse Prevention (EA)	290	295	350
(F)Children's Justice Act (EA)	400	450	450

Commission on Crime and Delinquency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)State Opioid Response (EA).....	35,305	10,350	29,050
(A)Interagency Agreements	2,981	11,610	2,050
(R)Crime Victim Services and Compensation Fund.....	-	15,600	11,824 ^b
(R)Victim and Witness Services	5,218	-	-
(R)Crime Victims Reimbursements	10,517	-	-
(R)Constables Education and Training	670	1,826	1,700
(R)Sheriff and Deputy Sheriff Education and Training	6,017	3,234	5,050
(R)Firearms Education and Training Commission	351	400	417
(R)Children's Advocacy Centers	2,565	2,500	2,500
(R)First Chance Trust Fund.....	-	445	1,289
Subtotal	\$ 395,717	\$ 261,217	\$ 248,843
Violence and Delinquency Prevention Programs.....	4,033	4,183	4,183
(A)Interagency Agreements	2,762	3,266	3,000
Subtotal.....	\$ 6,795	\$ 7,449	\$ 7,183
Transfer to Crime Victim Services and Compensation Fund	-	-	3,000
Office of Safe Schools Advocate	379	379	379
Subtotal - State Funds.....	\$ 15,789	\$ 21,489	\$ 25,597
Subtotal - Federal Funds.....	356,021	208,675	205,978
Subtotal - Augmentations.....	5,743	14,876	5,050
Subtotal - Restricted.....	25,338	24,005	22,780
Total - General Government.....	\$ 402,891	\$ 269,045	\$ 259,405
Grants and Subsidies:			
Violence Intervention and Prevention	\$ 30,000	\$ 30,000	\$ 105,000
(F)COVID-SFR Gun Violence Investigation and Prosecution.....	50,000	-	-
(F)COVID-SFR Violence Intervention and Prevention	75,000	-	-
Indigent Defense.....	-	-	10,000
Improvement of Adult Probation Services	16,222	16,222	20,222
Victims of Juvenile Offenders	1,300	1,300	1,300
Intermediate Punishment Treatment Programs.....	18,167	18,167	18,167
Transfer to Nonprofit Security Grant Fund	-	5,000	5,000
(F)COVID-SFR Pandemic Response PCCD	19,500	-	-
Total - Grants and Subsidies.....	\$ 210,189	\$ 70,689	\$ 159,689
STATE FUNDS.....	\$ 81,478	\$ 92,178	\$ 185,286
FEDERAL FUNDS.....	500,521	208,675	205,978
AUGMENTATIONS	5,743	14,876	5,050
RESTRICTED.....	25,338	24,005	22,780
GENERAL FUND TOTAL	\$ 613,080	\$ 339,734	\$ 419,094

Commission on Crime and Delinquency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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OTHER FUNDS:

JUSTICE REINVESTMENT FUND:

(R)Victim Services (EA).....	\$ 250	\$ 345	\$ 250
(R)County Probation Grants (EA).....	570	570	1,529

JUSTICE REINVESTMENT FUND TOTAL.....	\$ 820	\$ 915	\$ 1,779
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MEDICAL MARIJUANA PROGRAM FUND:

Local Police Enforcement (EA)	\$ 2,593	\$ 3,221	\$ 2,831
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MONETARY PENALTY ENDOWMENTS TRUST FUND:

(R)NCAA-Penn State Settlement (EA).....	\$ 4,800	\$ 4,800	\$ 4,800
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SUBSTANCE ABUSE EDUCATION AND DEMAND REDUCTION FUND:

Substance Abuse Education and Demand Reduction Programs (EA)	\$ 5,500	\$ 5,500	\$ 4,560
Substance Abuse Education and Demand Reduction-Admin (EA).....	300	300	240

SUBSTANCE ABUSE EDUCATION AND DEMAND REDUCTION FUND TOTAL....	\$ 5,800	\$ 5,800	\$ 4,800
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SCHOOL SAFETY AND SECURITY FUND:

School Safety and Security (EA)	\$ 24,556	\$ 3,510	\$ -
School Mental Health Grants (EA)	-	95,000	-
School Safety Security Grants (EA)	-	95,000	95,000
School Safety Coordinator Training (EA)	-	5,000	5,000

SCHOOL SAFETY AND SECURITY FUND TOTAL.....	\$ 24,556	\$ 198,510	\$ 100,000
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DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ 81,478	\$ 92,178	\$ 185,286
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	500,521	208,675	205,978
AUGMENTATIONS	5,743	14,876	5,050
RESTRICTED	25,338	24,005	22,780
OTHER FUNDS	38,569	213,246	114,210
TOTAL ALL FUNDS	\$ 651,649	\$ 552,980	\$ 533,304

^a Includes recommended supplemental appropriation of \$715,000.

^b The General Fund transfer into Crime Victim Services and Compensation Fund not added to avoid double counting: (R)Crime Victim Services and Compensation Fund 2023-24 Budget is \$14,824,000.

Commission on Crime and Delinquency

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
CRIMINAL AND JUVENILE JUSTICE PLANNING AND COORDINATION:							
GENERAL FUND.....	\$ 81,478	\$ 92,178	\$ 185,286	\$ 185,286	\$ 185,286	\$ 192,737	\$ 193,290
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	500,521	208,675	205,978	223,158	222,858	222,858	222,858
AUGMENTATIONS	5,743	14,876	5,050	5,050	5,050	5,050	5,050
RESTRICTED.....	25,338	24,005	22,780	22,640	22,700	23,001	23,001
OTHER FUNDS.....	38,569	213,246	114,210	115,369	118,839	111,731	111,731
DEPARTMENT TOTAL	<u>\$ 651,649</u>	<u>\$ 552,980</u>	<u>\$ 533,304</u>	<u>\$ 551,503</u>	<u>\$ 554,733</u>	<u>\$ 555,377</u>	<u>\$ 555,930</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](#) establishes 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 will continue to make resources available to support county probation services. Additionally, [Act 115 of 2019](#) transitioned the responsibility and funding of the [Firearms Education and Training Commission](#) to the commission.

[Executive Order 2019-06](#) requires 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, non-profit 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.

Commission on Crime and Delinquency

Program: Criminal and Juvenile Justice Planning and Coordination, continued

VCAP responds to financial losses incurred by victims of crime through the Pennsylvania Crime Victims 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.

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.

Program Recommendations:

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

	Commission on Crime and Delinquency		Improvement of Adult Probation Services
\$ 413	—to replace nonrecurring benefits cost reduction.	\$ 4,000	—Initiative—to increase the use of evidence-based
(200)	—funding reduction.		practices to reduce county probation recidivism rates.
895	—to continue current program.		
\$ 1,108	<i>Appropriation Increase</i>		Transfer to Crime Victim Services
			and Compensation Fund
	Violence Intervention and Prevention	\$ 3,000	—to assure continued support for victims.
\$ 75,000	—Initiative—to further support community-led gun violence prevention efforts.		
	Indigent Defense		
\$ 10,000	—Initiative—to provide effective and constitutionally required indigent defense.		

Commission on Crime and Delinquency

Program: Criminal and Juvenile Justice Planning and Coordination, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Commission on Crime and Delinquency	\$ 11,377	\$ 16,927	\$ 18,035	\$ 18,035	\$ 18,035	\$ 18,035	\$ 18,035
Violence and Delinquency Prevention Programs	4,033	4,183	4,183	4,183	4,183	4,183	4,183
Transfer to Crime Victim Services and Compensation Fund	-	-	3,000	3,000	3,000	3,000	3,000
Office of Safe Schools Advocate	379	379	379	379	379	379	379
Violence Intervention and Prevention	30,000	30,000	105,000	105,000	105,000	105,000	105,000
Indigent Defense	-	-	10,000	10,000	10,000	10,000	10,000
Improvement of Adult Probation Services	16,222	16,222	20,222	20,222	20,222	27,673	28,226
Victims of Juvenile Offenders	1,300	1,300	1,300	1,300	1,300	1,300	1,300
Intermediate Punishment Treatment Programs	18,167	18,167	18,167	18,167	18,167	18,167	18,167
Transfer to Nonprofit Security Grant Fund	-	5,000	5,000	5,000	5,000	5,000	5,000
TOTAL GENERAL FUND	\$ 81,478	\$ 92,178	\$ 185,286	\$ 185,286	\$ 185,286	\$ 192,737	\$ 193,290

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	4,073	4,399	3,646	3,633	4,378	4,800	5,000
Number of high-risk offenders under county supervision	N/A	N/A	N/A	N/A	8,789	9,500	9,250
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	51%	53%	51%	62%	64%	62%	63%
Enhance the quality and the availability of services for victims of crime.							
Number of victims served	430,951	438,157	375,688	339,178	320,395	375,000	400,000



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 Commonwealth 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)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 47,408	\$ 50,199	\$ 57,925
(F)Medicaid Fraud	9,375	9,134	9,781
(F)Innovative Prosecution Program	142	-	-
(F)Project Safe Neighborhoods (EA)	280	298	283
(F)Project Safe Neighborhoods-SW Philadelphia (EA)	134	142	153
(A)Recovery of Overtime Costs	148	100	100
(A)Reimbursements	245	21	16
(A)Miscellaneous	170	194	168
(R)Public Protection Law Enforcement	15,301	20,809	17,479
(R)Judicial Fee Account	6,526	5,000	5,000
(R)Collection Administration Account	3,050	3,230	2,500
(R)Seized/Forfeited Property-U.S. Homeland Security	491	350	698
(R)Coroner's Education Board	60	-	24
(R)Home Improvement Consumer Protection	2,893	2,693	2,693
(R)Investigative Funds-Outside Sources	7,995	8,804	9,398
Subtotal	\$ 94,218	\$ 100,974	\$ 106,218
(R)Office of Consumer Advocate	6,204	6,204	6,752
Drug Law Enforcement	49,455	52,352	59,330
(F)High Intensity Drug Trafficking Areas	5,308	5,700	5,700
(F)COPS Anti-Heroin Task Force (EA)	1,500	1,500	1,500
(F)COPS Anti-Methamphetamine Program (EA)	1,200	1,000	750
(A)Recovery of Narcotics Investigation Overtime Costs	282	150	150
(R)Seized/Forfeited Property-State Court Awarded	16,422	13,681	10,594
(R)Seized/Forfeited Property-U.S. Department of Justice	1,666	574	539
(R)Seized/Forfeited Property-U.S. Treasury Department	137	85	50
(R)Criminal Enforcement Account	59	7,935	1,771
(R)Community Drug Abuse Prevention Program	286	1,050	1,060
Subtotal	\$ 76,315	\$ 84,027	\$ 81,444
Joint Local-State Firearm Task Force	7,115	7,601	8,931
Witness Relocation	1,215	1,215	1,215
Child Predator Interception	5,755	6,207	6,975
Tobacco Law Enforcement	1,353	1,406	1,678
School Safety	1,761	1,996	2,336

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Subtotal - State Funds.....	\$ 114,062	\$ 120,976	\$ 138,390
Subtotal - Federal Funds.....	17,939	17,774	18,167
Subtotal - Augmentations.....	845	465	434
Subtotal - Restricted.....	61,090	70,415	58,558
Total - General Government.....	<u>\$ 193,936</u>	<u>\$ 209,630</u>	<u>\$ 215,549</u>
Grants and Subsidies:			
County Trial Reimbursement.....	\$ 200	\$ 200	\$ 200
(R)Reimbursement to Counties-Full Time District Attorney (EA).....	7,724	8,159	8,894
Subtotal - State Funds.....	\$ 200	\$ 200	\$ 200
Subtotal - Federal Funds.....	-	-	-
Subtotal - Restricted.....	7,724	8,159	8,894
Total - Grants and Subsidies.....	<u>\$ 7,924</u>	<u>\$ 8,359</u>	<u>\$ 9,094</u>
STATE FUNDS.....	\$ 114,262	\$ 121,176	\$ 138,590
FEDERAL FUNDS.....	17,939	17,774	18,167
AUGMENTATIONS.....	845	465	434
RESTRICTED.....	68,814	78,574	67,452
GENERAL FUND TOTAL.....	<u>\$ 201,860</u>	<u>\$ 217,989</u>	<u>\$ 224,643</u>
OTHER FUNDS:			
CIGARETTE FIRE SAFETY AND FIREFIGHTER PROTECTION ACT FUND:			
Cigarette Fire Safety and Firefighter Protection Enforcement.....	\$ 50	\$ 50	\$ 50
STATE GAMING FUND:			
(R)Gaming Enforcement.....	\$ 1,405	\$ 1,405	\$ 1,605
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 114,262	\$ 121,176	\$ 138,590
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	17,939	17,774	18,167
AUGMENTATIONS.....	845	465	434
RESTRICTED.....	68,814	78,574	67,452
OTHER FUNDS.....	1,455	1,455	1,655
TOTAL ALL FUNDS.....	<u>\$ 203,315</u>	<u>\$ 219,444</u>	<u>\$ 226,298</u>

Program Funding Summary

(Dollar Amounts in Thousands)

Table with 8 columns: Year (2021-22 to 2027-28) and Fund Type (Actual, Available, Budget, Estimated). Rows include GENERAL FUND, MOTOR LICENSE FUND, LOTTERY FUND, FEDERAL FUNDS, AUGMENTATIONS, RESTRICTED, OTHER FUNDS, and DEPARTMENT TOTAL.

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 citizens; 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 [Municipal 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			Child Predator Interception		
\$ 846	—to replace nonrecurring benefits cost reduction.		\$ 96	—to replace nonrecurring benefits cost reduction.	
6,880	—to continue current program.		672	—to continue current program.	
\$ 7,726	<i>Appropriation Increase</i>		\$ 768	<i>Appropriation Increase</i>	
Drug Law Enforcement			Tobacco Law Enforcement		
\$ 633	—to replace nonrecurring benefits cost reduction.		\$ 25	—to replace nonrecurring benefits cost reduction.	
6,345	—to continue current program.		247	—to continue current program.	
\$ 6,978	<i>Appropriation Increase</i>		\$ 272	<i>Appropriation Increase</i>	
Joint Local-State Firearm Task Force			School Safety		
\$ 330	—for office relocation.		\$ 33	—to replace nonrecurring benefits cost reduction.	
63	—to replace nonrecurring benefits cost reduction.		307	—to continue current program.	
937	—to continue current program.		\$ 340	<i>Appropriation Increase</i>	
\$ 1,330	<i>Appropriation Increase</i>				

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 47,408	\$ 50,199	\$ 57,925	\$ 57,925	\$ 57,925	\$ 57,925	\$ 57,925
Drug Law Enforcement	49,455	52,352	59,330	59,330	59,330	59,330	59,330
Joint Local-State Firearm Task Force ..	7,115	7,601	8,931	8,931	8,931	8,931	8,931
Witness Relocation ...	1,215	1,215	1,215	1,215	1,215	1,215	1,215
Child Predator Interception	5,755	6,207	6,975	6,975	6,975	6,975	6,975
Tobacco Law Enforcement	1,353	1,406	1,678	1,678	1,678	1,678	1,678
School Safety.....	1,761	1,996	2,336	2,336	2,336	2,336	2,336
County Trial Reimbursement	200	200	200	200	200	200	200
TOTAL GENERAL FUND	\$ 114,262	\$ 121,176	\$ 138,590	\$ 138,590	\$ 138,590	\$ 138,590	\$ 138,590

Program: Public Protection and Law Enforcement, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Curtail drug abuse in the Commonwealth by apprehending illegal drug traffickers.							
Drug diversion arrests.....	164	189	206	122	126	130	130
Total drug arrests.....	1,413	1,638	1,301	1,153	1,032	1,404	1,404
Increase compliance by estates, charities, nonprofits, and health care conversions with established rules and regulations.							
Review of estates, charities, nonprofits, and health care conversions for compliance with rules and regulations	1,816	1,829	1,748	1,912	1,869	1,884	1,900
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	22,976	25,774	27,327	25,286	30,538	28,000	28,000
Dollar value of recoupment to consumers regarding business practices (in thousands)	\$ 3,016	\$ 4,160	\$ 4,656	\$ 6,260	\$ 11,699	\$ 6,000	\$ 6,000
Legal actions resulting from consumer tips, complaints, and other sources	80	156	97	108	90	90	90
Dollar value of relief awarded on behalf of consumers related to legal actions (in thousands).....	\$ 3,216	\$ 46,227	\$ 47,808	\$ 28,192	\$ 10,000	\$ 10,000	\$ 10,000
Consumer complaints concerning business practices - health care industry	1,863	2,157	2,202	1,128	1,727	2,120	2,120
Dollar value of recoupment to consumers regarding business practices - health care industry (in thousands) .	\$ 893	\$ 1,280	\$ 1,059	\$ 749	\$ 960	\$ 1,251	\$ 1,251
Increase the number of investigations and arrests related to sexual solicitation of a minor and child pornography.							
Child predator arrests	90	87	100	80	77	60	100
Increase the number of investigations, firearm related arrests, and firearms recovered.							
Firearm related arrests	121	107	98	169	202	152	152
Firearms recovered.....	129	179	297	234	396	516	516



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 objective of the Department of the Auditor General is to ensure conformance with established legislative and administrative regulations and to assure that all money has been disbursed legally and properly. In addition, the department examines the accounts of revenue collecting agents to ensure that all money due 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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
Auditor General's Office.....	\$ 38,341	\$ 41,926	\$ 43,512
(A)Auditing Service Reimbursements	11,247	14,708	13,820
Special Financial Audits	<u>500</u>	<u>500</u>	<u>-</u>
Subtotal.....	\$ 50,088	\$ 57,134	\$ 57,332
Transition-Governor	-	175	-
Security and Other Expenses-Outgoing Governor	-	100	-
Board of Claims	1,768	1,768	1,919
Subtotal - State Funds.....	\$ 40,609	\$ 44,469	\$ 45,431
Subtotal - Augmentations	11,247	14,708	13,820
Total - General Government.....	\$ 51,856	\$ 59,177	\$ 59,251
STATE FUNDS.....	\$ 40,609	\$ 44,469	\$ 45,431
AUGMENTATIONS	11,247	14,708	13,820
GENERAL FUND TOTAL	\$ 51,856	\$ 59,177	\$ 59,251
OTHER FUNDS:			
MUNICIPAL PENSION AID FUND:			
(R)Municipal Pension Aid.....	\$ 318,981	\$ 341,728	\$ 384,188
(R)Post-Retirement Adjustments.....	923	812	715
MUNICIPAL PENSION AID FUND TOTAL	\$ 319,904	\$ 342,540	\$ 384,903
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 40,609	\$ 44,469	\$ 45,431
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS.....	-	-	-
AUGMENTATIONS	11,247	14,708	13,820
RESTRICTED.....	-	-	-
OTHER FUNDS.....	319,904	342,540	384,903
TOTAL ALL FUNDS	\$ 371,760	\$ 401,717	\$ 444,154

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
AUDITING:							
GENERAL FUND.....	\$ 40,609	\$ 44,469	\$ 45,431	\$ 45,431	\$ 45,431	\$ 45,431	\$ 45,431
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	11,247	14,708	13,820	13,820	13,820	13,820	13,820
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL.....	\$ 51,856	\$ 59,177	\$ 59,251	\$ 59,251	\$ 59,251	\$ 59,251	\$ 59,251
MUNICIPAL PENSION SYSTEMS:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	319,904	342,540	384,903	389,990	403,508	411,912	420,725
SUBCATEGORY TOTAL.....	\$ 319,904	\$ 342,540	\$ 384,903	\$ 389,990	\$ 403,508	\$ 411,912	\$ 420,725
ALL PROGRAMS:							
GENERAL FUND.....	\$ 40,609	\$ 44,469	\$ 45,431	\$ 45,431	\$ 45,431	\$ 45,431	\$ 45,431
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	11,247	14,708	13,820	13,820	13,820	13,820	13,820
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	319,904	342,540	384,903	389,990	403,508	411,912	420,725
DEPARTMENT TOTAL	\$ 371,760	\$ 401,717	\$ 444,154	\$ 449,241	\$ 462,759	\$ 471,163	\$ 479,976

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 of Claims 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		Security and Other Expenses-Outgoing Governor
\$ 1,198	—to replace nonrecurring benefits cost reduction.	\$ (100)	—nonrecurring costs.
388	—to continue current program.		
<u>\$ 1,586</u>	<i>Appropriation Increase</i>		
			Board of Claims
		\$ 38	—to replace nonrecurring benefits cost reduction.
		<u>113</u>	—to continue current program.
\$ (500)	—program elimination.	\$ 151	<i>Appropriation Increase</i>
	Transition-Governor		
\$ (175)	—nonrecurring costs.		

Program: Auditing, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Auditor General's Office.....	\$ 38,341	\$ 41,926	\$ 43,512	\$ 43,512	\$ 43,512	\$ 43,512	\$ 43,512
Special Financial Audits.....	500	500	-	-	-	-	-
Transition-Governor.....	-	175	-	-	-	-	-
Security and Other Expenses- Outgoing Governor.....	-	100	-	-	-	-	-
Board of Claims.....	1,768	1,768	1,919	1,919	1,919	1,919	1,919
TOTAL GENERAL FUND.....	<u>\$ 40,609</u>	<u>\$ 44,469</u>	<u>\$ 45,431</u>	<u>\$ 45,431</u>	<u>\$ 45,431</u>	<u>\$ 45,431</u>	<u>\$ 45,431</u>

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 2,700 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
\$ 42,460 —to continue current program.	\$ (97) —to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MUNICIPAL PENSION AID FUND:							
(R)Municipal Pension Aid	\$ 318,981	\$ 341,728	\$ 384,188	\$ 389,361	\$ 402,954	\$ 411,424	\$ 420,296
(R)Post-Retirement Adjustments	923	812	715	629	554	488	429
TOTAL MUNICIPAL PENSION AID FUND.....	\$ 319,904	\$ 342,540	\$ 384,903	\$ 389,990	\$ 403,508	\$ 411,912	\$ 420,725



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 for depositing such monies in state depositories approved by the [Board of Finance and Revenue](#), for managing all securities in its custody to the best advantage of the Commonwealth, for pre-auditing all requisitions for the expenditures of funds, and for 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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 37,206	\$ 39,637	\$ 41,386
(A)Unemployment Compensation Service Reimbursements	4,915	4,600	4,450
(A)Administrative Service Fees	2,552	2,385	2,730
(A)Unclaimed Property Service Fees	1,815	900	750
Subtotal	\$ 46,488	\$ 47,522	\$ 49,316
Divestiture Reimbursement	300	15	132
Publishing Monthly Statements	5	5	-
Intergovernmental Organizations	1,195	1,205	1,226
Information Technology Cyber Security	1,000	1,000	1,000
Board of Finance and Revenue	2,992	3,275	3,398
Subtotal - State Funds	\$ 42,698	\$ 45,137	\$ 47,142
Subtotal - Augmentations	9,282	7,885	7,930
Total - General Government	\$ 51,980	\$ 53,022	\$ 55,072
<i>Grants and Subsidies:</i>			
Law Enforcement and Emergency Response Death Benefit	3,330	3,330	3,330
Transfer to ABLE Fund	900	900	900
Total - Grants and Subsidies	\$ 4,230	\$ 4,230	\$ 4,230
<i>Debt Service:</i>			
Loan and Transfer Agent	\$ 40	\$ 40	\$ 40
General Obligation Debt Service	1,127,000	1,132,000	1,205,000
Total - Debt Service	\$ 1,127,040	\$ 1,132,040	\$ 1,205,040
STATE FUNDS	\$ 1,173,968	\$ 1,181,407	\$ 1,256,412
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	9,282	7,885	7,930
GENERAL FUND TOTAL	\$ 1,183,250	\$ 1,189,292	\$ 1,264,342
MOTOR LICENSE FUND:			
<i>General Government:</i>			
Administration-Refunding Liquid Fuels Taxes	\$ 551	\$ 551	\$ 561
<i>Refunds:</i>			
Refunding Liquid Fuels Taxes-State Share (EA)	\$ 4,800	\$ 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)	700	800	800

Summary by Fund and Appropriation

	(Dollar Amounts in Thousands)		
	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Refunding Liquid Fuels Taxes-Snowmobiles and ATVs (EA)	1,000	1,000	1,000
Refunding Liquid Fuels Taxes-Boat Fund (EA)	12,012	12,790	12,500
Total - Refunds	\$ 28,512	\$ 29,090	\$ 28,800
Debt Service:			
Capital Debt Transportation Projects	\$ 35,779	\$ 35,826	\$ 35,873
General Obligation Debt Service	23,187	21,807	16,477
(R)Capital Bridge Debt Service (EA)	69,296	71,610	72,458
Loan and Transfer Agent	40	40	40
Subtotal - State Funds	\$ 59,006	\$ 57,673	\$ 52,390
Subtotal - Restricted	69,296	71,610	72,458
Total - Debt Service	\$ 128,302	\$ 129,283	\$ 124,848
STATE FUNDS	\$ 88,069	\$ 87,314	\$ 81,751
RESTRICTED	69,296	71,610	72,458
MOTOR LICENSE FUND TOTAL	\$ 157,365	\$ 158,924	\$ 154,209
OTHER FUNDS:			
ACHIEVING A BETTER LIFE EXPERIENCE FUND:			
General Operations	\$ 1,130	\$ 1,130	\$ 1,130
ENVIRONMENTAL STEWARDSHIP FUND:			
Debt Service for Growing Greener (EA)	\$ 12,289	\$ 12,311	\$ 10,538
LIQUID FUELS TAX FUND:			
Refunding Liquid Fuels Tax-Boat Fund (EA)	\$ 110	\$ 110	\$ 110
TUITION ACCOUNT GUARANTEED SAVINGS PROGRAM FUND:			
Tuition Account Program Bureau	\$ 3,339	\$ 3,339	\$ 3,339
(A)Application Fees	2,175	2,197	2,219
TUITION ACCOUNT GUARANTEED SAVINGS PROGRAM FUND TOTAL	\$ 5,514	\$ 5,536	\$ 5,558
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 1,173,968	\$ 1,181,407	\$ 1,256,412
MOTOR LICENSE FUND	88,069	87,314	81,751
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	9,282	7,885	7,930
RESTRICTED	69,296	71,610	72,458
OTHER FUNDS	19,043	19,087	17,336
TOTAL ALL FUNDS	\$ 1,359,658	\$ 1,367,303	\$ 1,435,887

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
DISBURSEMENT, INVESTMENT, AND CASH MANAGEMENT:							
GENERAL FUND.....	\$ 46,923	\$ 49,362	\$ 51,372	\$ 51,372	\$ 51,472	\$ 51,472	\$ 51,472
MOTOR LICENSE FUND ...	29,063	29,641	29,361	29,361	29,361	29,361	29,361
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	9,282	7,885	7,930	7,930	7,930	7,930	7,930
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	6,754	6,776	6,798	6,842	6,887	6,934	6,981
SUBCATEGORY TOTAL.....	\$ 92,022	\$ 93,664	\$ 95,461	\$ 95,505	\$ 95,650	\$ 95,697	\$ 95,744
DEBT SERVICE:							
GENERAL FUND.....	\$ 1,127,045	\$ 1,132,045	\$ 1,205,040	\$ 1,259,804	\$ 1,361,353	\$ 1,391,438	\$ 1,432,277
MOTOR LICENSE FUND ...	59,006	57,673	52,390	53,226	54,585	56,909	57,894
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	69,296	71,610	72,458	72,847	71,875	73,760	73,904
OTHER FUNDS	12,289	12,311	10,538	10,586	10,643	13,629	11,255
SUBCATEGORY TOTAL.....	\$ 1,267,636	\$ 1,273,639	\$ 1,340,426	\$ 1,396,463	\$ 1,498,456	\$ 1,535,736	\$ 1,575,330
ALL PROGRAMS:							
GENERAL FUND.....	\$ 1,173,968	\$ 1,181,407	\$ 1,256,412	\$ 1,311,176	\$ 1,412,825	\$ 1,442,910	\$ 1,483,749
MOTOR LICENSE FUND ...	88,069	87,314	81,751	82,587	83,946	86,270	87,255
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	9,282	7,885	7,930	7,930	7,930	7,930	7,930
RESTRICTED	69,296	71,610	72,458	72,847	71,875	73,760	73,904
OTHER FUNDS	19,043	19,087	17,336	17,428	17,530	20,563	18,236
DEPARTMENT TOTAL	\$ 1,359,658	\$ 1,367,303	\$ 1,435,887	\$ 1,491,968	\$ 1,594,106	\$ 1,631,433	\$ 1,671,074

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 spouse 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		Intergovernmental Organizations	
\$ 886	—to replace nonrecurring benefits cost reduction.	\$ 21	—to continue current program.
863	—to continue current program.		
\$ 1,749	<i>Appropriation Increase</i>		
Divestiture Reimbursement		Board of Finance and Revenue	
		\$ 55	—to replace nonrecurring benefits cost reduction.
		68	—to continue current program.
\$ 117	—increase in program requirements.	\$ 123	<i>Appropriation Increase</i>

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.

Refunding Liquid Fuels Taxes - Boat Fund (EA)

\$ (290) —based on most recent projection of program requirements.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 37,206	\$ 39,637	\$ 41,386	\$ 41,386	\$ 41,386	\$ 41,386	\$ 41,386
Divestiture Reimbursement ..	300	15	132	132	132	132	132
Intergovernmental Organizations.....	1,195	1,205	1,226	1,226	1,226	1,226	1,226
Information Technology Cyber Security	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Board of Finance and Revenue	2,992	3,275	3,398	3,398	3,398	3,398	3,398
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	900	900	900	1,000	1,000	1,000
TOTAL GENERAL FUND	\$ 46,923	\$ 49,362	\$ 51,372	\$ 51,372	\$ 51,472	\$ 51,472	\$ 51,472
MOTOR LICENSE FUND:							
Administration-Refunding Liquid Fuels Taxes.....	\$ 551	\$ 551	\$ 561	\$ 561	\$ 561	\$ 561	\$ 561
Refunding Liquid Fuels Taxes-State Share (EA).....	4,800	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).....	700	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)	12,012	12,790	12,500	12,500	12,500	12,500	12,500
TOTAL MOTOR LICENSE FUND	\$ 29,063	\$ 29,641	\$ 29,361	\$ 29,361	\$ 29,361	\$ 29,361	\$ 29,361

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:		MOTOR LICENSE FUND:	
Publishing Monthly Statements		Capital Debt Transportation Projects	
\$ (5)	—reduced program requirement.	\$ 47	—the net effect on principal and interest requirements.
General Obligation Debt Service		General Obligation Debt Service	
\$ 73,000	—the net effect on principal and interest requirements.	\$ (5,330)	—the net effect on principal and interest requirements.
		ENVIRONMENTAL STEWARDSHIP FUND:	
		Debt Service for Growing Greener (EA)	
		\$ (1,773)	—the net effect on principal and interest requirements.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
GENERAL FUND:	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Publishing Monthly Statements.....	\$ 5	\$ 5	\$ -	\$ -	\$ -	\$ -	\$ -
Loan and Transfer Agent	40	40	40	40	40	40	40
General Obligation Debt Service	1,127,000	1,132,000	1,205,000	1,259,764	1,361,313	1,391,398	1,432,237
TOTAL GENERAL FUND.....	\$ 1,127,045	\$ 1,132,045	\$ 1,205,040	\$ 1,259,804	\$ 1,361,353	\$ 1,391,438	\$ 1,432,277

Program: Debt Service, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Capital Debt Transportation Projects	\$ 35,779	\$ 35,826	\$ 35,873	\$ 35,920	\$ 35,942	\$ 37,706	\$ 37,832
General Obligation Debt Service	23,187	21,807	16,477	17,266	18,603	19,163	20,022
Loan and Transfer Agent	40	40	40	40	40	40	40
TOTAL MOTOR LICENSE FUND	\$ 59,006	\$ 57,673	\$ 52,390	\$ 53,226	\$ 54,585	\$ 56,909	\$ 57,894
ENVIRONMENTAL STEWARDSHIP FUND:							
Debt Service for Growing Greener (EA).....	\$ 12,289	\$ 12,311	\$ 10,538	\$ 10,586	\$ 10,643	\$ 13,629	\$ 11,255



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 facilitates programs, services, and advocacy for older Pennsylvanians and provides a single point of contact through which older Pennsylvanians can address their concerns to state government.

Statewide services are provided through the local Area Agencies on Aging, and include home and community-based services, nutrition, senior employment, transportation, domiciliary care, ombudsman, caregiver support, and protective services. Additionally, the department manages the pharmaceutical assistance program for older Pennsylvanians.

Programs and Goals

Community Services for Older Pennsylvanians: To enable older Pennsylvanians to maintain active and independent lives in their own homes or alternative community living arrangements.

Pharmaceutical Assistance: To assist eligible older Pennsylvanians who experience difficulty meeting the cost of prescription drugs necessary to maintain healthy lives.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<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	352	352	352
(F)COVID-Public Health Workforce Expansion within Aging (EA)	4,321	-	-
Subtotal.....	<u>\$ 7,469</u>	<u>\$ 3,148</u>	<u>\$ 3,148</u>
Total - General Government.....	<u>\$ 7,469</u>	<u>\$ 3,148</u>	<u>\$ 3,148</u>
<i>Grants and Subsidies:</i>			
(F)Programs for the Aging-Title III.....	\$ 52,000	\$ 52,000	\$ 56,800
(F)Programs for the Aging-Nutrition	10,000	10,000	10,000
(F)COVID-Prgms for the Aging-Title III-Supportive Svcs (EA).....	3,520	6,647	-
(F)Programs for the Aging-Title V-Employment	8,000	12,269	12,269
(F)Programs for the Aging-Title VII-Elder Rights Protection	7,800	7,800	8,600
(F)COVID-Elder Care (EA).....	-	759	-
(F)Medical Assistance-Support	9,000	9,000	9,000
(F)Medical Assistance-Nursing Home Transition Administration	700	700	700
(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	10,000	10,000
(F)Overdose Data to Action (EA)	1,032	668	-
(F)State Opioid Response (EA).....	57	62	-
(F)COVID-Community Vaccine Education and Outreach (EA)	250	-	-
Subtotal.....	<u>\$ 106,630</u>	<u>\$ 114,176</u>	<u>\$ 111,640</u>
Total - Grants and Subsidies.....	<u>\$ 106,630</u>	<u>\$ 114,176</u>	<u>\$ 111,640</u>
GENERAL FUND TOTAL	<u>\$ 114,099</u>	<u>\$ 117,324</u>	<u>\$ 114,788</u>
LOTTERY FUND:			
<i>General Government:</i>			
General Government Operations	\$ 10,171	\$ 11,488	\$ 12,204
(A)Day Care Licensure.....	10	11	11
(A)Digital Fingerprint Fees	73	69	69
Subtotal.....	<u>\$ 10,254</u>	<u>\$ 11,568</u>	<u>\$ 12,284</u>
Subtotal - State Funds.....	10,171	11,488	12,204

Summary by Fund and Appropriation

	(Dollar Amounts in Thousands)		
	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Subtotal - Augmentations	83	80	80
Total - General Government	\$ 10,254	\$ 11,568	\$ 12,284
Grants and Subsidies:			
PENNCARE	\$ 281,993	\$ 282,848	\$ 292,848
(A)Attendant Care Patient Fees	289	356	356
(A)Adult Protective Services	369	369	369
Subtotal	\$ 282,651	\$ 283,573	\$ 293,573
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	135,000	135,000	135,000
Grants to Senior Centers	2,000	2,000	3,000
Subtotal - State Funds	\$ 440,096	\$ 440,951	\$ 451,951
Subtotal - Augmentations	658	725	725
Total - Grants and Subsidies	\$ 440,754	\$ 441,676	\$ 452,676
STATE FUNDS	\$ 450,267	\$ 452,439	\$ 464,155
AUGMENTATIONS	741	805	805
LOTTERY FUND TOTAL	\$ 451,008	\$ 453,244	\$ 464,960
OTHER FUNDS:			
PHARMACEUTICAL ASSISTANCE FUND:			
PACE Contracted Services (EA)	\$ 2,698	* \$ 380	* \$ 3,152
(A)Department of Corrections Claims	1,094	1,320	1,320
Administration of PACE (EA)	1,224	1,286	1,358
(F)Diabetes Prevention (EA)	60	79	-
PHARMACEUTICAL ASSISTANCE FUND TOTAL	\$ 5,076	\$ 3,065	\$ 5,830
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	450,267	452,439	464,155
FEDERAL FUNDS	114,099	117,324	114,788
AUGMENTATIONS	741	805	805
RESTRICTED	-	-	-
OTHER FUNDS	5,076	3,065	5,830
TOTAL ALL FUNDS	\$ 570,183	\$ 573,633	\$ 585,578

* The PACE Contracted Services (EA) for 2021-22 Actual is \$137,698,000, 2022-23 Available is \$135,380,000, and 2023-24 Budget is \$138,152,000. Lottery Fund transfer to Pharmaceutical Assistance Fund not added to the total to avoid double counting.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
COMMUNITY SERVICES FOR OLDER PENNSYLVANIANS:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	315,267	317,439	329,155	329,279	329,404	329,529	329,653
FEDERAL FUNDS.....	114,099	117,324	114,788	114,788	114,788	114,788	114,788
AUGMENTATIONS	741	805	805	805	805	805	805
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL.....	\$ 430,107	\$ 435,568	\$ 444,748	\$ 444,872	\$ 444,997	\$ 445,122	\$ 445,246
PHARMACEUTICAL ASSISTANCE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	135,000	135,000	135,000	135,000	135,000	130,000	130,000
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	5,076	3,065	5,830	2,678	2,678	2,678	2,678
SUBCATEGORY TOTAL.....	\$ 140,076	\$ 138,065	\$ 140,830	\$ 137,678	\$ 137,678	\$ 132,678	\$ 132,678
ALL PROGRAMS:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	450,267	452,439	464,155	464,279	464,404	459,529	459,653
FEDERAL FUNDS.....	114,099	117,324	114,788	114,788	114,788	114,788	114,788
AUGMENTATIONS	741	805	805	805	805	805	805
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	5,076	3,065	5,830	2,678	2,678	2,678	2,678
DEPARTMENT TOTAL	\$ 570,183	\$ 573,633	\$ 585,578	\$ 582,550	\$ 582,675	\$ 577,800	\$ 577,924

Program: Community Services for Older Pennsylvanians

Goal: To enable older Pennsylvanians to maintain active and independent lives in their own homes or alternative community living arrangements.

The [Department of Aging](#) demonstrates the Commonwealth's commitment to supporting older Pennsylvanians by providing an array of services to address the varying needs of individuals and assist with aging in place in their homes and communities.

Many older Pennsylvanians require only minimal support to function independently, therefore a basic service provided by a network of [Area Agencies on Aging \(AAA\)](#) is to inform individuals of available services. AAAs sponsor senior community centers throughout the Commonwealth that provide a full range of social, nutritional, recreational, and educational activities. The centers serve congregate meals at lunchtime to provide older Pennsylvanians a hot, nutritionally balanced meal. The agencies also arrange transportation services to allow older Pennsylvanians to visit a doctor, shop, or attend community center events. Job training services include helping older Pennsylvanians find unsubsidized private sector employment and offering job training and subsidized part-time community service employment.

The department and the AAA network develop and administer a comprehensive and coordinated system of home and community-based services for older Pennsylvanians. Home and community-based services promote independence and self-reliance and maximize opportunities for family and community involvement. The department provides person-centered counseling to all consumers to apprise them of available resources, supports, and choices in the continuum of care.

The Department of Aging conducts assessments of individuals to determine unmet needs and refers them to the appropriate program for services which provide assistance to develop individual, person-centered care plans in coordination with an extensive network of providers. The department, in cooperation with the AAA network, is responsible for providing services in a consistent and efficient manner. The department's [OPTIONS](#) program of home and community-based services help provide eligible consumers assistance in maintaining independence at the highest level of functioning in the community and help delay the need for more costly care services. Priority services in OPTIONS include care management, in-home/home delivered meal service, personal care, and older adult daily living services. Persons with higher incomes share in the cost of OPTIONS services.

AAAs also administer the department's [Caregiver Support Program](#), which focuses on the well-being of the caregiver and provides resources, assistance, and reimbursement for caregiving-related expenses to eligible individuals.

AAAs also provide [protective services](#) to older Pennsylvanians who are at imminent risk of abuse, neglect, exploitation, or abandonment. The department, through the AAAs, investigates reports of need and develops individualized plans to eliminate or mitigate the risks.

Program Recommendations:

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

General Government Operations		Grants to Senior Centers	
\$ 393	—to replace nonrecurring benefits cost reduction.	\$ 1,000	—Initiative—to increase participation and
323	—to continue current program.		programming at senior community centers.
<hr/>			
\$ 716	<i>Appropriation Increase</i>		
PENNCARE			
\$ 5,000	—Initiative—to recruit and retain staff serving older adults in their homes.		
5,000	—Initiative—to reduce the OPTIONS program waiting list by 1,200 people.		
<hr/>			
\$ 10,000	<i>Appropriation Increase</i>		

Program: Community Services for Older Pennsylvanians, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
LOTTERY FUND:							
General Government Operations	\$ 10,171	\$ 11,488	\$ 12,204	\$ 12,204	\$ 12,204	\$ 12,204	\$ 12,204
PENNCARE	281,993	282,848	292,848	292,972	293,097	293,222	293,346
Pre-Admission Assessment	8,750	8,750	8,750	8,750	8,750	8,750	8,750
Caregiver Support	12,103	12,103	12,103	12,103	12,103	12,103	12,103
Alzheimer's Outreach	250	250	250	250	250	250	250
Grants to Senior Centers	2,000	2,000	3,000	3,000	3,000	3,000	3,000
TOTAL LOTTERY FUND	\$ 315,267	\$ 317,439	\$ 329,155	\$ 329,279	\$ 329,404	\$ 329,529	\$ 329,653

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	32,253 ^a	36,100 ^a	36,693 ^a	38,339	44,314	49,632	55,587
Percentage of investigative reports of need substantiated	35.7%	33.4%	33.9%	37.8%	37.5%	35.0%	35.0%
Percentage of facility complaints resolved to resident satisfaction by ombudsman	81%	86%	83%	83%	64% ^b	75%	77%
Increase services and support for caregivers in the Caregiver Support Program and develop a tool to better assess caregiver needs across the Commonwealth.							
Number of families receiving caregiver support	5,060 ^a	4,380 ^a	4,000 ^a	4,805	5,072	5,199	5,329
Ensure the department's services, programs, and supports reach older Pennsylvanians who need them.							
Number of congregate meals served	99,370 ^a	105,210	102,850	54,893 ^b	64,075	70,450	73,973
Home delivered meals	40,530 ^a	43,900 ^a	44,970 ^a	50,696	54,824	56,195	57,318

^a Measure data has been updated to reflect the most current state databases.

^b Decrease due to COVID-19 pandemic.

Program: Pharmaceutical Assistance

Goal: To assist eligible older Pennsylvanians who experience difficulty meeting the cost of prescription drugs necessary to maintain healthy lives.

The [Pharmaceutical Assistance Contract for the Elderly \(PACE\)](#) program provides pharmaceutical assistance to qualified older Pennsylvanians age 65 and over with limited incomes.

The PACE program has two components - PACE and PACE Needs Enhancement Tier (PACENET). PACENET covers individuals with higher incomes. The program pays the Medicare premiums for Part D coverage for PACE and PACENET enrollees, but PACENET cardholders must pay the equivalent of their Part D monthly premiums along with their copays when they pick-up their medications at the pharmacy.

The program acts as the enrollees' representative and facilitates cardholder enrollment into the Extra Help/Low-Income Subsidy offering under Part D and collaborates with selected prescription drug plans to facilitate enrollment of PACE and PACENET cardholders into Part D. The program covers all medications requiring a prescription in the Commonwealth, as well as insulin, insulin syringes, and needles, unless a manufacturer does not participate in the Manufacturer's Rebate Program. It does not cover medications that can be purchased without a prescription.

The Department of Aging is responsible for ensuring compliance with the program requirements. In addition to careful review of eligibility, including income verification by matching with Pennsylvania income tax returns, the department conducts compliance audits of pharmacy providers to ensure compliance with policies and contract provisions, and has established both a prospective and a retrospective drug utilization review system to monitor and correct misuse of drug therapies.

The department also serves as the administrative and fiscal agent for other Commonwealth-sponsored drug reimbursement programs. It processes and adjudicates claims, conducts cardholder/provider enrollment and outreach, and collects drug rebates from pharmaceutical manufacturers.

PACE conducts benefit outreach and assistance for parolees identified by the Department of Corrections and the Board of Probation and Parole. The program assists in the administration of their pharmacy benefits including the coordination of benefits with PACE and participation in the federal 340B prescription program through Temple University Health Systems. The [PACE Application Center](#) and the [Pennsylvania Patient Assistance Clearinghouse](#) are available to assist all adult Pennsylvanians with the cost of prescription drugs by applying them for the pharmacy benefits, as well as other public and private health care benefits and social services, such as transportation, housing, and employment.

Program Recommendations:

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

Transfer to Pharmaceutical Assistance Fund is recommended at the current year funding level.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
LOTTERY FUND:							
Transfer to Pharmaceutical Assistance Fund	\$ 135,000	\$ 135,000	\$ 135,000	\$ 135,000	\$ 135,000	\$ 130,000	\$ 130,000

Program: Pharmaceutical Assistance, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Ensure that eligible older Pennsylvanians who need help in paying for medications are enrolled in PACE/PACENET.							
Number of older Pennsylvanians enrolled (average) in PACE	84,418	75,351	70,312	61,934	55,616	49,943	44,848
Total prescriptions per year - PACE	2,147,594	1,745,129	1,429,657	1,178,720	1,042,800	920,489	813,419
Number of older Pennsylvanians enrolled (average) in PACENET	148,588	153,637	154,371	147,046	149,490	147,188	144,921
Total prescriptions per year - PACENET	4,101,029	3,779,470	3,398,782	3,043,557	2,969,712	2,806,591	2,652,411



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, and transportation farm equipment.

Programs and Goals

Protection and Development of Agricultural Industries: To facilitate agriculture's continued economic vitality and assure 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)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET
GENERAL FUND:			
General Government:			
General Government Operations	\$ 34,952	\$ 38,748	\$ 46,012
(F)Plant Pest Detection System	1,300	1,300	1,300
(F)Poultry Grading Service	100	-	-
(F)Medicated Feed Mill Inspection	200	200	200
(F)National School Lunch Administration	1,700	1,700	1,700
(F)Emergency Food Assistance	11,500	11,500	11,500
(F)COVID-Emergency Food Assistance (EA)	4,068	-	-
(F)COVID-Local Food Purchase Assistance (EA)	-	15,200	-
(F)Pesticide Control.....	1,000	1,000	1,000
(F)Agricultural Risk Protection.....	1,000	1,000	1,000
(F)Commodity Supplemental Food	3,500	3,500	3,500
(F)Organic Cost Distribution.....	650	650	650
(F)Animal Disease Control	4,000	4,000	4,000
(F)COVID-Epidemiology and Laboratory Surveillance and Response (EA)	1,972	-	-
(F)Food Establishment Inspections.....	5,000	5,000	5,000
(F)Integrated Pest Management	250	250	250
(F)Johne's Disease Herd Project	2,000	-	-
(F)Avian Influenza Surveillance.....	25,000	50,000	25,000
(F)Scrapie Disease Control	60	60	60
(F)Foot and Mouth Disease Monitoring.....	150	150	150
(F)Innovative Nutrient and Sediment Reduction	750	750	750
(F)Animal Identification.....	2,000	2,000	2,000
(F)Specialty Crops.....	3,500	3,500	3,500
(F)Emerald Ash Borer Mitigation	800	800	800
(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	12,000
(F)Animal Feed Regulatory Program	2,000	2,000	2,000
(F)Conservation Partnership Farmland Preservation.....	6,500	6,500	6,500
(F)Invasive Plant Suppression (EA)	56	-	-
(F)Chesapeake Bay Pollution Abatement (EA)	3,118	1,780	1,780
(A)Lime Control Fees	23	15	20
(A)Lime Registration Fees.....	4	3	3

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET
(A)Commercial Feed Facility Inspections.....	49	50	50
(A)Commercial Feed Inspections.....	749	750	750
(A)Milk Plant Inspections.....	18	20	20
(A)Pesticide Regulation.....	547	750	550
(A)Training Rides and Attractions.....	49	5	25
(A)Apiary Registration and Fees.....	25	30	25
(A)Consumer Fireworks License.....	762	600	650
(A)Taxidermy Permit Registrations.....	109	100	100
(A)Vet Lab Diagnostic Fees.....	701	700	700
(A)Domestic Animal Dealer License.....	59	65	65
(A)Food Site Inspection, License, and Registration Fees.....	19	15	20
(A)Certificates of Free Sale.....	115	150	115
(A)Interagency Services.....	300	430	400
(A)Departmental Services.....	- a	- a	- a
(A)Transfer from Fertilizer Account.....	- b	- b	- b
(A)Transfer from Environmental Stewardship Fund.....	- c	- c	- c
(R)Dog Law Administration.....	6,640	6,965	9,251
(R)Pesticide Regulation.....	3,836	5,460	5,745
(R)Agriculture Farm Operations.....	355	486	444
(R)Plant Pest Management.....	485	603	543
(R)Agronomic Regulatory Account.....	312	503	983
(R)Fruit and Vegetable Inspection and Grading.....	217	150	198
(R)Cervidae Livestock Operations.....	25	70	70
(R)National School Lunch.....	(86) d	60	60
Subtotal.....	\$ 152,439	\$ 189,568	\$ 159,439
Agricultural Preparedness and Response.....	3,000	34,000	34,000
(R)Rapid Response Disaster Readiness.....	- e	- e	- e
Agricultural Excellence.....	2,800	3,050	3,550
Agricultural Business and Workforce Investment.....	4,500	4,500	5,000
(R)Agricultural Business Development Center Fund.....	- f	- f	- f
(R)Specialty Crop Block Grant Fund.....	- g	- g	- g
Farmers' Market Food Coupons.....	2,079	2,079	2,079
(F)Farmers' Market Food Coupons.....	3,500	3,500	3,500
(F)Senior Farmers' Market Nutrition.....	2,200	2,200	2,200

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Agricultural Research	2,187	2,187	2,187
Agricultural Promotion, Education, and Exports	553	303	303
Hardwoods Research and Promotion.....	474	474	474
Subtotal - State Funds.....	\$ 50,545	\$ 85,341	\$ 93,605
Subtotal - Federal Funds.....	107,874	138,540	98,340
Subtotal - Augmentations.....	3,529	3,683	3,493
Subtotal - Restricted.....	11,784	14,297	17,294
Total - General Government.....	<u>\$ 173,732</u>	<u>\$ 241,861</u>	<u>\$ 212,732</u>
Grants and Subsidies:			
Livestock and Consumer Health Protection	\$ 1,000	\$ 1,000	\$ -
Animal Health and Diagnostic Commission	2,000	6,000	-
Livestock Show.....	215	215	215
Open Dairy Show	215	215	215
Youth Shows	169	169	169
State Food Purchase	22,688	24,688	24,688
Food Marketing and Research	494	494	494
(F)Market Improvement.....	250	250	250
Fresh Food Financing Initiative.....	-	-	2,000
Transfer to Nutrient Management Fund	6,200	6,200	6,200
Transfer to Conservation District Fund.....	869	2,669	2,669
Transfer to Agricultural College Land Scrip Fund	54,960	57,710	58,864
Transfer to Farm Products Show Fund	-	5,000	5,000
PA Preferred Program Trademark Licensing.....	3,205	3,205	2,905
(R)PA Preferred Trademark Licensing Fund.....	- ^h	- ^h	- ^h
University of Pennsylvania-Veterinary Activities	31,660	31,660	32,293
University of Pennsylvania-Center for Infectious Disease	295	1,893	1,931
Subtotal - State Funds.....	\$ 123,970	\$ 141,118	\$ 137,643
Subtotal - Federal Funds.....	250	250	250
Total - Grants and Subsidies.....	<u>\$ 124,220</u>	<u>\$ 141,368</u>	<u>\$ 137,893</u>
STATE FUNDS	\$ 174,515	\$ 226,459	\$ 231,248
FEDERAL FUNDS.....	108,124	138,790	98,590
AUGMENTATIONS	3,529	3,683	3,493
RESTRICTED	11,784	14,297	17,294
GENERAL FUND TOTAL	<u>\$ 297,952</u>	<u>\$ 383,229</u>	<u>\$ 350,625</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Weights and Measures Administration	\$ 5,817	\$ 5,817	\$ 5,817
<i>Grants and Subsidies:</i>			
Dirt, Gravel, and Low Volume Roads	\$ 28,000	\$ 28,000	\$ 28,000
MOTOR LICENSE FUND TOTAL	\$ 33,817	\$ 33,817	\$ 33,817
<u>OTHER FUNDS:</u>			
AGRICULTURAL COLLEGE LAND SCRIP FUND:			
(R)Agricultural Research Programs and Extension Services.....	\$ -	\$ -	\$ -
AGRICULTURAL CONSERVATION EASEMENT PURCHASE FUND:			
Purchase of County Easements (EA).....	\$ 40,000	\$ 40,000	\$ 40,000
CLEAN STREAMS FUND:			
(F)COVID-SFR SCC Agriculture Conservation Assistance Program.....	\$ -	\$ 154,000	\$ -
CONSERVATION DISTRICT FUND:			
Conservation District Grants (EA)	\$ 3,200	\$ 3,373	\$ 5,173
ENVIRONMENTAL STEWARDSHIP FUND:			
Transfer to Agricultural Conservation Easement Program (EA)	\$ 13,145	\$ 13,865	\$ 14,267
FARM PRODUCTS SHOW FUND:			
General Operations (EA).....	\$ 13,000	\$ 14,582	\$ 14,671
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.....	-	20,500	-
Nutrient Management-Administration (EA)	1,369	1,381	1,463
NUTRIENT MANAGEMENT FUND TOTAL	\$ 4,649	\$ 25,161	\$ 4,743
PA RACE HORSE DEVELOPMENT TRUST FUND:			
(R)Animal Health and Diagnostic Commission	\$ 5,350	\$ 5,350	\$ 5,350
(R)Payments to Pennsylvania Fairs	4,000	4,000	4,000
(R)Pennsylvania Veterinary Lab.....	5,309	5,309	5,309
(R)Transfer to Farm Products Show Fund	5,000	-	-
PA RACE HORSE DEVELOPMENT TRUST FUND TOTAL	\$ 19,659	\$ 14,659	\$ 14,659
STATE RACING FUND:			
State Racing Commission.....	\$ 7,180	\$ 7,555	\$ 6,750
Equine Toxicology and Research Laboratory	13,251	13,535	12,000
(A)Reimbursements-Out-of-State Testing.....	-	5	-
Horse Racing Promotion	1,972	2,261	2,000
(R)Sire Stakes Fund.....	9,683	9,539	9,539
(R)Breeders' Fund.....	16,243	15,000	15,000
(R)PA Standardbred Breeders Development Fund.....	5,504	7,600	7,600
STATE RACING FUND TOTAL	\$ 53,833	\$ 55,495	\$ 52,889

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 174,515	\$ 226,459	\$ 231,248
MOTOR LICENSE FUND	33,817	33,817	33,817
LOTTERY FUND	-	-	-
FEDERAL FUNDS	108,124	138,790	98,590
AUGMENTATIONS	3,529	3,683	3,493
RESTRICTED	11,784	14,297	17,294
OTHER FUNDS	147,486	321,135	146,402
TOTAL ALL FUNDS	\$ 479,255	\$ 738,181	\$ 530,844

^a Not added to avoid double counting: 2021-22 Actual is \$5,737,801, 2022-23 Available is \$5,631,000, and 2023-24 Budget is \$6,162,000.

^b Not added to avoid double counting: 2021-22 Actual is \$0, 2022-23 Available is \$10,000, and 2023-24 Budget is \$0.

^c Not added to avoid double counting: 2021-22 Actual is \$337,775, 2022-23 Available is \$347,000, and 2023-24 Budget is \$357,000.

^d Refund of prior year payments.

^e Transfer from Agricultural Preparedness and Response not added to avoid double counting: 2021-22 Actual is \$3,242,098, 2022-23 Available is \$34,000,000, and 2023-24 Budget is \$34,000,000.

^f Transfer from Agricultural Business and Workforce Investment not added to avoid double counting: 2021-22 Actual is \$1,244,266, 2022-23 Available is \$2,000,000, and 2023-24 Budget is \$2,500,000.

^g Transfer from Agricultural Business and Workforce Investment not added to avoid double counting: 2021-22 Actual is \$462,106, 2022-23 Available is \$500,000, and 2023-24 Budget is \$500,000.

^h Transfer from PA Preferred Program Trademark Licensing not added to avoid double counting: 2021-22 Actual is \$2,005,219, 2022-23 Available is \$3,205,000, and 2023-24 Budget is \$2,905,000.

ⁱ The General Fund transfer to Agricultural College Land Scrip Fund not added to avoid double counting: 2021-22 Actual is \$54,960,000, 2022-23 Available is \$57,710,000, and 2023-24 Budget is \$58,864,000.

^j Includes recommended supplemental executive authorization of \$2,875,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PROTECTION AND DEVELOPMENT OF AGRICULTURAL INDUSTRIES:							
GENERAL FUND.....	\$ 149,748	\$ 199,692	\$ 204,481	\$ 176,481	\$ 176,981	\$ 176,981	\$ 176,981
MOTOR LICENSE FUND ...	33,817	33,817	33,817	33,817	33,817	33,817	33,817
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	80,546	100,080	75,080	75,080	75,080	75,080	75,080
AUGMENTATIONS	3,529	3,683	3,493	3,493	3,493	3,493	3,493
RESTRICTED	11,784	14,297	17,294	17,294	17,994	17,994	17,994
OTHER FUNDS.....	93,653	265,640	93,513	94,033	94,982	95,755	97,034
SUBCATEGORY TOTAL....	\$ 373,077	\$ 617,209	\$ 427,678	\$ 400,198	\$ 402,347	\$ 403,120	\$ 404,399
HORSE RACING REGULATION:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	53,833	55,495	52,889	52,915	49,338	46,930	46,598
SUBCATEGORY TOTAL....	\$ 53,833	\$ 55,495	\$ 52,889	\$ 52,915	\$ 49,338	\$ 46,930	\$ 46,598
EMERGENCY FOOD ASSISTANCE:							
GENERAL FUND.....	\$ 24,767	\$ 26,767	\$ 26,767	\$ 26,767	\$ 26,767	\$ 26,767	\$ 26,767
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	27,578	38,710	23,510	23,510	23,510	23,510	23,510
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 52,345	\$ 65,477	\$ 50,277	\$ 50,277	\$ 50,277	\$ 50,277	\$ 50,277
ALL PROGRAMS:							
GENERAL FUND.....	\$ 174,515	\$ 226,459	\$ 231,248	\$ 203,248	\$ 203,748	\$ 203,748	\$ 203,748
MOTOR LICENSE FUND ...	33,817	33,817	33,817	33,817	33,817	33,817	33,817
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	108,124	138,790	98,590	98,590	98,590	98,590	98,590
AUGMENTATIONS	3,529	3,683	3,493	3,493	3,493	3,493	3,493
RESTRICTED	11,784	14,297	17,294	17,294	17,994	17,994	17,994
OTHER FUNDS.....	147,486	321,135	146,402	146,948	144,320	142,685	143,632
DEPARTMENT TOTAL	\$ 479,255	\$ 738,181	\$ 530,844	\$ 503,390	\$ 501,962	\$ 500,327	\$ 501,274

Program: Protection and Development of Agricultural Industries

Goal: To facilitate agriculture's continued economic vitality and assure the health and safety of consumers, animals, and plants while protecting the environment through agricultural stewardship of natural resources.

In its strategic plan for the development and protection of agricultural industries, the [Department of Agriculture](#) identifies three public-facing goals. The first, to facilitate agriculture's continued economic vitality, led to new grant programs for constituencies such as very small meat processors, the emerging hemp industry, and urban agriculture. The second, to assure the health and safety of consumers, plants, and animals, reflects the department'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 third, to assure agricultural stewardship of natural resources, 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, financial, 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 Rural 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 help ensure the safety of Pennsylvania's food supply. That access to processors gives the department an opportunity to market resources available from the Commonwealth.

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.

Program: Protection and Development of Agricultural Industries, continued**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 assure 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.

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 [Agri-Link 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 FUND:			
General Government Operations			
\$ 1,530	—to replace nonrecurring benefits cost reduction.	\$ (6,000)	Animal Health and Diagnostic Commission —program elimination.
2,234	—to continue current program.		
2,500	—Initiative—to provide technical assistance to counties, ensuring the integrity of easement portfolios.	\$ 2,000	Fresh Food Financing Initiative —Initiative—to improve access to quality fresh food at smaller and non-traditional food locations.
1,000	—Initiative—to provide capacity to certify Pennsylvania products as organic.		
\$ 7,264	<i>Appropriation Increase</i>		
Agricultural Excellence			
\$ 500	—Initiative—to expand the supply chain for Pennsylvania's diverse plant industries.		
Agricultural Business and Workforce Investment			
\$ 300	—transferred from PA Preferred Program Trademark Licensing for program support.	\$ (300)	PA Preferred Program Trademark Licensing —transferred to Agricultural Business and Workforce Investment for program support.
200	—Initiative—to provide mental health services and resources to farmers.	\$ 633	University of Pennsylvania-Veterinary Activities —Initiative—to invest in higher education and improve programs related to agriculture.
\$ 500	<i>Appropriation Increase</i>		
Livestock and Consumer Health Protection			
\$ (1,000)	—program elimination.	\$ 38	University of Pennsylvania-Center for Infectious Disease —Initiative—to invest in higher education and improve programs related to agriculture.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 34,952	\$ 38,748	\$ 46,012	\$ 45,512	\$ 45,512	\$ 45,512	\$ 45,512
Agricultural Preparedness and Response.....	3,000	34,000	34,000	6,500	6,500	6,500	6,500
Agricultural Excellence.....	2,800	3,050	3,550	3,550	3,550	3,550	3,550
Agricultural Business and Workforce Investment	4,500	4,500	5,000	5,000	5,000	5,000	5,000
Agricultural Research.....	2,187	2,187	2,187	2,187	2,187	2,187	2,187
Agricultural Promotion, Education, and Exports	553	303	303	303	303	303	303
Hardwoods Research and Promotion	474	474	474	474	474	474	474
Livestock and Consumer Health Protection	1,000	1,000	-	-	-	-	-

Program: Protection and Development of Agricultural Industries, continued

Appropriations within this Program, continued

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Animal Health and Diagnostic Commission	2,000	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
Transfer to Nutrient Management Fund	6,200	6,200	6,200	6,200	6,700	6,700	6,700
Transfer to Conservation District Fund	869	2,669	2,669	2,669	2,669	2,669	2,669
Transfer to Agricultural College Land Scrip Fund	54,960	57,710	58,864	58,864	58,864	58,864	58,864
Transfer to Farm Products Show Fund	-	5,000	5,000	5,000	5,000	5,000	5,000
PA Preferred Program Trademark Licensing	3,205	3,205	2,905	2,905	2,905	2,905	2,905
University of Pennsylvania-Veterinary Activities	31,660	31,660	32,293	32,293	32,293	32,293	32,293
University of Pennsylvania-Center for Infectious Disease	295	1,893	1,931	1,931	1,931	1,931	1,931
TOTAL GENERAL FUND	\$ 149,748	\$ 199,692	\$ 204,481	\$ 176,481	\$ 176,981	\$ 176,981	\$ 176,981
MOTOR LICENSE FUND:							
Weights and Measures Administration	\$ 5,817	\$ 5,817	\$ 5,817	\$ 5,817	\$ 5,817	\$ 5,817	\$ 5,817
Dirt, Gravel, and Low Volume Roads	28,000	28,000	28,000	28,000	28,000	28,000	28,000
TOTAL MOTOR LICENSE FUND	\$ 33,817	\$ 33,817	\$ 33,817	\$ 33,817	\$ 33,817	\$ 33,817	\$ 33,817

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Decrease threats to animal and human health in Pennsylvania through inspections and laboratory testing.							
Number of tests conducted by the Pennsylvania Animal Diagnostic Lab System to support access to markets (domestic and international) (in thousands)	620	620	629	615	613	612	615
Annual percentage completion of required regulatory inspections conducted by the Bureau of Animal Health and Diagnostic Services	N/A	N/A	N/A	79%	80%	80%	80%

Program: Protection and Development of Agricultural Industries, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
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	57%	47%	49%	43%	43%	44%	48%
Reduce foodborne illness threats through more efficient inspections.							
Number of retail food facility inspections conducted annually to prevent foodborne illnesses	N/A	N/A	42,996	46,023	47,087	47,000	47,000
Number of retail food safety inspections conducted per food inspector	560	676	494	476	523	500	500
Decrease the risk to Pennsylvania consumers when engaging in commercial transactions.							
Number of weights and measures device and system inspections (in thousands)	147	149	152	141	120	139	150
Percentage of weighing and measuring devices inspected within their approved time interval	58%	52%	49%	65%	61%	58%	65%
Preserve 200 farms (approx. 16,000 acres) annually.							
Number of new farm acres protected	20,000	17,066	14,605	14,760	14,885	16,000	16,000
Decrease nutrient runoff and conserve Pennsylvania's natural resources through increased opportunities and incentives in addition to Best Management Practices.							
Number of farm acres covered by approved Nutrient Management Plans (in thousands)	457	457	240	242	248	250	252
Assure agricultural stewardship of natural resources.							
Number of Best Management Practices implemented as a result of the Resource Enhancement and Protection program	N/A	476	725	645	650	660	700
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 .	\$ 2,300	\$ 1,882	\$ 1,891	\$ 1,981	\$ 2,000	\$ 2,000	\$ 2,000
Decrease threats to plant health in Pennsylvania through survey, inspection, and lab testing.							
Percentage of plant industry businesses licensed in compliance with the Spotted Lanternfly Quarantine Order through execution and receipt of a quarantine zone travel compliance permit.....	N/A	13%	14%	26%	30%	31%	35%
Facilitate introduction of industrial hemp as a viable food and fiber crop.							
Number of permits issued to grow hemp	N/A	324	510	426	275	250	250

Program: Protection and Development of Agricultural Industries, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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.							
Number of trained and accredited agricultural consultants, agricultural support service personnel, and municipal staff.....	1,093	2,070	1,790	3,200	2,300	2,390	2,400
Number of training hours provided to accredited agricultural consultants, agricultural support service personnel, and municipal staff.....	22,650	19,550	11,972	12,424	12,824	13,000	13,000
Facilitate agriculture's continued economic vitality.							
Number of newly preserved farms with a transition, succession, or business plan.....	N/A	N/A	60	17	50	50	50
Percent increase in the number of certified or transitioning to certified organic operations.....	N/A	N/A	N/A	3%	4%	5%	8%
Percent increase in the number of people participating as gardeners and/or volunteers in the funded programs.....	N/A	N/A	N/A	10%	12%	14%	14%
Broaden workforce development and education opportunities.							
Percent increase in the number of youths benefitting from an Ag and Youth Development grant-funded educational opportunity.....	N/A	N/A	N/A	2%	4%	6%	6%
Number of youth events held at the Pennsylvania Farm Show Complex & Expo Center annually.....	N/A	13	8	0 *	8	10	10
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.....	N/A	N/A	62%	64%	75%	75%	75%
Dollar value of the economic impact of the Pennsylvania Farm Show Complex & Expo Center (in millions)	N/A	\$ 300	\$ 250	\$ 0 *	\$ 250	\$ 250	\$ 255

* Reduction due to COVID-19 pandemic.

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
\$ (805)	—to continue current program.	\$ (261)	—to continue current program.
	Equine Toxicology and Research Laboratory		
\$ (1,535)	—to continue current program.		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE RACING FUND:							
State Racing Commission	\$ 7,180	\$ 7,555	\$ 6,750	\$ 6,750	\$ 6,750	\$ 6,750	\$ 6,750
Equine Toxicology and Research Laboratory	13,251	13,535	12,000	12,500	12,001	11,339	11,039
Horse Racing Promotion	1,972	2,261	2,000	1,944	1,910	1,885	1,865
(R)Sire Stakes Fund	9,683	9,539	9,539	9,121	6,769	6,528	6,522
(R)Breeders' Fund	16,243	15,000	15,000	15,000	15,000	15,000	15,000
(R)PA Standardbred Breeders Development Fund	5,504	7,600	7,600	7,600	6,908	5,428	5,422
TOTAL STATE RACING FUND	\$ 53,833	\$ 55,490	\$ 52,889	\$ 52,915	\$ 49,338	\$ 46,930	\$ 46,598

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. Since 2015, the Department of Agriculture has managed 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)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Farmers' Market Food Coupons	\$ 2,079	\$ 2,079	\$ 2,079	\$ 2,079	\$ 2,079	\$ 2,079	\$ 2,079
State Food Purchase	22,688	24,688	24,688	24,688	24,688	24,688	24,688
TOTAL GENERAL FUND	\$ 24,767	\$ 26,767	\$ 26,767	\$ 26,767	\$ 26,767	\$ 26,767	\$ 26,767

Program: Emergency Food Assistance, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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).....	2.7	2.7	2.3	8.2 *	2.5	4.0	4.0
Dollar value of Senior Farmers Market Nutrition Program vouchers redeemed (in millions)	N/A	\$ 2.6	\$ 2.5	\$ 2.4	\$ 2.4	\$ 2.5	\$ 2.6
Dollar value of Women, Infants, and Children Farmers Market Nutrition Program vouchers redeemed (in millions)	N/A	\$ 1.3	\$ 1.2	\$ 0.9	\$ 0.9	\$ 1.0	\$ 1.0
Capitalize on branding and marketing opportunities.							
Number of producers from whom product is sourced annually for the Pennsylvania Agricultural Surplus System.....	N/A	127	140	164	183	205	215

* Increase due to availability of COVID-19 relief funds.



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 marketplace.

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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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GENERAL FUND:

General Government:

(R)Securities Operations (EA).....	\$ 9,477	\$ 8,882	\$ 9,290
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OTHER FUNDS:

BANKING TRUST FUND:

General Government Operations	\$ 23,786	\$ 23,413	\$ 23,532
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Transfer to Institution Resolution Account (EA)	5,000	5,000	5,000
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BANKING TRUST FUND TOTAL.....	\$ 28,786	\$ 28,413	\$ 28,532
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DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ -	\$ -	\$ -
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MOTOR LICENSE FUND.....	-	-	-
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LOTTERY FUND.....	-	-	-
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FEDERAL FUNDS.....	-	-	-
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AUGMENTATIONS	-	-	-
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RESTRICTED.....	9,477	8,882	9,290
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OTHER FUNDS.....	28,786	28,413	28,532
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TOTAL ALL FUNDS	\$ 38,263	\$ 37,295	\$ 37,822
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Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
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FINANCIAL SERVICES INDUSTRY REGULATION:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
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LOTTERY FUND.....	-	-	-	-	-	-	-
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FEDERAL FUNDS.....	-	-	-	-	-	-	-
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AUGMENTATIONS	-	-	-	-	-	-	-
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RESTRICTED.....	9,477	8,882	9,290	9,290	9,290	9,290	9,290
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OTHER FUNDS.....	28,786	28,413	28,532	28,532	28,532	28,532	28,532
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DEPARTMENT TOTAL	\$ 38,263	\$ 37,295	\$ 37,822	\$ 37,822	\$ 37,822	\$ 37,822	\$ 37,822
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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 Government Operations	
\$ 644	—to replace nonrecurring benefits cost reduction.
(525)	—to continue current program.
\$ 119	<i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
BANKING TRUST FUND:							
General Government Operations	\$ 23,786	\$ 23,413	\$ 23,532	\$ 23,532	\$ 23,532	\$ 23,532	\$ 23,532
Transfer to Institution Resolution Account (EA).....	5,000	5,000	5,000	5,000	5,000	5,000	5,000
TOTAL BANKING TRUST FUND.....	\$ 28,786	\$ 28,413	\$ 28,532	\$ 28,532	\$ 28,532	\$ 28,532	\$ 28,532

Program: Financial Services Industry Regulation, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Complete independent depository examinations in a timely manner.							
Average number of days for turnaround of independent depository institution examinations	32	31	25	23	27	30	30
Develop highly skilled workforce.							
Percentage of eligible depository and non-depository examiners with the highest certification available for their level of experience	90.0%	100.0%	98.3%	100.0%	100.0%	90.0%	90.0%
Examine non-depository licensees on a regular basis.							
Percentage of all non-depository licensees examined	26.0%	24.0%	24.0%	25.1%	24.6%	20.0%	20.0%
Examine Securities Investment Adviser registrants on an annual basis.							
Percentage of Securities Investment Adviser registrants examined on an annual basis	16.8%	18.0%	16.8%	23.0%	15.4%	20.0%	20.0%
Respond to consumer complaints in a timely and fair manner.							
Average number of days to respond to consumer complaints	4	4	4	4	2	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 the Commonwealth. With a keen eye toward diversity and inclusiveness, the department acts as an advisor and advocate, 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 stimulate business growth and attraction to create jobs and ensure a high-quality workforce through targeted job training.

Pennsylvania Innovation Economy: 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.

Pennsylvania Worldwide: To leverage the state's overseas network and local partnerships to increase the department's facilitated export sales, foreign direct investments, and global opportunities in targeted markets, ultimately creating and retaining jobs in the Commonwealth.

Pennsylvania Assets: To inspire 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.

Pennsylvania Communities: To provide resources and technical assistance and make impactful investments that enhance the performance and quality of Pennsylvania's local governments and communities.

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2021-22 2022-23 2023-24
ACTUAL AVAILABLE BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 21,032	\$ 30,747	\$ 26,397
(F)DOE-Weatherization Administration	6,000	6,000	6,000
(F)IIJA-DOE-Weatherization Administration	-	2,791	5,500
(F)SCDBG-Administration	4,000	4,000	4,000
(F)SCDBG-Disaster Recovery Administration	1,500	1,500	1,500
(F)SCDBG-Neighborhood Stabilization Administration	800	800	800
(F)SCDBG/HUD Special Projects.....	2,000	2,000	2,000
(F)COVID-CDBG Administration (EA)	388	1,356	-
(F)CSBG-Administration	1,607	1,607	1,607
(F)COVID-CSBG Administration (EA)	181	24	-
(F)LIHEABG-Administration	1,500	1,500	2,000
(F)COVID-LIHEAP Administration (EA).....	15	252	-
(F)EMG Solutions Administration	1,000	1,000	1,000
(F)COVID-ESG Administration (EA).....	414	302	-
(F)Economic Adjustment Assistance	5,000	5,000	5,000
(F)ARC-Technical Assistance	1,000	1,000	1,000
(F)Continuum of Care Planning Grant.....	2,000	2,000	2,000
(F)Federal Grant Initiatives.....	10,000	10,000	10,000
(F)ARC-Area Development	6,000	6,000	6,000
(F)Recovery Housing Administration.....	1,000	1,000	1,000
(A)Commonwealth Financing Authority	4,288	4,300	4,800
(A)Pennsylvania Industrial Development Authority.....	1,486	1,500	1,500
(A)Pennsylvania Economic Development Financing Authority.....	663	675	675
(A)Governmental Transfers.....	1,326	5	5
(A)Local Match.....	101	80	80
(A)Community Development Bank	54	50	50
(A)Application Fees.....	10	-	-
Subtotal	<u>\$ 73,365</u>	<u>\$ 85,489</u>	<u>\$ 82,914</u>
(R)Small Business Advocate-Utilities	1,825	1,825	1,910
Center for Local Government Services.....	4,217	4,424	4,707
(A)Reimbursements	5	5	5
Office of Open Records	3,299	3,627	3,870
Office of International Business Development.....	5,830	5,969	6,152
(F)SBA State Trade and Export Promotion.....	1,500	1,500	1,500
Marketing to Attract Tourists.....	30,151	29,965	4,136
(A)Travel Advertisements.....	60	60	60

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(A)Film Tax Credit App.....	65	60	60
(R)Marketing to Attract Tourists	5,000	5,000	7,000
Marketing to Attract Business	2,016	2,016	2,057
Base Realignment and Closure.....	556	556	573
Subtotal - State Funds.....	\$ 67,101	\$ 77,304	\$ 47,892
Subtotal - Federal Funds.....	45,905	49,632	50,907
Subtotal - Augmentations.....	8,058	6,735	7,235
Subtotal - Restricted.....	6,825	6,825	8,910
Total - General Government.....	\$ 127,889	\$ 140,496	\$ 114,944
Grants and Subsidies:			
Transfer to Municipalities Financial Recovery Revolving Fund.....	\$ 4,500	\$ 4,500	\$ 6,500
Transfer to Ben Franklin Tech. Development Authority Fund.....	14,500	17,000	17,000
Invent Penn State	-	2,350	2,350
Intergovernmental Cooperation Authority-3rd Class Cities	100	100	100
Pennsylvania First.....	20,000	20,000	33,000
Municipal Assistance Program	546	546	2,000
(F)FEMA Technical Assistance	450	-	-
Keystone Communities.....	29,700	36,970	15,000
(F)Community Services Block Grant	50,000	50,000	50,000
(F)LIHEABG-Weatherization Program	48,000	48,000	60,000
(F)DOE-Weatherization.....	26,000	26,000	26,000
(F)IIJA-DOE-Weatherization Program.....	-	47,209	80,000
(F)SCDBG-Disaster Recovery Grant.....	56,000	56,000	56,000
(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	20,000	20,000	20,000
(F)EDA Power Grant.....	3,000	3,000	-
(F)Recovery Housing Program.....	5,000	5,000	5,000
(F)COVID-State Small Business Credit Initiative (EA)	265,397	2,441	-
(F)COVID-Broadband Capital Projects.....	-	278,794	-
(F)COVID-CARES Vaccine Outreach (EA).....	11,000	-	-
(F)COVID-ARPA Tourism Non-Competitive (EA)	17,086	-	-
(F)COVID-SFR Pandemic Response	176,098	-	-
(F)COVID-SFR Transfer to CFA/Water and Sewer Projects.....	320,000	-	-
(F)COVID-SFR Whole Home Repairs Program.....	-	125,000	-
(F)COVID-SFR Transfer to CFA/Cultural Museum Preservation	-	15,000	-

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET	
(F)IIJA-Broadband Equity, Access, and Deployment.....	-	100,000	330,000	a
(F)IIJA-State Digital Equity Capacity.....	-	1,605	14,438	a
(F)IIJA-Local Cybersecurity.....	-	-	-	b
(R)Election Integrity.....	-	45,000	45,000	
Appalachian Regional Commission.....	-	-	750	c
Partnerships for Regional Economic Performance.....	9,880	10,880	10,880	
Manufacturing PA.....	12,000	12,000	13,000	
Strategic Management Planning Program.....	2,367	2,367	3,617	
Tourism-Accredited Zoos.....	800	1,000	1,000	
Infrastructure Technology Assistance Program.....	2,000	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	10,000	
Public Television Technology.....	-	-	875	
America250PA.....	-	-	250	
Food Access Initiative.....	1,000	1,000	1,000	
Community and Economic Assistance.....	-	66,735	-	
Workforce Development.....	-	5,000	-	
Historically Disadvantaged Business Assistance.....	-	-	20,000	
(F)COVID-SFR Historically Disadvantaged Business Assistance.....	-	20,000	-	
Foundations in Industry.....	-	-	3,000	
Local Municipal Relief.....	18,775	45,850	-	
(F)COVID-Homeowner Assistance (PHFA) (EA).....	350,362	-	-	
(F)COVID-SFR Construction Cost Relief (PHFA).....	50,000	-	-	
(F)COVID-SFR Development Cost Relief (PHFA).....	-	150,000	-	
(F)COVID-SFR Affordable Housing Construction (PHFA).....	-	100,000	-	
(R)Industrial Sites Environmental Assessment Fund.....	876	3,000	3,000	
(R)Industrialized Housing.....	319	350	400	
Subtotal - State Funds.....	\$ 126,868	\$ 239,498	\$ 143,522	
Subtotal - Federal Funds.....	1,421,393	1,071,049	664,438	
Subtotal - Restricted.....	1,195	48,350	48,400	
Total - Grants and Subsidies.....	\$ 1,549,456	\$ 1,358,897	\$ 856,360	
STATE FUNDS.....	\$ 193,969	\$ 316,802	\$ 191,414	
FEDERAL FUNDS.....	1,467,298	1,120,681	715,345	
AUGMENTATIONS.....	8,058	6,735	7,235	
RESTRICTED.....	8,020	55,175	57,310	
GENERAL FUND TOTAL.....	\$ 1,677,345	\$ 1,499,393	\$ 971,304	

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2021-22
ACTUAL

2022-23
AVAILABLE

2023-24
BUDGET

MOTOR LICENSE FUND:

General Government:

Appalachian Regional Commission \$ 500 \$ 750 \$ - ^c

OTHER FUNDS:

BEN FRANKLIN TECHNOLOGY DEVELOPMENT AUTHORITY FUND:

Ben Franklin Technology \$ 35,000 \$ 37,500 \$ 17,500 ^d

HOME INVESTMENT TRUST FUND:

(F)Affordable Housing Act Administration..... \$ 4,000 \$ 4,000 \$ 4,000

(F)COVID-HOME Investment Partnership Non-Entitlement (EA)..... 148 1,316 -

HOME INVESTMENT TRUST FUND TOTAL \$ 4,148 \$ 5,316 \$ 4,000

INDUSTRIAL SITES CLEANUP FUND:

Industrial Sites Cleanup-Administration (EA)..... \$ 314 \$ 314 \$ 314

Industrial Sites Cleanup-Projects (EA) 6,000 5,500 5,500

INDUSTRIAL SITES CLEANUP FUND TOTAL 6,314 \$ 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)..... \$ 340 \$ 340 \$ 350

Minority Business Development Loans (EA)..... 1,000 1,000 1,000

MINORITY BUSINESS DEVELOPMENT FUND TOTAL..... \$ 1,340 \$ 1,340 \$ 1,350

MUNICIPALITIES FINANCIAL RECOVERY REVOLVING AID FUND:

Distressed Community Assistance (EA)..... \$ 11,350 \$ 12,100 \$ 12,100

SMALL BUSINESS FIRST FUND:

Administration (EA)..... \$ 1,958 \$ 1,958 \$ 1,958

Loans (EA)..... 10,000 15,000 20,000

Community Economic Development Loans (EA)..... 3,000 3,000 3,000

SMALL BUSINESS FIRST FUND TOTAL..... \$ 14,958 \$ 19,958 \$ 24,958

TOBACCO SETTLEMENT FUND:

Life Sciences Greenhouses \$ 3,000 \$ 3,000 \$ 3,000

WORKERS' COMPENSATION ADMINISTRATION FUND:

(R)Small Business Advocate-Workers' Compensation \$ 280 \$ 350 \$ 550

Community and Economic Development

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 193,969	\$ 316,802	\$ 191,414
MOTOR LICENSE FUND	500	750	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	1,467,298	1,120,681	715,345
AUGMENTATIONS	8,058	6,735	7,235
RESTRICTED	8,020	55,175	57,310
OTHER FUNDS	89,168	98,156	82,050
TOTAL ALL FUNDS	\$ 1,767,013	\$ 1,598,299	\$ 1,053,354

^a Estimate based on current federal guidance. Official allocations for additional funding pending.

^b Reflects recommended appropriation reduction of \$4,282,000.

^c Appalachian Regional Commission funding moved from the Motor License Fund to the General Fund.

^d 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)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
JOB CREATION, WORKFORCE TRAINING, BUSINESS GROWTH, AND ATTRACTION:							
GENERAL FUND.....	\$ 54,331	\$ 69,374	\$ 76,267	\$ 76,267	\$ 76,267	\$ 76,267	\$ 76,267
MOTOR LICENSE FUND....	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	440,767	394,132	375,407	450,407	445,069	444,907	39,907
AUGMENTATIONS.....	7,928	6,610	7,110	7,110	7,110	7,110	7,110
RESTRICTED	2,701	4,825	4,910	4,910	4,910	4,910	4,910
OTHER FUNDS	34,670	39,240	44,450	44,450	44,450	44,450	44,450
SUBCATEGORY TOTAL	\$ 540,397	\$ 514,181	\$ 508,144	\$ 583,144	\$ 577,806	\$ 577,644	\$ 172,644
PENNSYLVANIA INNOVATION ECONOMY:							
GENERAL FUND.....	\$ 38,980	\$ 45,330	\$ 47,205	\$ 47,205	\$ 47,205	\$ 47,205	\$ 47,205
MOTOR LICENSE FUND....	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	1,500	1,500	1,500	1,500	1,500	1,500	1,500
AUGMENTATIONS.....	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	38,000	40,500	20,500	20,500	20,500	20,500	20,500
SUBCATEGORY TOTAL	\$ 78,480	\$ 87,330	\$ 69,205	\$ 69,205	\$ 69,205	\$ 69,205	\$ 69,205
PENNSYLVANIA WORLDWIDE:							
GENERAL FUND.....	\$ 5,830	\$ 5,969	\$ 6,152	\$ 6,152	\$ 6,152	\$ 6,152	\$ 6,152
MOTOR LICENSE FUND....	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS.....	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	-	-	-	-	-	-	-
SUBCATEGORY TOTAL	\$ 5,830	\$ 5,969	\$ 6,152	\$ 6,152	\$ 6,152	\$ 6,152	\$ 6,152
PENNSYLVANIA ASSETS:							
GENERAL FUND.....	\$ 32,967	\$ 32,981	\$ 7,443	\$ 7,443	\$ 7,443	\$ 7,443	\$ 7,443
MOTOR LICENSE FUND....	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS.....	125	120	120	120	120	120	120
RESTRICTED	5,000	5,000	7,000	7,000	7,000	7,000	7,000
OTHER FUNDS	-	-	-	-	-	-	-
SUBCATEGORY TOTAL	\$ 38,092	\$ 38,101	\$ 14,563	\$ 14,563	\$ 14,563	\$ 14,563	\$ 14,563

Community and Economic Development

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PENNSYLVANIA COMMUNITIES:							
GENERAL FUND.....	\$ 61,861	\$ 163,148	\$ 54,347	\$ 54,347	\$ 54,347	\$ 54,347	\$ 54,247
MOTOR LICENSE FUND....	500	750	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	1,025,031	725,049	338,438	296,900	252,021	252,018	244,000
AUGMENTATIONS.....	5	5	5	5	5	5	5
RESTRICTED	319	350	400	400	400	400	400
OTHER FUNDS	16,498	18,416	17,100	11,300	11,300	11,300	11,300
SUBCATEGORY TOTAL	\$ 1,104,214	\$ 907,718	\$ 410,290	\$ 362,952	\$ 318,073	\$ 318,070	\$ 309,952
ALL PROGRAMS:							
GENERAL FUND.....	\$ 193,969	\$ 316,802	\$ 191,414	\$ 191,414	\$ 191,414	\$ 191,414	\$ 191,314
MOTOR LICENSE FUND....	500	750	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	1,467,298	1,120,681	715,345	748,807	698,590	698,425	285,407
AUGMENTATIONS.....	8,058	6,735	7,235	7,235	7,235	7,235	7,235
RESTRICTED	8,020	10,175	12,310	12,310	12,310	12,310	12,310
OTHER FUNDS	89,168	98,156	82,050	76,250	76,250	76,250	76,250
DEPARTMENT TOTAL	\$ 1,767,013	\$ 1,553,299	\$ 1,008,354	\$ 1,036,016	\$ 985,799	\$ 985,634	\$ 572,516

Program: Job Creation, Workforce Training, Business Growth, and Attraction

Goal: To stimulate business growth and attraction to create jobs and ensure a high-quality workforce through targeted job training.

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.

[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, North Central PA Regional Planning & Development Commission, and the University of Pittsburgh at Bradford. 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, health care, agricultural, research and development, hospitality, defense conversion, information technology, 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			Pennsylvania First		
\$ 417	—to replace nonrecurring benefits cost reduction.	\$ 1,000	—to continue to provide adaptive equipment and opportunities for children with special needs.		
(8,850)	—funding reduction.				
1,174	—to continue current program.	12,000	—Initiative—to provide additional financial assistance to facilitate increased economic investment.		
2,909	—Initiative—to provide resources for the facilitation of transformational economic development projects through the Pennsylvania Office of Transformation and Opportunity.	\$ 13,000			
			<i>Appropriation Increase</i>		
\$ (4,350)	<i>Appropriation Decrease</i>	\$ (5,000)			
Office of Open Records			Workforce Development		
\$ 101	—to replace nonrecurring benefits cost reduction.	\$ 3,000	—program elimination.		
142	—to continue current program.				
\$ 243	<i>Appropriation Increase</i>				
			Foundations in Industry		
			—Initiative—to increase the number of apprenticeships and pre-apprenticeships in the Commonwealth.		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
General Government Operations	\$ 21,032	\$ 30,747	\$ 26,397	\$ 26,397	\$ 26,397	\$ 26,397	\$ 26,397
Office of Open Records	3,299	3,627	3,870	3,870	3,870	3,870	3,870
Pennsylvania First.....	20,000	20,000	33,000	33,000	33,000	33,000	33,000
Infrastructure and Facilities Improvement Grants .	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Workforce Development.....	-	5,000	-	-	-	-	-
Foundations in Industry	-	-	3,000	3,000	3,000	3,000	3,000
TOTAL GENERAL FUND.....	\$ 54,331	\$ 69,374	\$ 76,267	\$ 76,267	\$ 76,267	\$ 76,267	\$ 76,267

Community and Economic Development

Program: Job Creation, Workforce Training, Business Growth, and Attraction, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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.....	5,530	8,005	15,686	16,157	* 2,966	3,055	3,147
Jobs pledged to be retained.....	23,897	12,828	39,439	40,622	* 6,183	6,368	6,560
Private funds leveraged (in thousands).....	\$ 572,312	\$ 1,193,335	\$ 4,043,580	\$ 4,164,887	* \$ 445,099	\$ 458,452	\$ 472,206
Businesses assisted..	4,820	3,961	3,774	3,887	* 3,254	3,352	3,452
Number of trainings to PA workers (WEDnetPA, PREP, LGTP, and CSBG)	96,243	93,889	86,482	89,076	* 82,228	84,695	87,236

* Actual year measure data has been corrected.

Program: Pennsylvania Innovation Economy

Goal: 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.

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 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.

[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.

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 sole 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 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.

Community and Economic Development

Program: Pennsylvania Innovation Economy, continued

Program Recommendations:

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

Manufacturing PA		Public Television Technology	
\$ 1,000	—Initiative—to partner additional Pennsylvania manufacturers and universities to advance new products and processes.	\$ 875	—to restore program funding and further promote public television services.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
Transfer to Ben Franklin Tech. Development Authority Fund.....	\$ 14,500	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000	\$ 17,000
Invent Penn State	-	2,350	2,350	2,350	2,350	2,350	2,350
Partnerships for Regional Economic Performance	9,880	10,880	10,880	10,880	10,880	10,880	10,880
Manufacturing PA	12,000	12,000	13,000	13,000	13,000	13,000	13,000
Infrastructure Technology Assistance Program	2,000	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
Public Television Technology	-	-	875	875	875	875	875
TOTAL GENERAL FUND.....	\$ 38,980	\$ 45,330	\$ 47,205	\$ 47,205	\$ 47,205	\$ 47,205	\$ 47,205

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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	3,261	3,172	2,602 *	2,362 *	3,180	3,058	3,371
Jobs retained	16,837	14,837	16,632 *	16,773 *	13,698	13,956	16,056
New technology companies established.....	167	157	104 *	93 *	93	95	114
Businesses assisted..	17,215	21,013	29,375 *	10,253 *	28,752	29,615	30,503
Private funds leveraged (in thousands).....	\$ 771,786	\$ 863,049	\$ 717,262 *	\$ 823,875 *	\$ 1,200,339	\$ 1,148,815	\$ 1,209,415

* Actual year measure data has been corrected.

Community and Economic Development

Program: Pennsylvania Worldwide

Goal: To leverage the state's overseas network and local partnerships to increase the department's facilitated export sales, foreign direct investments, and global opportunities in targeted markets, ultimately creating and retaining jobs in the Commonwealth.

Office of International Business Development

The [Office of International Business Development \(OIBD\)](#) is tasked with two main objectives which utilize a network of authorized trade representatives and local economic development partners. First, OIBD works to attract foreign investments to Pennsylvania. The office informs international companies of Pennsylvania's strengths, including universities and research institutions, diverse industry information, competitive business environment, skilled workforce and supply chains, and other custom site search and research, all which showcase the resources available to enter the market and grow in Pennsylvania.

Second, OIBD works to promote Pennsylvania exports in key international markets. By increasing export capacity and establishing new connections between Pennsylvania companies, universities, and partners worldwide, Pennsylvania businesses will continue to become more competitive in the global marketplace. At the same time, Pennsylvania communities will become increasingly successful in competing for international investment projects that support existing and new jobs across the Commonwealth.

Program Recommendations:

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

Office of International Business Development	
\$ 66	—to replace nonrecurring benefits cost reduction.
117	—to continue current program.
\$ 183	Appropriation Increase

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Office of International Business Development.....	<u>\$ 5,830</u>	<u>\$ 5,969</u>	<u>\$ 6,152</u>	<u>\$ 6,152</u>	<u>\$ 6,152</u>	<u>\$ 6,152</u>	<u>\$ 6,152</u>

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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).....	\$ 46,869	\$ 46,616	\$ 42,651	\$ 35,073	\$ 67,415	\$ 68,089	\$ 68,770
Amount of export sales facilitated (in thousands).....	\$ 813,962	\$ 650,106	\$ 541,124	\$ 434,697	\$ 549,774	\$ 555,272	\$ 560,824
Jobs supported	6,649	6,223	7,302	7,620	11,166	11,278	11,390
Foreign direct investments (FDI):							
Projects completed....	20	19	16	23	24	22	22
Businesses assisted..	1,009	928	707	606	548	553	559

Program: Pennsylvania Assets

Goal: To inspire 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.

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](#), [Twitter](#), [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 and talent is a priority for any location seeking industry growth and economic stability. The Pennsylvania Marketing Office encourages business decision makers and individuals to locate or stay in the state by promoting the competitive advantages of working and living in Pennsylvania. The office also promotes DCED's many programs for technical assistance, financial resources, and training for businesses, communities, local governments, nonprofits, and residents.

The [Marketing to Attract Business](#) program provides necessary funding to support the office's marketing initiatives. This includes the [Work Smart. Live Happy.](#) microsite and content, [DCED](#) and [Business One-Stop Shop](#) websites, proactive media relations, DCED's social media channels (including [LinkedIn](#), [Twitter](#), and [Facebook](#)), limited 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
\$ 27 (25,872) <hr style="width: 50px; margin-left: 0;"/> 16 \$ (25,829)	—to replace nonrecurring benefits cost reduction. —funding reduction. —to continue current program. <i>Appropriation Decrease</i>	\$ 250	—to support Pennsylvania's leading role in the 250th Anniversary of the United States.
\$ 23 <hr style="width: 50px; margin-left: 0;"/> 18 \$ 41	Marketing to Attract Business —to replace nonrecurring benefits cost reduction. —to continue current program. <i>Appropriation Increase</i>		

In addition, funding for Marketing to Attract Tourists includes \$7,000,000 from the Tourism Promotion restricted account.

Community and Economic Development

Program: Pennsylvania Assets, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
Marketing to Attract Tourists	\$ 30,151	\$ 29,965	\$ 4,136	\$ 4,136	\$ 4,136	\$ 4,136	\$ 4,136
Marketing to Attract Business	2,016	2,016	2,057	2,057	2,057	2,057	2,057
Tourism-Accredited Zoos.....	800	1,000	1,000	1,000	1,000	1,000	1,000
America250PA.....	-	-	250	250	250	250	250
TOTAL GENERAL FUND.....	\$ 32,967	\$ 32,981	\$ 7,443	\$ 7,443	\$ 7,443	\$ 7,443	\$ 7,443

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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.							
Number of hotel rooms sold (in thousands).....	33,172	33,612	27,074 *	23,681 *	31,512	33,421	34,785
Travelers' expenditures (in thousands).....	\$ 43,723,000	\$ 44,358,000	\$ 37,120,000 *	\$ 26,170,000 *	\$ 38,430,000	\$ 42,580,000	\$ 44,910,000
Tax revenues generated (in thousands).....	\$ 4,656,000	\$ 4,723,000	\$ 3,950,000 *	\$ 2,709,000 *	\$ 4,090,000	\$ 4,530,000	\$ 4,780,000

* Actual year measure data has been corrected.

Program: Pennsylvania Communities

Goal: To provide resources and technical assistance and make impactful investments that enhance the performance and quality of Pennsylvania's local governments and communities.

Keystone Communities

The Keystone Communities Program (KCP) is designed to encourage public-private partnerships that support initiatives to grow and improve the stability of neighborhoods and communities, promote social and economic diversity, and provide a strong and secure quality of life. The program offers designation opportunities and financial resources to assist communities in achieving revitalization goals and making physical improvements.

The KCP 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.

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.

Program: Pennsylvania Communities, continued

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.

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. 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.

The [Pennsylvania WAP](#), funded by DOE and the [Low Income Heating and Energy Assistance Program \(LIHEAP\)](#), provides direct weatherization and crisis interface heating services through a network of public and non-profit agencies operating in all 67 counties within the Commonwealth. Weatherization services primarily involve diagnostic assessment of air leakage, health and safety repairs, electric baseload measures, and client energy education. Crisis interface provides heating solutions to LIHEAP clients' heating emergencies.

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.

Strategic Management Planning Program

In order 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 department's [Center for Local Government Services](#) 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 [Center for Local Government Services](#) 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.

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.

Community and Economic Development

Program: Pennsylvania Communities, continued

Program Recommendations:

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

GENERAL FUND:			
Center for Local Government Services			
\$	139	—to replace nonrecurring benefits cost reduction.	\$ 750
	144	—to continue current program.	
\$	283	<i>Appropriation Increase</i>	
Base Realignment and Closure			
\$	10	—to replace nonrecurring benefits cost reduction.	
	7	—to continue current program.	
\$	17	<i>Appropriation Increase</i>	
Transfer to Municipalities Financial Recovery Revolving Fund			
\$	2,000	—to continue current program.	\$ 20,000
Municipal Assistance Program			
\$	1,454	—Initiative—to assist local governments with community planning and exploring shared service opportunities.	\$ (45,850)
Keystone Communities			
\$	13	—to replace nonrecurring benefits cost reduction.	\$ (750)
	(30,593)	—funding reduction.	
	10	—to continue current program.	
	8,600	—Initiative—to increase financial assistance to revitalize neighborhoods.	
\$	(21,970)	<i>Appropriation Decrease</i>	
Appalachian Regional Commission			
		—program transferred from the Motor License Fund.	
Strategic Management Planning Program			
		—Initiative—to provide financial planning assistance to additional local governments to avoid financial distress.	
Community and Economic Assistance			
		—program elimination.	
Historically Disadvantaged Business Assistance			
		—Initiative—to invest in historically disadvantaged businesses across the Commonwealth.	
Local Municipal Relief			
		—program elimination.	
MOTOR LICENSE FUND:			
Appalachian Regional Commission			
		—program transferred to the General Fund.	

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Center for Local Government Services	\$ 4,217	\$ 4,424	\$ 4,707	\$ 4,707	\$ 4,707	\$ 4,707	\$ 4,707
Base Realignment and Closure	556	556	573	573	573	573	573
Transfer to Municipalities Financial Recovery Revolving Fund	4,500	4,500	6,500	6,500	6,500	6,500	6,500
Intergovernmental Cooperation Authority-3rd Class Cities.....	100	100	100	100	100	100	-
Municipal Assistance Program.....	546	546	2,000	2,000	2,000	2,000	2,000
Keystone Communities.....	29,700	36,970	15,000	15,000	15,000	15,000	15,000
Appalachian Regional Commission.....	-	-	750	750	750	750	750

Community and Economic Development

Program: Pennsylvania Communities, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Strategic Management Planning Program	2,367	2,367	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
Community and Economic Assistance	-	66,735	-	-	-	-	-
Historically Disadvantaged Business Assistance .	-	-	20,000	20,000	20,000	20,000	20,000
Local Municipal Relief	18,775	45,850	-	-	-	-	-
TOTAL GENERAL FUND.....	\$ 61,861	\$ 163,148	\$ 54,347	\$ 54,347	\$ 54,347	\$ 54,347	\$ 54,247
MOTOR LICENSE FUND:							
Appalachian Regional Commission.....	\$ 500	\$ 750	\$ -	\$ -	\$ -	\$ -	\$ -

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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.....	25	25	28	28	26	28	35
Number of designated distressed communities in Act 47.....	17	16	16	16	16	13	13
Keystone Communities projects	102	147	88	90 *	188	145	176
Municipal Assistance Program: Number of local governments assisted	152	238	240	250	39	55	65
Homes weatherized	2,029	2,292	1,366 *	2,026 *	1,600	2,600	3,600

* Actual year measure data has been corrected.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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GENERAL FUND:

General Government:

General Government Operations	\$ 28,350	\$ 29,465	\$ 31,924
(F)Land and Water Conservation Fund	14,000	14,000	14,000
(F)Building Resilient Infrastructure and Communities	10,000	10,000	10,000
(F)Highlands Conservation Program	7,500	7,500	7,500
(F)Chesapeake Bay Gateway Network	600	600	600
(F)Topographic and Geologic Survey Grants	1,000	1,300	1,800
(F)U.S. Endowment-Healthy Watershed	200	200	200
(F)National Scenic and Historic Trails	-	3,000	-
(F)PA Recreation Trails (EA).....	8,500	8,500	8,500
(F)COVID-Pennsylvania Wilds Regional Challenge (EA)	-	10,500	-
(F)COVID-Travel, Tourism, and Recreation (EA).....	-	250	-
(A)Key 93 Administrative Costs.....	-	a	-
(A)Environmental Stewardship Administrative Costs	-	b	-
(A)Department Services	48	53	18
(A)Internet Record Imaging System	100	100	120
(A)Water Well Drillers	25	38	30
Subtotal.....	\$ 70,323	\$ 85,506	\$ 74,692
State Parks Operations	\$ 54,326	\$ 60,787	\$ 70,959
(F)Nat'l Rec and Preservation, Statutory, and Contractual Aid	-	8,000	-
(F)Port Security Grant Program	1,200	-	-
(F)Mental Health Training.....	150	150	150
(F)Coastal Zone Management Special Projects (EA)	150	150	150
(F)Disaster Relief (EA)	8,000	8,000	8,000
(A)State Parks User Fees	32,575	30,015	34,560
(A)State Parks Services	5,169	6,386	4,170
(A)Sale of Vehicles-Parks	67	40	65
Subtotal.....	\$ 101,637	\$ 113,528	\$ 118,054
State Forests Operations	\$ 43,187	\$ 44,431	\$ 47,741
(F)Forest Fire Protection and Control.....	2,750	3,000	3,000
(F)I/JA-Community Wildfire Defense Grant Program	-	400	400
(F)Forestry Incentives and Agriculture Conservation	50	-	-
(F)Forest Management and Processing.....	4,000	5,600	4,100
(F)Aid to Volunteer Fire Companies.....	1,500	1,750	1,750
(F)Natural Resource Conservation Service	200	200	-
(F)National Fish and Wildlife Foundation	1,000	11,500	11,500
(F)Wetland Protection Fund	400	400	400
(F)EPA Chesapeake Bay Grant	1,500	5,000	7,000
(F)USDA Good Neighbor Agreement.....	500	500	800
(F)Cooperative Endangered Species	40	40	40
(F)Agriculture and Food Research	100	100	-

Conservation and Natural Resources

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)Wetlands Program Development (EA)	250	250	250
(F)Chesapeake Bay Program (EA)	700	-	-
(A)Timber Sales	10,056	16,750	18,800
(A)Forest Fire Extinction.....	5,863	1,100	1,100
(A)State Forests Services	633	1,075	1,070
(A)Sale of Vehicles-Forests.....	76	100	100
(A)Tickets and Fines	10	42	25
(R)Forest Regeneration (EA)	4,500	4,000	4,000
(R)Forestry Research.....	25	250	-
Subtotal.....	\$ 77,340	\$ 96,488	\$ 102,076
Forest Pest Management	\$ -	\$ 3,000	\$ 3,000
(F)Forest Insect and Disease Control	3,000	3,000	3,000
(A)Forest Pest Services	-	825	825
Subtotal.....	\$ 3,000	\$ 6,825	\$ 6,825
Parks and Forests Infrastructure Projects	\$ 900	\$ 900	\$ 900
(F)COVID-SFR State Parks and Outdoor Recreation Program	100,000	-	-
Subtotal.....	\$ 100,900	\$ 900	\$ 900
(R)ATV Management (EA)	\$ 7,000	\$ 6,617	\$ 4,000
(R)Snowmobile Management (EA).....	1,000	757	750
Subtotal.....	\$ 8,000	\$ 7,374	\$ 4,750
Subtotal - State Funds.....	\$ 126,763	\$ 138,583	\$ 154,524
Subtotal - Federal Funds.....	167,290	103,890	83,140
Subtotal - Augmentations	54,622	56,524	60,883
Subtotal - Restricted.....	12,525	11,624	8,750
Total - General Government.....	\$ 361,200	\$ 310,621	\$ 307,297
Grants and Subsidies:			
Heritage and Other Parks.....	\$ 3,852	\$ 4,852	\$ 2,425
Annual Fixed Charges-Flood Lands	70	70	70
Annual Fixed Charges-Project 70	88	88	88
Annual Fixed Charges-Forest Lands	7,851	7,932	7,962
Annual Fixed Charges-Park Lands	430	430	415
(R)Keystone Tree Account	111	200	200
(F)COVID-SFR Keystone Tree Account	-	8,800	-
Total - Grants and Subsidies.....	\$ 12,402	\$ 22,372	\$ 11,160
STATE FUNDS	\$ 139,054	\$ 151,955	\$ 165,484
FEDERAL FUNDS.....	167,290	112,690	83,140
AUGMENTATIONS	54,622	56,524	60,883
RESTRICTED	12,636	11,824	8,950
GENERAL FUND TOTAL	\$ 373,602	\$ 332,993	\$ 318,457

Conservation and Natural Resources

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
<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)	\$ 9,305	\$ 9,634	\$ 9,391
STATE FUNDS	\$ 7,000	\$ 7,000	\$ 7,000
RESTRICTED	9,305	9,634	9,391
MOTOR LICENSE FUND TOTAL	\$ 16,305	\$ 16,634	\$ 16,391
<u>OTHER FUNDS:</u>			
ENVIRONMENTAL EDUCATION FUND:			
General Operations (EA)	\$ 583	\$ 150	\$ 207
ENVIRONMENTAL STEWARDSHIP FUND:			
Parks and Forest Facility Rehabilitation (EA)	\$ 13,287	\$ 14,798 ^c	\$ 15,233
Community Conservation Grants (EA)	7,793	7,454 ^d	7,674
Natural Diversity Conservation Grants (EA)	325	325	325
ENVIRONMENTAL STEWARDSHIP FUND TOTAL	\$ 21,405	\$ 22,577	\$ 23,232
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND:			
Parks and Forest Facility Rehabilitation (EA)	\$ 47,467	\$ 38,064 ^e	\$ 33,272
Grants for Local Recreation (EA)	39,556	31,720 ^f	27,727
Grants to Land Trusts (EA)	15,822	12,688 ^g	11,091
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND TOTAL	\$ 102,845	\$ 82,472	\$ 72,090
OIL AND GAS LEASE FUND:			
General Government Operations	\$ 14,790	\$ 14,790	\$ 16,255
State Parks Operations	16,500	20,500	21,101
State Forests Operations	16,500	20,500	21,235
State Parks and Forests Infrastructure Projects	-	56,000	112,000
Transfer to Marcellus Legacy Fund (EA)	15,000	15,000	15,000
OIL AND GAS LEASE FUND TOTAL	\$ 62,790	\$ 126,790	\$ 185,591
STATE GAMING FUND:			
Payments in Lieu of Taxes (EA)	\$ 5,340	\$ 5,373	\$ 5,393
WILD RESOURCE CONSERVATION FUND:			
General Operations (EA)	\$ 132	\$ 132	\$ 132

Conservation and Natural Resources

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 139,054	\$ 151,955	\$ 165,484
MOTOR LICENSE FUND.....	7,000	7,000	7,000
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	167,290	112,690	83,140
AUGMENTATIONS.....	54,622	56,524	60,883
RESTRICTED.....	21,941	21,458	18,341
OTHER FUNDS.....	193,095	237,494	286,645
TOTAL ALL FUNDS.....	\$ 583,002	\$ 587,121	\$ 621,493

^a Not included to avoid double counting: 2021-22 Actual is \$2,219,000.

^b Not included to avoid double counting: 2021-22 Actual is \$269,000.

^c Includes recommended supplemental executive authorization of \$3,603,000.

^d Includes recommended supplemental executive authorization of \$1,077,000.

^e Includes recommended supplemental executive authorization of \$1,476,000.

^f Includes recommended supplemental executive authorization of \$1,230,000.

^g Includes recommended supplemental executive authorization of \$492,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
PARKS AND FORESTS MANAGEMENT:							
GENERAL FUND.....	\$ 139,054	\$ 151,955	\$ 165,484	\$ 165,524	\$ 165,564	\$ 165,604	\$ 165,644
MOTOR LICENSE FUND ...	7,000	7,000	7,000	7,000	7,000	7,000	7,000
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	167,290	112,690	83,140	82,740	82,740	82,740	82,740
AUGMENTATIONS.....	54,622	56,524	60,883	60,883	60,883	60,883	60,883
RESTRICTED.....	21,941	21,458	18,341	18,222	18,189	18,156	18,123
OTHER FUNDS.....	193,095	237,494	286,645	211,752	224,102	231,846	245,035
DEPARTMENT TOTAL.....	\$ 583,002	\$ 587,121	\$ 621,493	\$ 546,121	\$ 558,478	\$ 566,229	\$ 579,425

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 2 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, thousands of 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 that threaten species like ash and hemlock trees. 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, combatting invasive species, and learning planning and design skills. Promoting conservation as a career creates a pipeline of young people interested in restoration and recreation, 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 FUND AND OIL AND GAS

LEASE FUND COMBINED:

General Government Operations

\$ 457	—to replace nonrecurring benefits cost reduction.		\$ 56,000	
2,002	—to continue current program.			
1,043	—Initiative—to increase resources to support sustainable outdoor management, infrastructure updates, and safety.		\$ (2,575)	
422	—Initiative—to increase resources to maximize the benefits of outdoor recreation.		<u>148</u>	
<u>\$ 3,924</u>	<i>Appropriation Increase</i>		\$ (2,427)	

State Parks and Forests Infrastructure Projects

—for additional projects to maintain and improve the vast state park and forest infrastructure.

Heritage and Other Parks

—funding reduction.

—to continue current program.

Appropriation Decrease

Annual Fixed Charges-Forest Lands

—for increased in lieu of tax payments in accordance with Act 85 of 2016.

Annual Fixed Charges-Park Lands

—for decreased in lieu of tax payments in accordance with Act 85 of 2016.

State Parks Operations

\$ 1,626	—to replace nonrecurring benefits cost reduction.		\$ 30	
8,546	—to continue current program.			
601	—Initiative—to increase resources to support sustainable outdoor management, infrastructure updates, and safety.		\$ (15)	
<u>\$ 10,773</u>	<i>Appropriation Increase</i>			

State Forests Operations

\$ 1,270	—to replace nonrecurring benefits cost reduction.			
2,040	—to continue current program.			
735	—Initiative—to increase resources to support sustainable outdoor management, infrastructure updates, and safety.			
<u>\$ 4,045</u>	<i>Appropriation Increase</i>			

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 28,350	\$ 29,465	\$ 31,924	\$ 31,924	\$ 31,924	\$ 31,924	\$ 31,924
State Parks Operations...	54,326	60,787	70,959	70,959	70,959	70,959	70,959
State Forests Operations	43,187	44,431	47,741	47,741	47,741	47,741	47,741
Forest Pest Management	-	3,000	3,000	3,000	3,000	3,000	3,000
Parks and Forests Infrastructure Projects.....	900	900	900	900	900	900	900
Heritage and Other Parks	3,852	4,852	2,425	2,425	2,425	2,425	2,425

Conservation and Natural Resources

Program: Parks and Forests Management, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Annual Fixed Charges- Flood Lands	70	70	70	70	70	70	70
Annual Fixed Charges- Project 70.....	88	88	88	88	88	88	88
Annual Fixed Charges- Forest Lands	7,851	7,932	7,962	8,002	8,042	8,082	8,122
Annual Fixed Charges- Park Lands.....	430	430	415	415	415	415	415
TOTAL GENERAL FUND	\$ 139,054	\$ 151,955	\$ 165,484	\$ 165,524	\$ 165,564	\$ 165,604	\$ 165,644
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	\$ 14,790	\$ 14,790	\$ 16,255	\$ 16,255	\$ 16,255	\$ 16,255	\$ 16,255
State Parks Operations...	16,500	20,500	21,101	21,101	21,101	21,101	21,101
State Forests Operations	16,500	20,500	21,235	21,235	21,235	21,235	21,235
State Parks and Forests Infrastructure Projects.....	-	56,000	112,000	25,000	25,000	15,000	15,000
TOTAL OIL AND GAS LEASE FUND	\$ 47,790	\$ 111,790	\$ 170,591	\$ 83,591	\$ 83,591	\$ 73,591	\$ 73,591

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	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.....	3,687	15,198	2,324	6,946	7,907	9,925	5,300
Number of miles of trail improved/constructed in communities, state parks, and state forests	129	160 *	129	114	220	235	307
Total community grant funding (in millions).....	\$ 42.3	\$ 48	\$ 52.5	\$ 50.9	\$ 66.6	\$ 92.5	\$ 78.0
Promote responsible stewardship of the Commonwealth's natural resources.							
Number of youth trained and employed through the Pennsylvania Outdoor Corps	213	465 *	711	772	899	1,065	1,271
Enhance the stewardship and management of state parks and forests, operating effectively and efficiently.							
Annual state park visits (in millions).....	38.8	37.4	40.7	46.6	39.4	39.0	39.2
Green energy savings.....	\$ 1,458	\$ 15,722	\$ 47,682 *	\$ 373,207 *	\$ 389,717	\$ 998,472	\$ 1,270,705

* Actual year measure data has been corrected.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>Institutional:</i>			
Medical Care	\$ 331,486	\$ 338,156	\$ 356,443
(F)Adult Reentry Education, Employment, and Treatment	900	850	750
(F)PREA Program-Strategic Support for PREA Implementation	250	225	200
(F)Smart Probation.....	715	-	-
(F)Innovations in Reentry Initiative.....	1,000	-	-
(F)Pay for Success.....	1,100	1,050	1,000
(F)State Opioid Response (EA).....	9,700	13,362	5,862
(A)Medical Reimbursements	253	370	300
Subtotal.....	<u>\$ 345,404</u>	<u>\$ 354,013</u>	<u>\$ 364,555</u>
Correctional Education and Training	42,597	43,833	47,010
(F)Correctional Education	850	955	915
Subtotal.....	<u>\$ 43,447</u>	<u>\$ 44,788</u>	<u>\$ 47,925</u>
State Correctional Institutions	2,083,044	2,127,197	2,248,910
(F)Reimbursement for Incarcerated Aliens	5,000	5,000	5,000
(F)Naloxone Reentry Tracking Program	915	871	550
(F)Criminal Justice and Mental Health Collaboration.....	33	550	550
(F)Second Chance Act.....	681	600	380
(F)COVID-ELC Confinement Grant (EA).....	16,389	-	-
(F)SABG-Drug and Alcohol Programs (EA)	1,965	1,965	1,965
(F)RSAT-State Incarcerated Individuals (EA)	465	660	660
(F)Body-Worn Camera Policy and Implementation Program (EA).....	-	90	90
(F)PREA Compliance (EA).....	-	167	172
(A)Institutional Reimbursements	2,975	863	863
(A)Social Security.....	177	163	163
(R)Rockview Farm Program (EA).....	357	357	360
Subtotal.....	<u>\$ 2,112,001</u>	<u>\$ 2,138,483</u>	<u>\$ 2,259,663</u>
Subtotal - State Funds.....	<u>\$ 2,457,127</u>	<u>\$ 2,509,186</u>	<u>\$ 2,652,363</u>
Subtotal - Federal Funds.....	39,963	26,345	18,094
Subtotal - Augmentations.....	3,405	1,396	1,326
Subtotal - Restricted.....	357	357	360
Total - Institutional	<u>\$ 2,500,852</u>	<u>\$ 2,537,284</u>	<u>\$ 2,672,143</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

General Government:

General Government Operations	\$ 42,268	\$ 43,097	\$ 41,414
(A)County Training	-	145	145
(A)Miscellaneous	-	19	19
(R)Firearms Education and Training Commission	62	-	-
Subtotal.....	<u>\$ 42,330</u>	<u>\$ 43,261</u>	<u>\$ 41,578</u>
State Field Supervision	151,403	158,090	171,606
(F)Smart Supervision	225	800	800
(F)Swift Certain and Fair	384	264	-
(A)State Parole Supervision Fees	4,007	4,157	4,157
(A)Interstate Supervision Fees.....	92	90	90
(A)CSG Safe Neighborhood.....	103	183	-
Subtotal.....	<u>\$ 156,214</u>	<u>\$ 163,584</u>	<u>\$ 176,653</u>
Pennsylvania Parole Board	12,121	12,774	13,283
Sexual Offenders Assessment Board.....	6,582	6,891	7,305
Board of Pardons.....	-	2,157 ^a	2,697
Office of Victim Advocate	-	-	3,457
(F)OVA Trauma Informed Retrofitting and Juvenile Justice (EA)	100	-	-
(F)OVA Dialogue Program (EA).....	27	-	-
(F)OVA Technological Upgrades and Training (EA).....	54	-	-
(F)OVA Post Conviction Victims Rights and Services (EA)	486	575	559
(F)OVA STOP Grant Training and Technical Assistance (EA)	51	66	66
(F)SORNA Notifications (EA)	99	187	130
(F)SORNA Awareness Grant (EA).....	110	153	152
(F)Addressing Sexual Exploitation (EA).....	96	50	-
Subtotal.....	<u>\$ 1,023</u>	<u>\$ 1,031</u>	<u>\$ 4,364</u>
Subtotal - State Funds.....	<u>\$ 212,374</u>	<u>\$ 223,009</u>	<u>\$ 239,762</u>
Subtotal - Federal Funds.....	1,632	2,095	1,707
Subtotal - Augmentations.....	4,202	4,594	4,411
Subtotal - Restricted.....	62	-	-
Total - General Government.....	<u>\$ 218,270</u>	<u>\$ 229,698</u>	<u>\$ 245,880</u>

Grants and Subsidies:

(R)County Parole Supervision Fees.....	\$ 1,915	\$ 16,666	\$ - ^b
STATE FUNDS	\$ 2,669,501	\$ 2,732,195	\$ 2,892,125
FEDERAL FUNDS.....	41,595	28,440	19,801
AUGMENTATIONS	7,607	5,990	5,737
RESTRICTED	2,334	17,023	360
GENERAL FUND TOTAL	<u>\$ 2,721,037</u>	<u>\$ 2,783,648</u>	<u>\$ 2,918,023</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

OTHER FUNDS:

MANUFACTURING FUND:

General Operations (EA).....	\$ 97,111	\$ 97,586	\$ 102,673
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 2,669,501	\$ 2,732,195	\$ 2,892,125
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	41,595	28,440	19,801
AUGMENTATIONS.....	7,607	5,990	5,737
RESTRICTED.....	2,334	17,023	360
OTHER FUNDS.....	97,111	97,586	102,673
TOTAL ALL FUNDS	\$ 2,818,148	\$ 2,881,234	\$ 3,020,696

^a Per Act 59 of 2021, transferred from Lieutenant Governor.
^b This budget proposes to allow counties to initially retain all supervision fees collected.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
INCARCERATED INDIVIDUALS:							
GENERAL FUND.....	\$ 2,499,395	\$ 2,552,283	\$ 2,693,777	\$ 2,689,940	\$ 2,693,010	\$ 2,686,102	\$ 2,686,102
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	40,986	27,376	19,001	16,391	15,791	15,391	15,291
AUGMENTATIONS	3,405	1,560	1,490	1,490	1,490	1,490	1,490
RESTRICTED	357	357	360	360	360	360	360
OTHER FUNDS.....	97,111	97,586	102,673	107,588	112,967	118,615	124,546
SUBCATEGORY TOTAL.....	\$ 2,641,254	\$ 2,679,162	\$ 2,817,301	\$ 2,815,769	\$ 2,823,618	\$ 2,821,958	\$ 2,827,789
REENTRY INTO COMMUNITIES:							
GENERAL FUND.....	\$ 170,106	\$ 179,912	\$ 198,348	\$ 197,591	\$ 197,591	\$ 197,591	\$ 197,591
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	609	1,064	800	800	800	800	800
AUGMENTATIONS	4,202	4,430	4,247	4,247	4,247	4,247	4,247
RESTRICTED	1,977	16,666	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL.....	\$ 176,894	\$ 202,072	\$ 203,395	\$ 202,638	\$ 202,638	\$ 202,638	\$ 202,638
ALL PROGRAMS:							
GENERAL FUND.....	\$ 2,669,501	\$ 2,732,195	\$ 2,892,125	\$ 2,887,531	\$ 2,890,601	\$ 2,883,693	\$ 2,883,693
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	41,595	28,440	19,801	17,191	16,591	16,191	16,091
AUGMENTATIONS	7,607	5,990	5,737	5,737	5,737	5,737	5,737
RESTRICTED	2,334	17,023	360	360	360	360	360
OTHER FUNDS.....	97,111	97,586	102,673	107,588	112,967	118,615	124,546
DEPARTMENT TOTAL	\$ 2,818,148	\$ 2,881,234	\$ 3,020,696	\$ 3,018,407	\$ 3,026,256	\$ 3,024,596	\$ 3,030,427

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 persons, 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.

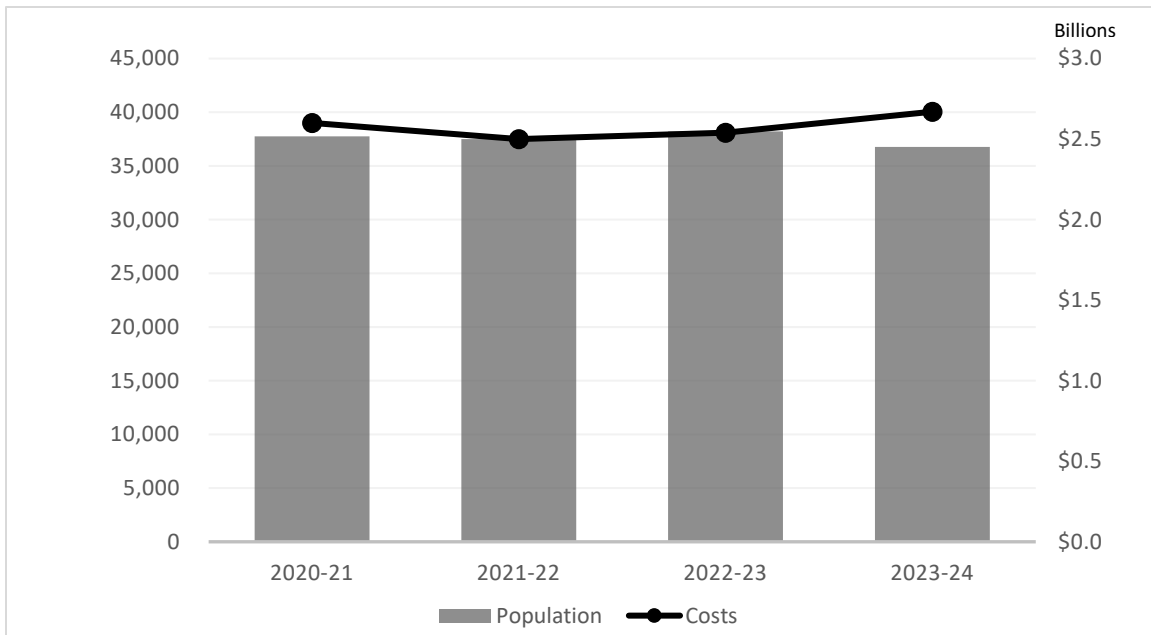
Individual Programs and Reentry

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

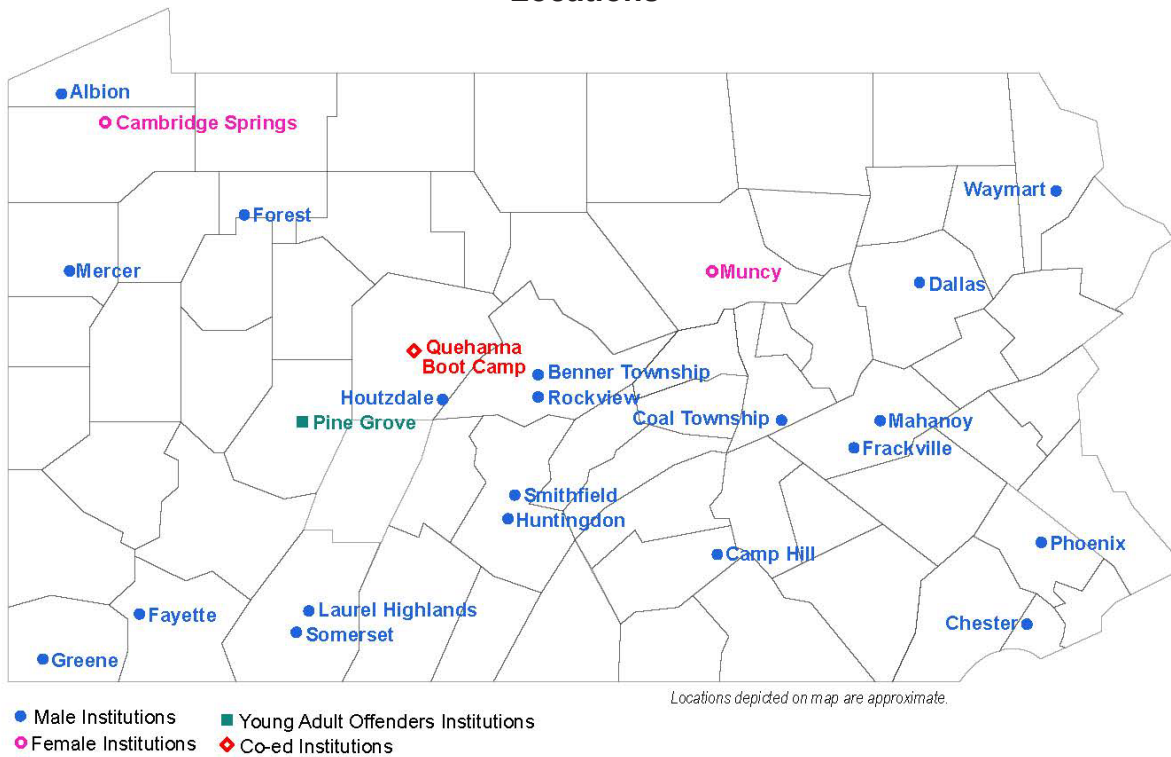
The last step in reentry treatment is [community corrections](#). Community corrections centers permit highly screened individuals, who meet established criteria, to live in housing in the community. At these centers, reentrants receive 24-hour supervision and can utilize counseling services while working or attending school. The centers also offer alcohol and drug treatment services, employment assistance, specialized counseling for hard-to-place individuals, and other services.

State Correctional Institutions Population and Operating Costs



The cost of operating the state correctional institution system is estimated to increase from \$2.60 billion in 2020-21 to \$2.67 billion in 2023-24, an average annual increase of less than one percent. Since July 2021, the population has declined from 37,748 to a projected 36,778 by June 2024.

Locations



Program: Incarcerated Individuals, continued

Population by Institution

Institutions	Population	Population	Projected	Projected	Projected
	July 2021	July 2022	Population July 2023	Bed Capacity July 2023	Percent of Capacity July 2023
Albion	2,171	2,039	2,078	2,191	94.8%
Benner Township	1,897	1,812	1,847	2,144	86.1%
Cambridge Springs	899	799	814	1,068	76.2%
Camp Hill	2,133	2,565	2,614	2,973	87.9%
Chester	1,044	1,064	1,084	1,170	92.6%
Coal Township	1,814	1,543	1,572	2,168	72.5%
Dallas	1,487	1,670	1,702	2,113	80.5%
Fayette	1,922	1,835	1,870	2,170	86.2%
Forest	2,250	2,144	2,185	2,346	93.1%
Frackville	1,062	1,055	1,075	1,172	91.7%
Greene	2,328	1,526	1,555	1,932	80.5%
Houtzdale	1,690	2,379	2,424	2,367	102.4%
Huntingdon	792	1,454	1,482	2,106	70.4%
Laurel Highlands	2,204	1,052	1,072	1,183	90.6%
Mahanoy	1,003	2,120	2,160	2,158	100.1%
Mercer	1,000	1,012	1,031	1,271	81.1%
Muncy	2,991	1,046	1,066	1,514	70.4%
Phoenix	1,660	2,755	2,807	3,340	84.0%
Pine Grove	927	909	926	1,050	88.2%
Quehanna Boot Camp	326	362	369	642	57.5%
Rockview	1,394	1,675	1,707	2,213	77.1%
Smithfield	1,312	1,061	1,081	1,428	75.7%
Somerset	1,979	1,846	1,881	2,026	92.8%
Waymart	745	722	736	1,030	71.5%
Community Centers	714	1,049	1,069	1,049	101.9%
Other Jurisdictions - Federal	4	4	4	4	100.0%
Total	37,748	37,498	38,211	44,828	85.2%

Program: Incarcerated Individuals, continued

Expenditures by Institution: (Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget		2021-22 Actual	2022-23 Available	2023-24 Budget
Albion				Greene			
State Funds	\$ 89,794	\$ 90,077	\$ 92,579	State Funds	\$ 110,269	\$ 110,018	\$ 112,431
Federal Funds....	-	5	-	Federal Funds	-	-	-
Augmentations...	24	37	32	Augmentations....	13	23	21
TOTAL.....	\$ 89,818	\$ 90,119	\$ 92,611	TOTAL	\$ 110,282	\$ 110,041	\$ 112,452
Benner Township				Houtzdale			
State Funds	\$ 86,225	\$ 85,923	\$ 91,999	State Funds	\$ 91,154	\$ 91,026	\$ 99,010
Federal Funds....	-	-	-	Federal Funds	24	21	-
Augmentations...	5	41	35	Augmentations....	11	30	27
TOTAL.....	\$ 86,230	\$ 85,964	\$ 92,034	TOTAL	\$ 91,189	\$ 91,077	\$ 99,037
Cambridge Springs				Huntingdon			
State Funds	\$ 57,757	\$ 57,809	\$ 59,388	State Funds	\$ 97,060	\$ 95,187	\$ 99,597
Federal Funds....	8	20	-	Federal Funds	-	-	18
Augmentations...	16	24	26	Augmentations....	1,389	33	29
TOTAL.....	\$ 57,781	\$ 57,853	\$ 59,414	TOTAL	\$ 98,449	\$ 95,220	\$ 99,644
Camp Hill				Laurel Highlands			
State Funds	\$ 144,010	\$ 137,123	\$ 144,914	State Funds	\$ 101,147	\$ 97,240	\$ 100,063
Federal Funds....	15	30	15	Federal Funds	-	-	-
Augmentations...	15	37	36	Augmentations....	4	33	27
TOTAL.....	\$ 144,040	\$ 137,190	\$ 144,965	TOTAL	\$ 101,151	\$ 97,273	\$ 100,090
Chester				Mahanoy			
State Funds	\$ 65,072	\$ 64,556	\$ 69,878	State Funds	\$ 94,766	\$ 95,214	\$ 101,995
Federal Funds....	-	-	-	Federal Funds	-	-	-
Augmentations...	4	31	27	Augmentations....	28	47	44
TOTAL.....	\$ 65,076	\$ 64,587	\$ 69,905	TOTAL	\$ 94,794	\$ 95,261	\$ 102,039
Coal Township				Mercer			
State Funds	\$ 82,915	\$ 82,601	\$ 84,914	State Funds	\$ 74,335	\$ 74,415	\$ 77,463
Federal Funds....	5	21	15	Federal Funds	-	-	-
Augmentations...	25	37	39	Augmentations....	5	23	20
TOTAL.....	\$ 82,945	\$ 82,659	\$ 84,968	TOTAL	\$ 74,340	\$ 74,438	\$ 77,483
Dallas				Muncy			
State Funds	\$ 105,921	\$ 106,287	\$ 110,628	State Funds	\$ 91,125	\$ 92,373	\$ 94,779
Federal Funds....	2	12	-	Federal Funds	19	23	15
Augmentations...	12	36	30	Augmentations....	12	42	34
TOTAL.....	\$ 105,935	\$ 106,335	\$ 110,658	TOTAL	\$ 91,156	\$ 92,438	\$ 94,828
Fayette				Phoenix			
State Funds	\$ 113,339	\$ 111,050	\$ 120,046	State Funds	\$ 171,315	\$ 168,868	\$ 175,381
Federal Funds....	-	-	-	Federal Funds	-	-	-
Augmentations...	12	23	21	Augmentations....	27	69	71
TOTAL.....	\$ 113,351	\$ 111,073	\$ 120,067	TOTAL	\$ 171,342	\$ 168,937	\$ 175,452
Forest				Pine Grove			
State Funds	\$ 101,143	\$ 102,078	\$ 107,722	State Funds	\$ 71,273	\$ 70,050	\$ 72,152
Federal Funds....	4	24	-	Federal Funds	439	419	446
Augmentations...	16	30	26	Augmentations....	10	15	10
TOTAL.....	\$ 101,163	\$ 102,132	\$ 107,748	TOTAL	\$ 71,722	\$ 70,484	\$ 72,608
Frackville				Quehanna Boot Camp			
State Funds	\$ 62,641	\$ 61,786	\$ 65,737	State Funds	\$ 31,892	\$ 31,914	\$ 33,284
Federal Funds....	-	-	-	Federal Funds	153	156	152
Augmentations...	7	14	13	Augmentations....	7	17	9
TOTAL.....	\$ 62,648	\$ 61,800	\$ 65,750	TOTAL	\$ 32,052	\$ 32,087	\$ 33,445

Program: Incarcerated Individuals, continued

Expenditures by Institution: (Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget		2021-22 Actual	2022-23 Available	2023-24 Budget
Rockview				Community Centers			
State Funds	\$ 106,609	\$ 106,129	\$ 110,442	State Funds	\$ 84,948	\$ 94,261	\$ 100,149
Federal Funds....	4	10	-	Federal Funds	1,132	1,050	550
Augmentations...	514	396	400	Augmentations....	-	150	150
TOTAL.....	\$ 107,127	\$ 106,535	\$ 110,842	TOTAL	\$ 86,080	\$ 95,461	\$ 100,849
Smithfield				Training Academy			
State Funds	\$ 77,639	\$ 83,244	\$ 88,389	State Funds	\$ 4,746	\$ 5,354	\$ 8,126
Federal Funds....	-	-	-	Federal Funds	-	-	-
Augmentations...	1,399	11	15	Augmentations....	-	-	-
TOTAL.....	\$ 79,038	\$ 83,255	\$ 88,404	TOTAL	\$ 4,746	\$ 5,354	\$ 8,126
Somerset				Central Office			
State Funds	\$ 93,616	\$ 93,722	\$ 99,801	State Funds	\$ 134,020 *	\$ 191,393 *	\$ 216,524 *
Federal Funds....	23	21	15	Federal Funds	37,981	24,355	16,691
Augmentations...	9	26	21	Augmentations....	193	499	499
TOTAL.....	\$ 93,648	\$ 93,769	\$ 99,837	TOTAL	\$ 172,194	\$ 216,247	\$ 233,714
Waymart				Other Jurisdictions - Federal			
State Funds	\$ 108,775	\$ 105,733	\$ 111,114	State Funds	\$ 3,621	\$ 3,755	\$ 3,858
Federal Funds....	154	178	177	Federal Funds	-	-	-
Augmentations...	5	29	24	Augmentations....	-	-	-
TOTAL.....	\$ 108,934	\$ 105,940	\$ 111,315	TOTAL	\$ 3,621	\$ 3,755	\$ 3,858

* Expenditures include annual maintenance costs for closed institutions.

Program Recommendations:

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

<p>Medical Care</p> <p>\$ 4,571 —to replace nonrecurring benefits cost reduction.</p> <p><u>13,716</u> —to continue current program.</p> <p>\$ 18,287 <i>Appropriation Increase</i></p> <p>Correctional Education and Training</p> <p>\$ 1,585 —to replace nonrecurring benefits cost reduction.</p> <p><u>1,592</u> —to continue current program.</p> <p>\$ 3,177 <i>Appropriation Increase</i></p>	<p>State Correctional Institutions</p> <p>\$ 63,262 —to replace nonrecurring benefits cost reduction.</p> <p>58,096 —to continue current program.</p> <p>355 —Initiative—to support the improvement of the commutation and clemency process.</p> <p><u>\$ 121,713</u> <i>Appropriation Increase</i></p> <p>General Government Operations</p> <p>\$ 822 —to replace nonrecurring benefits cost reduction.</p> <p>952 —to continue current program.</p> <p>(3,457) —transferred to Office of Victim Advocate for program support.</p> <p><u>\$ (1,683)</u> <i>Appropriation Decrease</i></p>
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Program: Incarcerated Individuals, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Medical Care.....	\$ 331,486	\$ 338,156	\$ 356,443	\$ 356,443	\$ 356,443	\$ 356,443	\$ 356,443
Correctional Education and Training.....	42,597	43,833	47,010	47,010	47,010	47,010	47,010
State Correctional Institutions.....	2,083,044	2,127,197	2,248,910	2,245,073	2,248,143	2,241,235	2,241,235
General Government Operations	42,268	43,097	41,414	41,414	41,414	41,414	41,414
TOTAL GENERAL FUND	\$ 2,499,395	\$ 2,552,283	\$ 2,693,777	\$ 2,689,940	\$ 2,693,010	\$ 2,686,102	\$ 2,686,102

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Reduce violence rates.							
In-institution violence rate (on staff and on other persons combined) per 1,000.....	53.3	52.4	58.7	35.0	43.9	52.8	51.8
Decrease population.							
Population.....	48,353	46,482	42,101	37,748	37,498	38,211	36,778
Reduce recidivism.							
One-year recidivism rate.....	42.5%	41.3%	40.0%	36.7%	30.4%	39.0%	38.0%
Three-year recidivism rate.....	63.5%	64.4%	64.7%	62.8%	60.2%	64.2%	63.7%

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 the 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		Pennsylvania Parole Board	
\$ 5,481	—to replace nonrecurring benefits cost reduction.	\$ 381	—to replace nonrecurring benefits cost reduction.
6,184	—to continue current program.	<u>128</u>	—to continue current program.
1,492	—Initiative—to provide for technology for increased public and law enforcement officer safety.	\$ 509	<i>Appropriation Increase</i>
359	—Initiative—to reduce recidivism by deterring violent behavior in reentrants through intense supervision efforts.	\$ 179	Sexual Offenders Assessment Board
<u> </u>		<u>235</u>	—to replace nonrecurring benefits cost reduction.
\$ 13,516	<i>Appropriation Increase</i>	\$ 414	—to continue current program.
			<i>Appropriation Increase</i>

Program: Reentry into Communities, continued

Program Recommendations, continued:

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

Board of Pardons		Office of Victim Advocate	
\$ 54	—to replace nonrecurring benefits cost reduction.	\$ 3,457	—transferred from General Government Operations for
486	—to continue current program.		victim advocate program support through Act 77 of 2022.
\$ 540	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
State Field Supervision	\$ 151,403	\$ 158,090	\$ 171,606	\$ 170,849	\$ 170,849	\$ 170,849	\$ 170,849
Pennsylvania Parole Board	12,121	12,774	13,283	13,283	13,283	13,283	13,283
Sexual Offenders Assessment Board....	6,582	6,891	7,305	7,305	7,305	7,305	7,305
Board of Pardons.....	-	2,157	2,697	2,697	2,697	2,697	2,697
Office of Victim Advocate.....	-	-	3,457	3,457	3,457	3,457	3,457
TOTAL GENERAL FUND	\$ 170,106	\$ 179,912	\$ 198,348	\$ 197,591	\$ 197,591	\$ 197,591	\$ 197,591

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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	41,777	41,459	41,219	39,800	36,749	36,249	35,749
Decrease the percentage of supervised individuals who return to prison upon release from prison.							
One-year parole recommitment rate...	17%	16%	15%	14%	14%	14%	13%
Three-year parole recommitment rate	42%	42%	41%	39%	37%	40%	39%



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.

The department develops and implements programs to reduce substance misuse and dependency through prevention, intervention, rehabilitation, and treatment programs. These programs are designed to educate all population segments on the effects, dangers, and dependency that drug and alcohol misuse poses to public health and to mitigate the economic impact of substance misuse for the citizens of Pennsylvania.

Programs and Goals

Drug and Alcohol Misuse Prevention and Treatment: *To provide education, intervention, and treatment programs to reduce drug and alcohol addiction, misuse, and dependence as well as problem gambling disorders.*

Drug and Alcohol Programs

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
General Government:			
General Government Operations	\$ 2,997	\$ 3,193	\$ 3,379
(F)SABG-Administration and Operation	8,785	8,785	8,785
(F)COVID-SABG Administration and Operation (EA)	205	519	-
(F)Substance Abuse Special Projects-Admin and Operation	4,617	4,327	3,995
(F)State Opioid Response Administration	6,058	9,104	9,104
(F)Recovery House Assistance (EA).....	-	1,044	-
(A)Departmental Services	30	36	36
(R)Recovery House Certification (EA)	-	150	50
Subtotal.....	<u>\$ 22,692</u>	<u>\$ 27,158</u>	<u>\$ 25,349</u>
Subtotal - State Funds.....	\$ 2,997	\$ 3,193	\$ 3,379
Subtotal - Federal Funds.....	19,665	23,779	21,884
Subtotal - Augmentations.....	30	36	36
Subtotal - Restricted.....	-	150	50
Total - General Government.....	<u>\$ 22,692</u>	<u>\$ 27,158</u>	<u>\$ 25,349</u>
Grants and Subsidies:			
Assistance to Drug and Alcohol Programs.....	\$ 44,732	\$ 44,732	\$ 44,732
(F)SABG-Drug and Alcohol Services	79,870	79,870	80,615
(F)COVID-SABG-Drug and Alcohol Services (EA)	1,470	-	-
(F)Substance Abuse Special Projects Grants	25,413	21,954	21,250
(F)State Opioid Response.....	178,261	184,286	154,249
(R)Opioid Settlements	5,000	22,545	13,575 *
Subtotal.....	<u>\$ 334,746</u>	<u>\$ 353,387</u>	<u>\$ 314,421</u>
Subtotal - State Funds.....	\$ 44,732	\$ 44,732	\$ 44,732
Subtotal - Federal Funds.....	285,014	286,110	256,114
Subtotal - Restricted.....	5,000	22,545	13,575
Total - Grants and Subsidies.....	<u>\$ 334,746</u>	<u>\$ 353,387</u>	<u>\$ 314,421</u>
STATE FUNDS	\$ 47,729	\$ 47,925	\$ 48,111
FEDERAL FUNDS	304,679	309,889	277,998
AUGMENTATIONS	30	36	36
RESTRICTED	5,000	22,695	13,625
GENERAL FUND TOTAL	<u>\$ 357,438</u>	<u>\$ 380,545</u>	<u>\$ 339,770</u>
OTHER FUNDS:			
COMPULSIVE AND PROBLEM GAMBLING TREATMENT FUND:			
Drug and Alcohol Treatment Services (EA)	\$ 4,676	\$ 6,231	\$ 10,675
(R)Compulsive and Problem Gambling Treatment (EA)	5,800	6,800	6,800
COMPULSIVE AND PROBLEM GAMBLING TREATMENT FUND TOTAL	<u>\$ 10,476</u>	<u>\$ 13,031</u>	<u>\$ 17,475</u>

Drug and Alcohol Programs

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
MEDICAL MARIJUANA PROGRAM FUND:			
Prevention and Treatment Services (EA).....	\$ 5,186	\$ 6,442	\$ 5,662
STATE STORES FUND:			
Alcohol Abuse Programs (EA).....	\$ 5,297	\$ 6,617	\$ 6,617
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 47,729	\$ 47,925	\$ 48,111
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	304,679	309,889	277,998
AUGMENTATIONS.....	30	36	36
RESTRICTED.....	5,000	22,695	13,625
OTHER FUNDS.....	20,959	26,090	29,754
TOTAL ALL FUNDS.....	\$ 378,397	\$ 406,635	\$ 369,524

* Potential additional settlement payments to the Commonwealth not reflected in total.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
DRUG AND ALCOHOL MISUSE PREVENTION AND TREATMENT:							
GENERAL FUND.....	\$ 47,729	\$ 47,925	\$ 48,111	\$ 48,111	\$ 48,111	\$ 48,111	\$ 48,111
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	304,679	309,889	277,998	277,998	277,998	277,998	277,998
AUGMENTATIONS.....	30	36	36	36	36	36	36
RESTRICTED.....	5,000	22,695	13,625	15,886	17,032	6,207	8,327
OTHER FUNDS.....	20,959	26,090	29,754	26,409	26,543	26,680	26,825
DEPARTMENT TOTAL.....	\$ 378,397	\$ 406,635	\$ 369,524	\$ 368,440	\$ 369,720	\$ 359,032	\$ 361,297

Program: Drug and Alcohol Misuse Prevention and Treatment

Goal: To provide education, intervention, and treatment programs to reduce drug and alcohol addiction, misuse, and dependence as well as problem gambling disorders.

The [Department of Drug and Alcohol Programs \(DDAP\)](#) is tasked with the development and implementation of a comprehensive plan to reduce substance misuse and dependency. While treatment is much of the department's immediate focus, interdepartmental collaborations and external partnerships emphasize four areas: prevention and intervention, treatment and recovery support, quality assurance, and workforce development.

Prevention and Intervention

The department's [prevention programs](#) aim to reduce the risk factors associated with substance use through educational sessions, workshops, media presentations, and information dissemination. Intervention services provide support to individuals affected by substance use problems. Services include information hotlines, drop-in centers, alcohol safety programs, and employee and student assistance programs.

DDAP provides county-based agencies, [Single County Authorities \(SCAs\)](#), with funding to ensure delivery of single and recurring prevention programs. SCAs prepare prevention and intervention plans, as well as treatment plans, tailored to meet the needs of their respective communities. The department approves these plans and formulates a statewide plan based on the findings.

Treatment and Recovery Support

DDAP provides the SCAs with funding to deliver or purchase substance use disorder (SUD) treatment and recovery [support services](#) for uninsured and underinsured Pennsylvanians. Treatment services may be received in hospitals, residential facilities, outpatient programs, or correctional settings.

The department established the [Get Help Now](#) hotline, which is available 24/7, 365 days a year to provide confidential referral services to Pennsylvanians seeking SUD treatment, as well as families experiencing difficulty, as a result of drug and alcohol use/misuse.

Additionally, DDAP provides [community resources](#) to first responders, friends, family, health care providers, and educators on the use of [Naloxone](#) to temporarily reverse the effects of an opioid overdose.

The department also provides public education, awareness, training, and call center services relative to [compulsive and problem gambling](#), as well as prevention and treatment services, to individuals with a problem gambling disorder.

Quality Assurance

DDAP conducts annual [inspections](#) of licensed SUD treatment facilities and programs, including the investigation of incident reports and complaints. Inspections are conducted to determine compliance with state and federal standards and regulations as a condition of receiving federal Medicare and Medicaid financial support.

The department began licensing drug and alcohol [recovery houses](#) in 2022. Recovery houses offer individuals recovering from SUD a safe and supportive substance-free environment.

Workforce Development

DDAP's focus on workforce development includes [education and training](#) on prevention, intervention, treatment, and recovery support services for human services professionals and efforts to create a career ladder for growth in this field.

Program Recommendations:

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

General Government Operations		
\$	72	—to replace nonrecurring benefits cost reduction.
	114	—to continue current program.
\$	186	<i>Appropriation Increase</i>

Drug and Alcohol Programs

Program: Drug and Alcohol Misuse Prevention and Treatment, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations.....	\$ 2,997	\$ 3,193	\$ 3,379	\$ 3,379	\$ 3,379	\$ 3,379	\$ 3,379
Assistance to Drug and Alcohol Programs	44,732	44,732	44,732	44,732	44,732	44,732	44,732
TOTAL GENERAL FUND	\$ 47,729	\$ 47,925	\$ 48,111	\$ 48,111	\$ 48,111	\$ 48,111	\$ 48,111

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Provide drug and alcohol treatment services.							
Pennsylvania's Get Help Now hotline calls	17,051	16,095	13,714	18,834	17,808	18,000	18,000
Percentage of Pennsylvania's Get Help Now hotline calls resulting in services.....	43.9%	48.3%	55.1%	63.9%	68.8%	70.0%	70.0%
Number of individuals admitted to treatment.....	29,068	28,508	28,290	17,713	18,431	19,000	19,000
Licensure and/or federal certification surveys completed.							
Licensed inpatient drug and alcohol facilities	205	222	228	224	221	221	221
Inpatient capacity	9,755	10,493	10,955	11,219	11,141	11,141	11,141
Licensed outpatient drug and alcohol facilities	647	638	643	622	616	616	616
Outpatient capacity	114,988	117,609	118,835	123,323	124,694	124,694	124,694



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)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 29,981	\$ 36,404	\$ 40,595
(F)Adult Basic Education-Administration.....	2,000	2,000	2,000
(F)Education of Exceptional Children.....	13,000	13,000	13,000
(F)Special Education-State Personnel Development.....	2,500	2,500	2,500
(F)ESEA-Title I-Administration	12,333	12,333	12,333
(F)State Approving Agency (Veteran's Affairs)	1,800	1,800	1,800
(F)Food and Nutrition Service	21,000	21,000	21,000
(F)Migrant Education-Administration.....	700	700	700
(F)Vocational Education-Administration.....	3,910	3,910	4,100
(F)Improving Teacher Quality-Title II-Administration/State	7,400	7,400	7,400
(F)Jacob K Javits Gifted and Talented Students Education.....	-	623	-
(F)Homeless Assistance	4,870	5,000	5,000
(F)Preschool Grant.....	960	960	960
(F)School Health Education Programs.....	100	100	299
(F)Preschool Development Grants.....	-	-	16,000
(F)Medical Assistance-Nurses' Aide Training	670	670	335
(F)State and Community Highway Safety	1,500	1,500	2,269
(F)Title IV-21st Century Community Learning Centers-Admin.....	4,000	4,000	4,000
(F)National Assessment of Educational Progress.....	165	180	180
(F)Migrant Education Coordination Program	130	130	130
(F)School Improvement Grants.....	12,000	12,000	-
(F)Student Support and Academic Enrichment-Administration.....	2,200	2,200	2,200
(F)Troops to Teachers.....	400	400	400
(F)Pennsylvania Project AWARE	1,800	1,800	-
(F)Emergency Impact Aid Program.....	2,000	2,000	2,000
(F)Refugee School Impact Development (EA)	850	9,000	2,315
(F)COVID-Homeless Children and Youth (EA)	32,749	-	-
(A)Teacher Certification Fees	2,489	2,102	2,173
(A)PlanCon.....	583	891	926
(A)Approved Private Schools	926	926	1,079
(A)EPSDT Administration.....	350	350	350
(A)Services to Nonpublic Schools-Administration	879	918	918
(A)Nonpublic Textbook Administration.....	981	1,024	1,396
(A)Alternative Education.....	-	30	30
(A)SARA Reciprocity	132	141	141
(A)Higher Education Fees	259	261	261
(A)Teacher Certification-Printable Certificates	33	30	30
(A)Management Services.....	30	-	-
(R)Private Licensed Schools	491	684	775

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(R)Empowerment School Districts	5,619	7,000	7,000
Subtotal.....	\$ 171,790	\$ 155,967	\$ 156,595
Recovery Schools.....	250	250	250
Information and Technology Improvement.....	3,740	3,740	3,940
(F)Statewide Longitudinal Data Systems	5,110	5,110	5,110
(F)Longitudinal Data to Support Education Policy	-	-	500
PA Assessment.....	45,265	47,128	48,850
(F)Title VI-Part A State Assessments.....	15,000	15,000	15,000
State Library.....	2,238	2,238	2,466
(F)LSTA-Library Development	8,500	8,500	8,500
(F)COVID-LSTA-Library Development Emergency Relief (EA)	4,786	-	-
(A)Key 93 Administrative Costs.....	- ^a	- ^a	- ^a
Subtotal - State Funds.....	\$ 81,474	\$ 89,760	\$ 96,101
Subtotal - Federal Funds.....	162,433	133,816	130,031
Subtotal - Augmentations.....	6,662	6,673	7,304
Subtotal - Restricted.....	6,110	7,684	7,775
Total - General Government.....	\$ 256,679	\$ 237,933	\$ 241,211
Institutional:			
Youth Development Centers-Education	\$ 8,283	\$ 8,525	\$ 8,935
Subtotal.....	\$ 8,283	\$ 8,525	\$ 8,935
Grants and Subsidies:			
Support of Public Schools:			
Basic Education Funding.....	\$ 7,082,304^b	\$ 7,625,124^b	\$ 8,421,751^b
Level-Up Supplement.....	-	225,000	-^c
Dual Enrollment Payments	-	7,000	7,000
Ready to Learn Block Grant	288,000	395,500	295,500
Transfer to School Safety and Security Fund.....	-	100,000	100,000
School-Based Mental Health Supports Block Grant	-	-	100,000
Pre-K Counts	242,284	302,284	332,284
Head Start Supplemental Assistance	69,178	88,178	90,878
Mobile Science and Math Education Programs.....	3,214	7,164	-
Teacher Professional Development.....	5,044	5,044	9,062
Adult and Family Literacy	12,475	12,475	16,310
(F)Adult Basic Education-Local	23,000	23,000	23,000
Career and Technical Education	99,000	105,138	119,138
(F)Vocational Education Act-Local.....	49,000	49,000	49,000
(F)COVID-Public Health Crisis-Workforce Development (EA).....	-	16,100	-
Career and Technical Education Equipment Grants.....	5,550	5,550	8,880
Authority Rentals and Sinking Fund Requirements.....	201,303	212,422	217,007
Pupil Transportation.....	478,582	602,746	593,100
Nonpublic and Charter School Pupil Transportation.....	79,442	79,442	72,255

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Special Education	1,236,815	1,336,815	1,440,641
(F)Individuals with Disabilities Education-Local	470,000	550,000	595,612
Early Intervention	336,500	346,500	356,895
(F)Individuals with Disabilities Education	16,000	16,000	16,000
Tuition for Orphans and Children Placed in Private Homes	49,374	49,374	45,321
Payments in Lieu of Taxes	170	171	173
Education of Migrant Laborers' Children	853	853	853
PA Chartered Schools for the Deaf and Blind	59,003	62,502	71,139
Special Education-Approved Private Schools	122,656	129,120	149,019
School Food Services	30,000	42,500 ^d	91,536
(F)Food and Nutrition-Local	931,869	1,215,761 ^e	1,725,820
(F)COVID-Food and Nutrition Emergency Relief (EA)	34,039	48,696	-
(F)COVID-Food and Nutrition-P-EBT Administration (EA).....	1,156	1,500	-
(F)COVID-Farm to School (EA).....	-	1,527	-
(F)COVID-Food Service Equipment (EA)	-	1,718	-
School Employees' Social Security	68,512	71,219 ^f	72,463
School Employees' Retirement	2,747,000	2,986,000	2,971,000
(F)ESEA-Title I-Local	875,000	900,000	1,685,000
(F)Improving Teacher Quality-Title II-Local.....	105,000	100,000	100,000
(F)Title IV-21st Century Community Learning Centers-Local	90,000	91,000	91,000
(F)Title III-Language Instruction for LEP and Immigrant Student.....	24,000	24,000	24,000
(F)Title VI-Rural and Low Income School-Local	1,830	1,830	1,830
(F)Student Support and Academic Enrichment-Local.....	60,000	102,000	102,000
(F)TANFBG-Teenage Parenting Education (EA)	13,784	13,784	13,784
(F)COVID-Gov Emergency Education Relief Non-Public Schools (EA)	152,742	-	-
(F)COVID-ESSER-LEA (EA).....	4,500,814	-	-
(F)COVID-ESSER-SEA (EA)	485,696	-	-
(F)COVID-ESSER-SEA Administration (EA)	14,000	-	-
(F)School-Based Mental Health Services	-	7,100	-
Subtotal.....	<u>\$ 21,065,189</u>	<u>\$ 17,961,137</u>	<u>\$ 20,009,251</u>
Other Grants and Subsidies:			
Services to Nonpublic Schools	\$ 87,939	\$ 91,808	\$ 91,808
Textbooks, Materials, and Equipment for Nonpublic Schools	26,751	27,928	28,300
Public Library Subsidy	59,470	70,470	70,470
Public Library Facilities Improvement	-	-	4,228
Library Services for the Visually Impaired and Disabled	2,567	2,567	2,567
Library Access	3,071	3,071	3,071
Job Training and Education Programs	30,995	30,320	-
(F)COVID-SFR Pandemic Response.....	32,605	-	-
Safe School Initiative	11,000	11,000	11,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
School Environmental Repairs and Improvements.....	-	-	100,000
Trauma-Informed Education.....	750	1,000	-
Safe Driving Course.....	-	-	1,100 ⁹
Subtotal.....	\$ 255,148	\$ 238,164	\$ 312,544
Higher Education-Other Grants and Subsidies:			
Community Colleges.....	\$ 245,240	\$ 256,510	\$ 261,640
Transfer to Community College Capital Fund.....	52,078	54,161	54,161
Regional Community Colleges Services.....	2,136	2,221	2,221
Northern PA Regional College.....	7,000	7,280	7,280
Community Education Councils.....	2,393	2,489	2,489
Hunger-Free Campus Initiative.....	-	1,000	1,000
Parent Pathways.....	-	-	1,661
Sexual Assault Prevention.....	1,000	1,250	1,500
Thaddeus Stevens College of Technology.....	18,701	19,449	19,838
Subtotal.....	\$ 328,548	\$ 344,360	\$ 351,790
State System of Higher Education:			
State Universities.....	477,470	552,470	563,519
(F)COVID-SFR-State System of Higher Education.....	50,000	125,000	-
Subtotal.....	\$ 527,470	\$ 677,470	\$ 563,519
The Pennsylvania State University:			
General Support.....	242,096	242,096	259,285
(F)COVID-SFR Pandemic Response-Higher Ed Penn State.....	-	13,442	-
Pennsylvania College of Technology.....	26,736	26,736	28,634
Subtotal.....	\$ 268,832	\$ 282,274	\$ 287,919
University of Pittsburgh:			
General Support.....	151,507	151,507	162,264
(F)COVID-SFR Pandemic Response-Higher Ed Univ. of Pittsburgh.....	-	7,743	-
Rural Education Outreach.....	3,346	3,346	3,584
Subtotal.....	\$ 154,853	\$ 162,596	\$ 165,848
Temple University:			
General Support.....	158,206	158,206	169,439
(F)COVID-SFR Pandemic Response-Higher Ed Temple.....	-	7,910	-
Subtotal.....	\$ 158,206	\$ 166,116	\$ 169,439
Lincoln University:			
General Support.....	15,166	15,166	16,243
(F)COVID-SFR Pandemic Response-Higher Ed Lincoln.....	-	758	-
Subtotal.....	\$ 15,166	\$ 15,924	\$ 16,243
Subtotal - State Funds.....	\$ 14,842,877	\$ 16,530,172	\$ 17,449,507
Subtotal - Federal Funds.....	7,930,535	3,317,869	4,427,046
Total - Grants and Subsidies.....	\$ 22,773,412	\$ 19,848,041	\$ 21,876,553

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
STATE FUNDS	\$ 14,932,634	\$ 16,628,457	\$ 17,554,543
FEDERAL FUNDS	8,092,968	3,451,685	4,557,077
AUGMENTATIONS	6,662	6,673	7,304
RESTRICTED	6,110	7,684	7,775
GENERAL FUND TOTAL	\$ 23,038,374	\$ 20,094,499	\$ 22,126,699
MOTOR LICENSE FUND:			
<i>Grants and Subsidies:</i>			
Safe Driving Course	\$ 1,100	\$ 1,100	\$ - ^g
OTHER FUNDS:			
COMMUNITY COLLEGE CAPITAL FUND:			
Community College Capital	\$ - ^h	\$ - ^h	\$ - ^h
GOV. CASEY ORGAN AND TISSUE DONATION AWARENESS TRUST FUND:			
Organ Donation Awareness (EA)	\$ 165	\$ 200	\$ 200
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND:			
Local Libraries Rehabilitation and Development (EA)	\$ 6,329	\$ 5,075 ⁱ	\$ 4,436
SSHE-Deferred Maintenance (EA)	28,480	22,839 ^j	19,963
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND TOTAL	\$ 34,809	\$ 27,914	\$ 24,399
PROPERTY TAX RELIEF FUND:			
Property Tax Relief Payments (EA)	\$ 621,300	\$ 778,300	\$ 778,300
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 14,932,634	\$ 16,628,457	\$ 17,554,543
MOTOR LICENSE FUND	1,100	1,100	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	8,092,968	3,451,685	4,557,077
AUGMENTATIONS	6,662	6,673	7,304
RESTRICTED	6,110	7,684	7,775
OTHER FUNDS	656,274	806,414	802,899
TOTAL ALL FUNDS	\$ 23,695,748	\$ 20,902,013	\$ 22,929,598

^a Not added to avoid double counting: 2021-22 Actual is \$105,000, 2022-23 Available is \$109,000, and 2023-24 Budget is \$119,000.

^b Includes funding for school district Social Security payments: 2021-22 Actual is \$527,225,000, 2022-23 Available is \$545,045,000, and 2023-24 Budget is \$549,307,000.

^c Per Act 55 of 2022, Level-Up Supplement funding merged with Basic Education Funding.

^d Includes recommended supplemental appropriation of \$12,500,000.

^e Includes recommended supplemental appropriation of \$419,892,000.

^f Includes recommended supplemental appropriation of \$2,500,000.

^g Safe Driving Course funding moved from the Motor License Fund to the General Fund.

^h The General Fund Transfer to Community College Capital Fund not added to avoid double counting. Community College Capital for 2021-22 Actual is \$51,610,060, 2022-23 Available is \$51,528,000, and 2023-24 Budget is \$53,819,000.

ⁱ Includes recommended supplemental executive authorization of \$197,000.

^j Includes recommended supplemental executive authorization of \$886,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
EDUCATION SUPPORT SERVICES:							
GENERAL FUND.....	\$ 33,721	\$ 40,144	\$ 44,535	\$ 44,035	\$ 44,035	\$ 44,035	\$ 44,035
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	134,147	110,316	106,531	106,031	100,921	84,921	84,921
AUGMENTATIONS	6,662	6,673	7,304	7,304	7,304	7,304	7,304
RESTRICTED.....	6,110	7,684	7,775	7,775	7,775	7,775	7,775
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 180,640	\$ 164,817	\$ 166,145	\$ 165,145	\$ 160,035	\$ 144,035	\$ 144,035
PREK-12 EDUCATION:							
GENERAL FUND.....	\$ 13,428,492	\$ 15,016,080	\$ 15,872,448	\$ 16,275,228	\$ 16,634,710	\$ 16,971,906	\$ 17,323,722
MOTOR LICENSE FUND ...	1,100	1,100	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	7,895,535	3,178,016	4,442,046	4,442,046	4,442,046	4,442,046	4,442,046
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	621,465	778,500	778,500	778,500	778,500	778,500	778,500
SUBCATEGORY TOTAL....	\$ 21,946,592	\$ 18,973,696	\$ 21,092,994	\$ 21,495,774	\$ 21,855,256	\$ 22,192,452	\$ 22,544,268
LIBRARY SERVICES:							
GENERAL FUND.....	\$ 67,346	\$ 78,346	\$ 82,802	\$ 82,802	\$ 82,802	\$ 82,802	\$ 82,802
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	13,286	8,500	8,500	8,500	8,500	8,500	8,500
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	6,329	5,075	4,436	5,123	5,813	6,856	7,566
SUBCATEGORY TOTAL....	\$ 86,961	\$ 91,921	\$ 95,738	\$ 96,425	\$ 97,115	\$ 98,158	\$ 98,868
HIGHER EDUCATION:							
GENERAL FUND.....	\$ 1,403,075	\$ 1,493,887	\$ 1,554,758	\$ 1,555,008	\$ 1,555,258	\$ 1,555,258	\$ 1,555,258
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	50,000	154,853	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	28,480	22,839	19,963	23,052	26,159	30,851	34,048
SUBCATEGORY TOTAL....	\$ 1,481,555	\$ 1,671,579	\$ 1,574,721	\$ 1,578,060	\$ 1,581,417	\$ 1,586,109	\$ 1,589,306

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 14,932,634	\$ 16,628,457	\$ 17,554,543	\$ 17,957,073	\$ 18,316,805	\$ 18,654,001	\$ 19,005,817
MOTOR LICENSE FUND ...	1,100	1,100	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	8,092,968	3,451,685	4,557,077	4,556,577	4,551,467	4,535,467	4,535,467
AUGMENTATIONS	6,662	6,673	7,304	7,304	7,304	7,304	7,304
RESTRICTED.....	6,110	7,684	7,775	7,775	7,775	7,775	7,775
OTHER FUNDS.....	656,274	806,414	802,899	806,675	810,472	816,207	820,114
DEPARTMENT TOTAL	<u>\$23,695,748</u>	<u>\$20,902,013</u>	<u>\$22,929,598</u>	<u>\$23,335,404</u>	<u>\$23,693,823</u>	<u>\$24,020,754</u>	<u>\$24,376,477</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](#) 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	
\$ 440	—to replace nonrecurring benefits cost reduction.	\$ 200	—to continue current program.
500	—relocation costs.		
(2,000)	—funding reduction.		
3,060	—to continue current program.		
<u>2,191</u>	—to align resources with school monitoring activities.		
\$ 4,191	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 29,981	\$ 36,404	\$ 40,595	\$ 40,095	\$ 40,095	\$ 40,095	\$ 40,095
Information and Technology Improvement	<u>3,740</u>	<u>3,740</u>	<u>3,940</u>	<u>3,940</u>	<u>3,940</u>	<u>3,940</u>	<u>3,940</u>
TOTAL GENERAL FUND	<u>\$ 33,721</u>	<u>\$ 40,144</u>	<u>\$ 44,535</u>	<u>\$ 44,035</u>	<u>\$ 44,035</u>	<u>\$ 44,035</u>	<u>\$ 44,035</u>

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. Since 2015-16, new funding has been distributed through the student-weighted [fair funding formula](#). 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 Programs \(EI\)](#) provide special education to eligible three- to five-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 three- and four-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 State System of Assessments \(PSSAs\)](#) 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.

Program Recommendations:

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

GENERAL FUND:			
	PA Assessment	\$ 2,018	Teacher Professional Development
\$ 1,722	—to continue current program.	2,000	—to continue current program.
	Youth Development Centers-Education		—Initiative—to provide professional development including training, online coursework, and technical assistance.
\$ 4	—to replace nonrecurring benefits cost reduction.	\$ 4,018	<i>Appropriation Increase</i>
406	—to continue current program.		
\$ 410	<i>Appropriation Increase</i>		
	Basic Education Funding	\$ 2,785	Adult and Family Literacy
\$ 4,262	—to continue current program funding for school district Social Security payments.	1,050	—to continue current program.
225,000	—merge of Level-Up Supplement into Basic Education Funding, per Act 55 of 2022.	\$ 3,835	—Initiative—to reduce the financial barrier to high school equivalency testing.
567,365	—Initiative—to continue sustained investment in school district basic education programs.		<i>Appropriation Increase</i>
\$ 796,627	<i>Appropriation Increase</i>		
	Level-Up Supplement	\$ 3,000	Career and Technical Education
\$ (225,000)	—merge of Level-Up Supplement into Basic Education Funding, per Act 55 of 2022.	5,000	—to continue current program.
		4,000	—Initiative—to increase exposure to CTE programs and develop additional CTE programs statewide.
		2,000	—Initiative—to provide additional subsidy increase.
		\$ 14,000	—Initiative—to establish a state-level Industry in the School Program to bring trade and industry professionals into the classroom.
			<i>Appropriation Increase</i>
	Ready to Learn Block Grant	\$ 3,330	Career and Technical Education Equipment Grants
\$ (100,000)	—funding reduction.		—Initiative—to provide resources for additional equipment purchases and maintenance.
	School-Based Mental Health Supports Block Grant	\$ 4,585	Authority Rentals and Sinking Fund Requirements
\$ 100,000	—Initiative—to provide mental health services and resources to students and staff.		—to provide reimbursement for existing school construction projects and charter leases to reduce reliance on debt.
	Pre-K Counts	\$ (9,646)	Pupil Transportation
\$ 30,000	—Initiative—to invest in high-quality early childhood education for 3- and 4-year-olds by increasing the cost per child.		—to continue current program.
	Head Start Supplemental Assistance	\$ (7,187)	Nonpublic and Charter School Pupil Transportation
\$ 2,700	—Initiative—to invest in high-quality early childhood education for 3- and 4-year-olds to allow for increased costs.		—to continue current program.
	Mobile Science and Math Education Programs	\$ 103,826	Special Education
\$ (7,164)	—program elimination.		—Initiative—to provide increased resources for school district special education instruction.

Program: PreK–12 Education, continued

Program Recommendations, continued:

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

	Early Intervention			School Employees' Retirement
\$ 10,395	—Initiative—to provide services to additional children from ages 3 through 5.	\$ (15,000)		—to continue current program.
	Tuition for Orphans and Children Placed in Private Homes	\$ 372		Textbook, Materials, and Equipment for Nonpublic Schools
\$ (4,053)	—to continue current program.			—to continue current program.
	Payments in Lieu of Taxes	\$ (30,320)		Job Training and Education Programs
\$ 2	—to continue current program.			—program elimination.
	PA Chartered Schools for the Deaf and Blind	\$ 100,000		School Environmental Repairs and Improvements
\$ 8,637	—to continue current program.			—Initiative—to provide grants for environmental improvement capital projects at school facilities.
	Special Education-Approved Private Schools	\$ (1,000)		Trauma-Informed Education
\$ 19,899	—to continue current program.			—program elimination.
	School Food Services	\$ 1,100		Safe Driving Course
\$ 10,500	—to continue current program.			—transferred from the Motor License Fund.
38,536	—Initiative—to continue to provide universal free breakfast and expand eligibility for free lunch.			MOTOR LICENSE FUND:
\$ 49,036	<i>Appropriation Increase</i>	\$ (1,100)		Safe Driving Course
	School Employees' Social Security			—transferred to the General Fund.
\$ 1,244	—to continue current program.			

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Recovery Schools	\$ 250	\$ 250	\$ 250	\$ 250	\$ 250	\$ 250	\$ 250
PA Assessment ...	45,265	47,128	48,850	48,850	48,850	48,850	48,850
Youth Development Centers-Education	8,283	8,525	8,935	8,935	8,935	8,935	8,935
Basic Education Funding	7,082,304	7,625,124	8,421,751	8,674,626	8,854,000	9,037,135	9,224,095
Level-Up Supplement.....	-	225,000	-	-	-	-	-
Dual Enrollment Payments.....	-	7,000	7,000	7,000	7,000	7,000	7,000
Ready to Learn Block Grant	288,000	395,500	295,500	295,500	295,500	295,500	295,500
Transfer to School Safety and Security Fund.....	-	100,000	100,000	100,000	100,000	100,000	100,000

Program: PreK–12 Education, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
School-Based Mental Health Supports Block Grant	-	-	100,000	100,000	100,000	100,000	100,000
Pre-K Counts	242,284	302,284	332,284	332,284	332,284	332,284	332,284
Head Start Supplemental Assistance	69,178	88,178	90,878	90,878	90,878	90,878	90,878
Mobile Science and Math Education Programs	3,214	7,164	-	-	-	-	-
Teacher Professional Development.....	5,044	5,044	9,062	9,062	9,062	9,062	9,062
Adult and Family Literacy	12,475	12,475	16,310	16,310	16,310	16,310	16,310
Career and Technical Education	99,000	105,138	119,138	119,138	119,138	119,138	119,138
Career and Technical Education Equipment Grants	5,550	5,550	8,880	8,880	8,880	8,880	8,880
Authority Rentals and Sinking Fund Requirements	201,303	212,422	217,007	222,007	228,991	216,905	206,693
Pupil Transportation.....	478,582	602,746	593,100	602,228	611,438	620,805	630,331
Nonpublic and Charter School Pupil Transportation.....	79,442	79,442	72,255	72,255	72,255	72,255	72,255
Special Education	1,236,815	1,336,815	1,440,641	1,483,860	1,513,537	1,543,808	1,574,684
Early Intervention.	336,500	346,500	356,895	356,895	356,895	356,895	356,895
Tuition for Orphans and Children Placed in Private Homes	49,374	49,374	45,321	45,321	45,321	45,321	45,321
Payments in Lieu of Taxes	170	171	173	173	173	173	173
Education of Migrant Laborers' Children	853	853	853	853	853	853	853
PA Chartered Schools for the Deaf and Blind	59,003	62,502	71,139	78,045	80,972	82,996	85,071
Special Education-Approved Private Schools	122,656	129,120	149,019	163,486	169,617	173,857	178,203
School Food Services	30,000	42,500	91,536	91,536	91,536	91,536	91,536

Program: PreK–12 Education, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
School Employees' Social Security	68,512	71,219	72,463	72,648	74,827	77,072	79,317
School Employees' Retirement	2,747,000	2,986,000	2,971,000	3,042,000	3,165,000	3,283,000	3,409,000
Services to Nonpublic Schools	87,939	91,808	91,808	91,808	91,808	91,808	91,808
Textbooks, Materials, and Equipment for Nonpublic Schools	26,751	27,928	28,300	28,300	28,300	28,300	28,300
Job Training and Education Programs	30,995	30,320	-	-	-	-	-
Safe School Initiative.....	11,000	11,000	11,000	11,000	11,000	11,000	11,000
School Environmental Repairs and Improvements	-	-	100,000	100,000	100,000	100,000	100,000
Trauma-Informed Education.....	750	1,000	-	-	-	-	-
Safe Driving Course	-	-	1,100	1,100	1,100	1,100	1,100
TOTAL GENERAL FUND	\$ 13,428,492	\$ 15,016,080	\$ 15,872,448	\$ 16,275,228	\$ 16,634,710	\$ 16,971,906	\$ 17,323,722
MOTOR LICENSE FUND:							
Safe Driving Course	\$ 1,100	\$ 1,100	\$ -	\$ -	\$ -	\$ -	\$ -

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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.....	5,549	6,112	6,497	6,458	6,633	6,574	6,574
Students in PA Pre-K Counts program	21,029	23,128	25,318	25,160	27,906	29,661	29,661
Number of children participating in Early Intervention.....	55,947 ^a	57,947	59,960	57,500	59,106	61,000	63,000
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	45.4%	47.6%	49.8%	52.0%	35.7% ^b	37.2% ^b	38.7% ^b
Percentage of students proficient or advanced in English language arts....	63.1%	64.6%	66.1%	67.6%	54.1% ^b	55.6% ^b	57.1% ^b
Percentage of students proficient or advanced in science	65.0%	66.4%	67.8%	69.2%	54.4% ^b	55.9% ^b	57.4% ^b

Program: PreK–12 Education, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
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.							
Number of students enrolled in PDE-approved career and technical education (CTE) programs of study...	67,248	67,236	68,105	65,536 ^a	68,659	70,032	71,433

^a Actual year measure data has been corrected.

^b Reduction due to change in testing methodology.

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)

State Library		Public Library Facilities Improvement	
\$ 34	—to replace nonrecurring benefits cost reduction.	\$ 4,228	—Initiative—to provide facilities grants for small rural public libraries.
194	—to continue current program.		
\$ 228	<i>Appropriation Increase</i>		

Program: Library Services, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
State Library	\$ 2,238	\$ 2,238	\$ 2,466	\$ 2,466	\$ 2,466	\$ 2,466	\$ 2,466
Public Library Subsidy	59,470	70,470	70,470	70,470	70,470	70,470	70,470
Public Library Facilities Improvement	-	-	4,228	4,228	4,228	4,228	4,228
Library Services for the Visually Impaired and Disabled	2,567	2,567	2,567	2,567	2,567	2,567	2,567
Library Access	3,071	3,071	3,071	3,071	3,071	3,071	3,071
TOTAL GENERAL FUND	\$ 67,346	\$ 78,346	\$ 82,802	\$ 82,802	\$ 82,802	\$ 82,802	\$ 82,802

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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)	9,933	8,315	8,125	7,704 ^{a,b}	7,596 ^b	8,000	8,500
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)	4,755	4,515	4,852	5,110	3,097	4,000	4,050
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.							
Number of internet sessions by the public in public libraries (in thousands)	14,146	14,374	14,569	6,356 ^{b,c}	5,243 ^{b,c}	6,000 ^c	6,000
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.							
Number of recorded or braille items borrowed or downloaded through Library Services for Visually Impaired and Disabled program (in thousands)	922 ^a	1,143 ^a	1,515 ^a	1,281 ^a	1,229	1,250	1,300
Increase awareness of the State Library of Pennsylvania's extensive research resources and services among Commonwealth employees and the public by increasing library use.							
Number of items accessed from the State Library of Pennsylvania	358,120	630,937	109,184 ^c	182,052 ^c	97,766 ^c	99,000 ^c	101,000

^a Actual year measure data has been corrected.

^b Reduction due to COVID-19 pandemic.

^c Number of items accessed reduced due to State Library renovation.

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

Pennsylvania currently has a statewide postsecondary attainment goal which aligns with workforce needs: 60 percent of the population ages 25-64 will hold a postsecondary degree or industry recognized credential by 2025, with a particular focus on closing attainment gaps for historically underrepresented populations. To help reach that goal, 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 of 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 [Keystone Honors Academy](#) at Cheyney University.

Support Services

The department provides leadership and support services to all sectors of higher education. Responsibilities include acting as a liaison with the national accrediting agencies, the State Board of Education, the State Board of Private Licensed Schools, and other governing boards; policy review and development based on comprehensive planning and research; and implementation of the [Higher Education Master Plan](#). PDE partners with other Commonwealth agencies on workforce development strategies. 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)

Community Colleges		The Pennsylvania State University	
\$ 5,130	—Initiative—to invest in higher education and improve college access and completion.	\$ 19,087	—Initiative—to invest in higher education and improve college access and completion.
Parent Pathways		University of Pittsburgh	
\$ 1,661	—Initiative—to support parenting students at postsecondary institutions.	\$ 10,995	—Initiative—to invest in higher education and improve college access and completion.
Sexual Assault Prevention		Temple University	
\$ 250	—Initiative—to combat campus sexual assault at postsecondary institutions.	\$ 11,233	—Initiative—to invest in higher education and improve college access and completion.
Thaddeus Stevens College of Technology		Lincoln University	
\$ 389	—Initiative—to invest in higher education and improve college access and completion.	\$ 1,077	—Initiative—to invest in higher education and improve college access and completion.
State System of Higher Education			
\$ 11,049	—Initiative—to invest in higher education and improve college access and completion.		

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Community Colleges.	\$ 245,240	\$ 256,510	\$ 261,640	\$ 261,640	\$ 261,640	\$ 261,640	\$ 261,640
Transfer to Community College Capital Fund	52,078	54,161	54,161	54,161	54,161	54,161	54,161
Regional Community Colleges Services	2,136	2,221	2,221	2,221	2,221	2,221	2,221
Northern PA Regional College	7,000	7,280	7,280	7,280	7,280	7,280	7,280
Community Education Councils ...	2,393	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
Parent Pathways.....	-	-	1,661	1,661	1,661	1,661	1,661
Sexual Assault Prevention.....	1,000	1,250	1,500	1,750	2,000	2,000	2,000

Program: Higher Education, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Thaddeus Stevens College of Technology	18,701	19,449	19,838	19,838	19,838	19,838	19,838
State System of Higher Education	477,470	552,470	563,519	563,519	563,519	563,519	563,519
The Pennsylvania State University	268,832	268,832	287,919	287,919	287,919	287,919	287,919
University of Pittsburgh	154,853	154,853	165,848	165,848	165,848	165,848	165,848
Temple University	158,206	158,206	169,439	169,439	169,439	169,439	169,439
Lincoln University	15,166	15,166	16,243	16,243	16,243	16,243	16,243
TOTAL GENERAL FUND	\$ 1,403,075	\$ 1,493,887	\$ 1,554,758	\$ 1,555,008	\$ 1,555,258	\$ 1,555,258	\$ 1,555,258

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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	65.7%	66.0%	64.0% *	61.0% *	55.0%	55.0%	55.0%
Percentage of Pennsylvania high school graduates who earn a degree within six years of graduation	43.8%	42.9%	43.1%	44.0% *	44.6%	45.1%	45.7%
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	63.9%	64.8%	64.0%	64.0%	64.0%	66.0%	56.0%
Percentage of full-time, first-time students at community colleges earning a degree within 150 percent of normal time	24.1% *	19.7%	22.0%	22.0%	22.0%	21.3%	28.6%
Percentage of Pennsylvania residents with a postsecondary degree or credential	50.3%	51.0%	51.4%	53.0%	54.7%	54.7%	55.9%

* Actual year measure data has been corrected.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
<u>GENERAL FUND:</u>			
<i>Grants and Subsidies:</i>			
Grants to Students	\$ 310,733	\$ 331,370	\$ 331,370
(A)Grants to Students Supplement	5,000	15,000	39,448
Pennsylvania Internship Program Grants	450	468	468
Ready to Succeed Scholarships	5,550	23,939	23,939
Matching Payments for Student Aid	13,121	13,646	13,646
Institutional Assistance Grants	26,521	26,521	26,521
Higher Education for the Disadvantaged	2,358	5,000	5,000
Higher Education of Blind or Deaf Students	49	51	51
Bond-Hill Scholarships	800	832	832
Cheyney Keystone Academy	3,500	3,980	3,980
(A)Cheyney Keystone Academy Supplement	500	500	500
Targeted Industry Cluster Scholarship Program.....	6,300	8,652	8,652
(F)COVID-SFR Pandemic Response.....	5,000	-	-
(F)COVID-SFR PA Student Loan Relief for Nurses.....	15,000	-	-
(F)COVID-SFR Health Care Worker Student Loan Forgiveness	-	35,000	-
Subtotal - State Funds.....	\$ 369,382	\$ 414,459	\$ 414,459
Subtotal - Federal Funds.....	20,000	35,000	-
Subtotal - Augmentations.....	5,500	15,500	39,948
Total - Grants and Subsidies.....	\$ 394,882	\$ 464,959	\$ 454,407
STATE FUNDS	\$ 369,382	\$ 414,459	\$ 414,459
FEDERAL FUNDS	20,000	35,000	-
AUGMENTATIONS	5,500	15,500	39,948
GENERAL FUND TOTAL	\$ 394,882	\$ 464,959	\$ 454,407
<u>OTHER FUNDS:</u>			
HIGHER EDUCATION ASSISTANCE FUND:			
(R)Educational Training Vouchers Program	\$ 1,963	\$ 3,100	\$ 1,485
(R)Public Defender and District Attorney Loan Forgiveness.....	57	58	59
(R)Active Volunteer Tuition and Loan Assistance Program	-	-	1,000
HIGHER EDUCATION ASSISTANCE FUND TOTAL.....	\$ 2,020	\$ 3,158	\$ 2,544
SCHOOL SAFETY AND SECURITY FUND:			
School Mental Health Internship (EA)	-	5,000	-
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 369,382	\$ 414,459	\$ 414,459
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	20,000	35,000	-
AUGMENTATIONS	5,500	15,500	39,948
RESTRICTED	-	-	-
OTHER FUNDS	2,020	8,158	2,544
TOTAL ALL FUNDS	\$ 396,902	\$ 473,117	\$ 456,951

Higher Education Assistance Agency

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
FINANCIAL ASSISTANCE TO STUDENTS:							
GENERAL FUND.....	\$ 340,503	\$ 382,938	\$ 382,938	\$ 382,938	\$ 382,938	\$ 382,938	\$ 382,938
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	20,000	35,000	-	-	-	-	-
AUGMENTATIONS	5,500	15,500	39,948	39,948	39,948	39,948	39,948
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	2,020	8,158	2,544	2,544	2,544	2,544	2,544
SUBCATEGORY TOTAL.....	\$ 368,023	\$ 441,596	\$ 425,430	\$ 425,430	\$ 425,430	\$ 425,430	\$ 425,430
FINANCIAL AID TO INSTITUTIONS:							
GENERAL FUND.....	\$ 28,879	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL.....	\$ 28,879	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521
ALL PROGRAMS:							
GENERAL FUND.....	\$ 369,382	\$ 414,459	\$ 414,459	\$ 414,459	\$ 414,459	\$ 414,459	\$ 414,459
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	20,000	35,000	-	-	-	-	-
AUGMENTATIONS	5,500	15,500	39,948	39,948	39,948	39,948	39,948
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	2,020	8,158	2,544	2,544	2,544	2,544	2,544
DEPARTMENT TOTAL	\$ 396,902	\$ 473,117	\$ 456,951	\$ 456,951	\$ 456,951	\$ 456,951	\$ 456,951

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 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 Scholarships](#) program makes postsecondary educational opportunities more affordable to high-achieving 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 which students earn through both on-campus 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 Keystone Academy Program](#) 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)

All appropriations are recommended at the current year funding levels.

Higher Education Assistance Agency

Program: Financial Assistance to Students, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Grants to Students.....	\$ 310,733	\$ 331,370	\$ 331,370	\$ 331,370	\$ 331,370	\$ 331,370	\$ 331,370
Pennsylvania Internship Program Grants	450	468	468	468	468	468	468
Ready to Succeed Scholarships	5,550	23,939	23,939	23,939	23,939	23,939	23,939
Matching Payments for Student Aid	13,121	13,646	13,646	13,646	13,646	13,646	13,646
Higher Education of Blind or Deaf Students	49	51	51	51	51	51	51
Bond-Hill Scholarships	800	832	832	832	832	832	832
Cheyney Keystone Academy	3,500	3,980	3,980	3,980	3,980	3,980	3,980
Targeted Industry Cluster Scholarship Program	6,300	8,652	8,652	8,652	8,652	8,652	8,652
TOTAL GENERAL FUND	\$ 340,503	\$ 382,938	\$ 382,938	\$ 382,938	\$ 382,938	\$ 382,938	\$ 382,938

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase enrollment and graduation rates at Pennsylvania's colleges and universities.							
Applications for PA State Grants ...	542,030	525,372	507,062	489,300	469,252	450,012	446,546
PA State Grant recipients	140,827	143,647	132,910	118,723	104,952	106,322	105,503
Ready to Succeed Scholarship recipients	3,117	3,461	3,633	3,436	3,514	12,494	12,407
Develop a strong workforce in targeted industries in Pennsylvania through access to financial assistance for postsecondary education.							
PA Targeted Industry Program recipients	1,714	1,557	1,525	1,765	1,864	2,180	2,180

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)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	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....	2,358	5,000	5,000	5,000	5,000	5,000	5,000
TOTAL GENERAL FUND	\$ 28,879	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521	\$ 31,521

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	88	88	88	89	89	89	88
Support programs at institutions that help economically and educationally underserved students succeed in postsecondary education.							
Institutional programs aided through Act 101 program	32	32	33 *	34 *	35	35	36

*Actual year measure data has been corrected.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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GENERAL FUND:

General Government:

General Government Operations	\$ 10,603	\$ 11,124	\$ 13,659
(F)COVID-SFR EMS Recovery Grant Program	25,000	-	-
(F)Civil Preparedness.....	35,000	35,000	35,000
(F)IIJA- State and Local Cybersecurity	-	5,206 ^a	10,699
(F)Hazardous Materials Planning and Training.....	1,500	1,500	2,500
(F)Domestic Preparedness-First Responders (EA)	100,000	100,000	100,000
(F)Next Generation 911 (EA)	4,000	-	-
(A)Miscellaneous.....	5	4	4
(R)Radiological Emergency Response Planning	1,450	1,475	1,475
(R)Radiation Emergency Response Fund	637	750	900
(R)Radiation Transportation Emergency Response Fund	(1) ^b	180	180
Subtotal.....	\$ 178,194	\$ 155,239	\$ 164,417
State Fire Commissioner	2,777	2,777	3,009
(F)Fire Prevention	20	20	20
(F)Firefighters Assistance Program (EA)	500	500	500
(A)Fire and Emergency Medical Services Programs	1,401	1,400	1,400
(A)Arson Fines	1	1	1
(R)Online Training Educator and Reimbursement	13	500	250
(R)Emergency Services Training Center Capital Grants	-	-	500
(R)Career Fire Department Capital Grants	-	-	500
(R)Public Safety Campaign.....	-	-	250
(R)Bomb Squad Reimbursement	-	-	500
Subtotal.....	\$ 4,712	\$ 5,198	\$ 6,930
Subtotal - State Funds.....	\$ 13,380	\$ 13,901	\$ 16,668
Subtotal - Federal Funds.....	166,020	142,226	148,719
Subtotal - Augmentations.....	1,407	1,405	1,405
Subtotal - Restricted.....	2,099	2,905	4,555
Total - General Government.....	\$ 182,906	\$ 160,437	\$ 171,347

Grants and Subsidies:

(F)Disaster Relief (EA)	60,000	155,000	75,000
(F)COVID-PA Disaster Relief (EA).....	337,240	592,000	200,000
(F)SCDBG-Disaster Recovery (EA)	4,450	4,400	-
(F)Emergency Federal Law Enforcement Assistance (EA).....	3,547	-	-
Hazard Mitigation	-	8,000	2,000
(F)Hazard Mitigation (EA).....	10,000	100,000	100,000
State Disaster Assistance	-	5,000	5,000
Firefighters Memorial Flags	10	10	10

Emergency Management Agency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Red Cross Extended Care Program	250	350	350
Search and Rescue	250	250	250
(R)Fire and Emergency Medical Services Grant Program.....	1,500 ^c	1,500 ^c	8,700 ^c
(R)Construction Savings Account.....	-	40	100
Subtotal - State Funds.....	\$ 510	\$ 13,610	\$ 7,610
Subtotal - Federal Funds.....	415,237	851,400	375,000
Subtotal - Restricted.....	1,500	1,540	8,800
Total - Grants and Subsidies.....	<u>\$ 417,247</u>	<u>\$ 866,550</u>	<u>\$ 391,410</u>
STATE FUNDS.....	\$ 13,890	\$ 27,511	\$ 24,278
FEDERAL FUNDS.....	581,257	993,626	523,719
AUGMENTATIONS.....	1,407	1,405	1,405
RESTRICTED.....	3,599	4,445	13,355
GENERAL FUND TOTAL	<u>\$ 600,153</u>	<u>\$ 1,026,987</u>	<u>\$ 562,757</u>
OTHER FUNDS:			
HAZARDOUS MATERIAL RESPONSE FUND:			
General Operations.....	\$ 180	\$ 160	\$ 160
Hazardous Materials Response Team.....	180	160	160
Grants to Counties.....	1,260	1,120	1,120
Public and Facility Owner Education.....	180	160	160
HAZARDOUS MATERIAL RESPONSE FUND TOTAL	<u>\$ 1,800</u>	<u>\$ 1,600</u>	<u>\$ 1,600</u>
PROPERTY TAX RELIEF FUND:			
Transfer to Fire and Emergency Medical Services Grant Pgrm (EA).....	\$ 5,000	\$ 5,000	\$ 5,000
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	<u>\$ 1,500</u>	<u>\$ 1,500</u>	<u>\$ 1,500</u>
FIRE AND EMERGENCY MEDICAL SERVICES LOAN FUND:			
Fire and Emergency Services Loans.....	\$ 8,995	\$ 14,500	\$ 15,000
911 FUND:			
General Operations (EA).....	\$ 6,300	\$ 6,300	\$ 6,840 ^d
Emergency Services Grants (EA).....	368,700	335,700	363,315 ^d
911 FUND TOTAL	<u>\$ 375,000</u>	<u>\$ 342,000</u>	<u>\$ 370,155</u>

Emergency Management Agency

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 13,890	\$ 27,511	\$ 24,278
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	581,257	993,626	523,719
AUGMENTATIONS	1,407	1,405	1,405
RESTRICTED	3,599	4,445	13,355
OTHER FUNDS	417,295	389,600	418,255
TOTAL ALL FUNDS	<u>\$ 1,017,448</u>	<u>\$ 1,416,587</u>	<u>\$ 981,012</u>

^a Includes recommended supplemental appropriation of \$5,206,000.

^b Refund of prior year payments.

^c Not added to the total to avoid double counting: Transfers to (R) Emergency Medical Services Grant Program from the Property Tax Relief Fund (\$5,000,000) and the State Gaming Fund (\$25,000,000). Balance shown represents the Fireworks Tax transfers within each year.

^d This budget proposes to increase the surcharge collected by Wireless, Prepaid Wireless, VoIP, and Wireline service providers.

Emergency Management Agency

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
EMERGENCY MANAGEMENT:							
GENERAL FUND.....	\$ 10,853	\$ 24,374	\$ 20,909	\$ 18,126	\$ 18,042	\$ 17,975	\$ 17,975
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	580,737	993,106	523,199	320,524	315,175	312,500	312,500
AUGMENTATIONS	5	4	4	4	4	4	4
RESTRICTED.....	2,086	2,405	2,555	2,555	2,555	2,555	2,555
OTHER FUNDS.....	377,550	344,350	372,505	429,626	437,897	446,333	447,796
SUBCATEGORY TOTAL....	\$ 971,231	\$ 1,364,239	\$ 919,172	\$ 770,835	\$ 773,673	\$ 779,367	\$ 780,830
FIRE PREVENTION AND SAFETY:							
GENERAL FUND.....	\$ 3,037	\$ 3,137	\$ 3,369	\$ 3,369	\$ 3,369	\$ 3,369	\$ 3,369
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	520	520	520	520	520	520	520
AUGMENTATIONS	1,402	1,401	1,401	1,401	1,401	1,401	1,401
RESTRICTED.....	1,513	2,040	10,800	11,300	11,700	12,000	12,300
OTHER FUNDS.....	39,745	45,250	45,750	45,750	45,750	45,750	45,750
SUBCATEGORY TOTAL....	\$ 46,217	\$ 52,348	\$ 61,840	\$ 62,340	\$ 62,740	\$ 63,040	\$ 63,340
ALL PROGRAMS:							
GENERAL FUND.....	\$ 13,890	\$ 27,511	\$ 24,278	\$ 21,495	\$ 21,411	\$ 21,344	\$ 21,344
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	581,257	993,626	523,719	321,044	315,695	313,020	313,020
AUGMENTATIONS	1,407	1,405	1,405	1,405	1,405	1,405	1,405
RESTRICTED.....	3,599	4,445	13,355	13,855	14,255	14,555	14,855
OTHER FUNDS.....	417,295	389,600	418,255	475,376	483,647	492,083	493,546
DEPARTMENT TOTAL	\$ 1,017,448	\$ 1,416,587	\$ 981,012	\$ 833,175	\$ 836,413	\$ 842,407	\$ 844,170

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 level 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 [9-1-1 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
\$ 1,000	—to repair and replace water pipes at the Commonwealth Resource Coordination Center to prevent future damage.	\$ (6,000)	—nonrecurring program costs.
212	—to replace nonrecurring benefits cost reduction.		
714	—to continue current program.		
475	—to reflect change in federal earnings.		
134	—to meet federal infrastructure matching requirements.		
\$ 2,535	<i>Appropriation Increase</i>		

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 10,603	\$ 11,124	\$ 13,659	\$ 12,876	\$ 12,792	\$ 12,725	\$ 12,725
Hazard Mitigation.....	-	8,000	2,000	-	-	-	-
State Disaster Assistance.....	-	5,000	5,000	5,000	5,000	5,000	5,000
Search and Rescue	250	250	250	250	250	250	250
TOTAL GENERAL FUND	\$ 10,853	\$ 24,374	\$ 20,909	\$ 18,126	\$ 18,042	\$ 17,975	\$ 17,975

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	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	82%	87%	75%	80%	85%	90%	90%
Improve the preparedness and response capabilities of individuals and communities to all hazards.							
Percentage of PEMA staff that are National Incident Management System certified	64%	75%	45%	71%	52%	75%	75%
Number of businesses participating in private sector integration program	50	200	456	345	400	450	450
Percentage of counties that adopt Hazard Mitigation (HM) plans	90%	93%	85%	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 Information 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 Commonwealth citizens; 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 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)

State Fire Commissioner		
\$	67	—to replace nonrecurring benefits cost reduction.
	165	—to continue current program.
\$	232	<i>Appropriation Increase</i>

Emergency Management Agency

Program: Fire Prevention and Safety, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
State Fire Commissioner	\$ 2,777	\$ 2,777	\$ 3,009	\$ 3,009	\$ 3,009	\$ 3,009	\$ 3,009
Firefighters Memorial Flags ..	10	10	10	10	10	10	10
Red Cross Extended Care Program	250	350	350	350	350	350	350
TOTAL GENERAL FUND	\$ 3,037	\$ 3,137	\$ 3,369	\$ 3,369	\$ 3,369	\$ 3,369	\$ 3,369

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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)	\$ 10,393	\$ 16,473	\$ 10,894	\$ 7,640	\$ 9,000	\$ 14,500	\$ 15,000
Fire company grants awarded	1,973	1,970	2,008	1,979	1,691	2,000	2,000
Firefighter certifications issued	3,586	2,916	3,126	796	2,588	2,743	2,880
Fire casualties	125	152	111	129	150	130	130
Total firefighters trained	3,890	3,407	2,979	252	1,521	1,806	2,134



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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GENERAL FUND:

General Government:

General Government Operations	\$ 16,759	\$ 18,545	\$ 19,774
(F)COVID-SFR Transfer to Clean Streams Fund	220,000	-	-
(F)IIJA-Assistance for Small and Disadvantaged Communities	-	28,103	103,189
(F)IIJA-Orphan Well Plugging	-	105,000	105,000
(F)IIJA-DOE-Energy Programs	-	22,300	22,300
(F)IIJA-Electric Grid Resilience	-	13,236	16,250
(F)IIJA-Energy Efficiency and Conservation	-	4,000	4,000
(A)Reimbursement-EDP Services.....	-	-	-
(R)Safe Drinking Water Account	9,894	10,211	12,035
(R)Radiation Protection Fund.....	12,484	15,259	15,576
(R)Clean Water Fund	22,154	15,000	21,702
(R)Solid Waste Abatement Fund.....	4,276	2,026	2,442
(R)Well Plugging Account	23,830	26,647	25,949
(R)Abandoned Well Plugging	143	722	110
(R)Orphan Well Plugging	214	618	318
(R)Alternative Fuels.....	4,791	8,308	8,110
(R)Industrial Land Recycling	259	324	586
(R)Waste Transportation Safety Account.....	2,767	2,123	3,067
(R)Electronics Material Recycling Account	460	330	509
Subtotal.....	\$ 318,031	\$ 272,752	\$ 360,917
Environmental Program Management	34,160	35,739	38,068
(F)Coastal Zone Management	4,700	4,700	4,700
(F)IIJA-Coastal Zone Management	-	8,154	8,454
(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	7,000	7,000
(F)Water Pollution Control Grants-Management.....	5,500	5,500	5,500
(F)Air Pollution Control Grants-Management.....	3,200	3,200	3,200
(F)Surface Mine Conservation-Management	6,500	6,500	6,500
(F)Wetland Protection Fund	840	840	840
(F)Diagnostic X-ray Equipment Testing	550	754	754
(F)Water Quality Outreach Operator Training	200	200	-
(F)Water Quality Management Planning Grants	1,150	1,150	1,150
(F)IIJA-Water Quality Management Planning Grants.....	-	1,000	1,000
(F)Small Operators Assistance	300	300	300
(F)Wellhead Protection Fund	250	250	-
(F)Indoor Radon Abatement.....	700	700	700

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET
(F)Non-Point Source Implementation.....	14,800	14,800	14,800
(F)Hydroelectric Power Conservation Fund.....	51	51	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	100
(F)Training Reimbursement for Small Systems.....	3,500	3,500	-
(F)State Energy Program.....	15,000	15,000	15,000
(F)Pollution Prevention.....	800	800	-
(F)Energy and Environmental Opportunities.....	1,200	1,200	-
(F)Surface Mine Conservation.....	680	680	680
(F)Multipurpose Grants to States and Tribes.....	600	600	600
(F)IIJA-Energy Efficiency Revolving Loan Fund.....	-	-	3,700
(F)IIJA-Resilient and Efficient Codes Implementation.....	-	-	3,000
(F)IIJA-Energy Auditor Training Grant.....	-	-	2,000
(F)IIJA-Solid Waste Infrastructure for Recycling.....	-	-	1,101
(F)IRA-Energy Performance-Homes Program.....	-	-	26,000
(F)IRA-High-Efficiency-Electric Appliance.....	-	-	26,000
(F)IRA-Environmental Justice.....	-	-	1,000
(F)COVID-Particulate Matter 2.5 (EA).....	-	1,203	-
(F)Abandoned Mine Reclamation (EA).....	100,000	100,000	100,000
(F)IIJA-Abandoned Mine Reclamation (EA).....	-	19,904	469,904
(F)Homeland Security Initiative (EA).....	1,000	1,000	1,000
(F)Building Resilient Infrastructure and Communities (EA).....	-	280	280
(F)Nuclear and Chemical Security (EA).....	-	6	7
(A)Payments-Department Services.....	- ^b	- ^b	- ^b
(A)Safe Drinking Water Administration.....	- ^c	- ^c	- ^c
(A)Water Pollution Control Administration.....	- ^d	- ^d	- ^d
(A)Vehicle Sales-EPM.....	-	5	-
(R)Sewage Facilities Program Administration (EA).....	652	652	652
(R)Used Tire Pile Remediation (EA).....	-	604	604
Subtotal.....	\$ 214,533	\$ 247,572	\$ 755,845
Chesapeake Bay Agricultural Source Abatement.....	3,461	3,539	3,621
(F)Chesapeake Bay Pollution Abatement.....	15,000	15,000	15,000
(F)IIJA-Chesapeake Bay.....	-	1,800	1,800
Subtotal.....	\$ 18,461	\$ 20,339	\$ 20,421
Environmental Protection Operations.....	98,036	102,719	114,126
(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.....	5,500	5,500	5,500

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)Surface Mine Control and Reclamation	12,344	12,344	12,344
(F)Training and Education of Underground Coal Miners	1,700	1,700	1,700
(F)Construction Management Assistance Grants	350	350	-
(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	900	200
(F)IIJA-USDA Good Neighbor Authority.....	-	660	2,000
(F)IIJA-NFWF America the Beautiful Challenge	-	7,500	7,500
(F)IIJA-Brownfields.....	-	2,000	4,000
(F)Technical Assistance to Small Systems (EA).....	1,750	1,750	1,750
(F)Assistance to State Programs (EA).....	7,000	7,000	7,000
(F)Local Assistance and Source Water Protection (EA)	8,500	8,500	11,268
(F)Hazardous Materials Emergency Preparedness (EA).....	55	55	55
(A)Reimbursement-Laboratory Services.....	8,054	10,912	11,868
(A)Lab Accreditation.....	1,590	1,620	1,866
(A)Reimbursement-Department Services	- e	- e	- e
(A)PADOT ISTEPA Program.....	1,092	1,000	1,000
(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.....	42	100	100
Subtotal.....	\$ 170,213	\$ 188,610	\$ 206,277
Black Fly Control and Research.....	7,645	7,645	7,707
(A)County Contributions	1,099	1,014	1,000
Subtotal.....	\$ 8,744	\$ 8,659	\$ 8,707
Vector Borne Disease Management.....	5,609	5,880	6,267 j
(F)Zika Vector Control Response (EA)	37	100	100
(A)Tick and Lyme Testing	603	740	700
Subtotal.....	\$ 6,249	\$ 6,720	\$ 7,067
Environmental Hearing Board	2,593	2,668	2,843
Subtotal - State Funds.....	\$ 168,263	\$ 176,735	\$ 192,406
Subtotal - Federal Funds.....	476,157	472,370	1,061,477
Subtotal - Augmentations.....	12,480	15,391	16,534
Subtotal - Restricted.....	81,924	82,824	91,660
Total - General Government.....	\$ 738,824	\$ 747,320	\$ 1,362,077

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Grants and Subsidies:			
Delaware River Master	\$ 38	\$ 38	\$ 126
Susquehanna River Basin Commission.....	205	740	740
Interstate Commission on the Potomac River	23	23	51
Delaware River Basin Commission.....	217	217	1,047
Ohio River Valley Water Sanitation Commission	68	68	182
Chesapeake Bay Commission.....	300	325	325
Transfer to Conservation District Fund.....	2,506	7,516	7,516
Interstate Mining Commission	15	15	37
(R)Environmental Mitigation Trust Agreement Account	6,081	18,000	18,000
Total - Grants and Subsidies.....	<u>\$ 9,453</u>	<u>\$ 26,942</u>	<u>\$ 28,024</u>
STATE FUNDS.....	\$ 171,635	\$ 185,677	\$ 202,430
FEDERAL FUNDS.....	476,157	472,370	1,061,477
AUGMENTATIONS	12,480	15,391	16,534
RESTRICTED.....	88,005	100,824	109,660
GENERAL FUND TOTAL	<u>\$ 748,277</u>	<u>\$ 774,262</u>	<u>\$ 1,390,101</u>
<u>OTHER FUNDS:</u>			
ACID MINE DRAINAGE ABATEMENT AND TREATMENT FUND:			
(F)Acid Mine Drainage Abatement and Treatment (EA)	\$ 25,014	\$ 17,742	\$ 9,982
(F)COVID-SFR Acid Mine Drainage Abatement and Treatment.....	\$ -	\$ 4,400	\$ -
ACID MINE DRAINAGE ABATEMENT AND TREATMENT FUND TOTAL.....	<u>25,014</u>	<u>22,142</u>	<u>9,982</u>
CLEAN AIR FUND:			
Major Emission Facilities (EA).....	\$ 20,083	\$ 19,869	\$ 23,595
Mobile and Area Facilities (EA).....	10,153	10,299	10,466
Clean Energy Programs (EA).....	-	-	663,343
CLEAN AIR FUND TOTAL.....	<u>\$ 30,236</u>	<u>\$ 30,168</u>	<u>\$ 697,404</u>
CLEAN STREAMS FUND:			
(F)COVID-SFR Storm Water Managements Grants	-	8,800	-
COAL AND CLAY MINE SUBSIDENCE INSURANCE FUND:			
General Operations (EA).....	\$ 4,738	\$ 3,712	\$ 3,116
Payment of Claims (EA).....	2,040	2,040	3,040
COAL AND CLAY MINE SUBSIDENCE INSURANCE FUND TOTAL	<u>\$ 6,778</u>	<u>\$ 5,752</u>	<u>\$ 6,156</u>
COAL LANDS IMPROVEMENT FUND:			
Coal Lands Restoration (EA).....	\$ 1,200	\$ 325	\$ 220
CONSERVATION DISTRICT FUND:			
Conservation District Grants (EA)	\$ 4,581	\$ 4,653	\$ 9,875

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
ENERGY DEVELOPMENT FUND:			
Energy Development-Administration (EA)	\$ 139	\$ 155	\$ 135
Energy Development Loans/Grants (EA)	-	500	1,750
ENERGY DEVELOPMENT FUND TOTAL	\$ 139	\$ 655	\$ 1,885
ENVIRONMENTAL EDUCATION FUND:			
General Operations (EA)	\$ 881	\$ 1,382	\$ 1,388
ENVIRONMENTAL STEWARDSHIP FUND:			
Watershed Protection and Restoration (EA)	\$ 33,217	\$ 35,037 ^k	\$ 36,053
HAZARDOUS SITES CLEANUP FUND:			
General Operations (EA)	\$ 24,170	\$ 22,837	\$ 23,378
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	\$ 53,195	\$ 51,862	\$ 52,403
MINE SAFETY FUND:			
General Operations (EA)	\$ 17	\$ 49	\$ 49
NON-COAL SURFACE MINING CONSERVATION & RECLAMATION FUND:			
General Operations (EA)	\$ 3,978	\$ 2,417	\$ 3,200
NUTRIENT MANAGEMENT FUND:			
Education, Research, and Technical Assistance (EA)	\$ 2,100	\$ 2,100	\$ 2,100
(F)COVID-SFR NM Ed Research and Technical Assistance	-	1,500	-
NUTRIENT MANAGEMENT FUND TOTAL	\$ 2,100	\$ 3,600	\$ 2,100
RECYCLING FUND:			
Recycling Coordinator Reimbursement (EA)	\$ 2,000	\$ 2,000	\$ 2,200
Reimbursement for Municipal Inspection (EA)	400	325	275
Reimburse-Host Municipality Permit Applications Review (EA)	10	10	10
Administration of Recycling Program (EA)	1,367	1,386	1,372
County Planning Grants (EA)	1,300	1,500	1,000
Municipal Recycling Grants (EA)	44,000	20,000	20,000
Municipal Recycling Performance Program (EA)	21,500	12,000	15,000
Public Education/Technical Assistance (EA)	7,595	5,700	3,392
(R)Household Hazardous Waste	1,432	1,500	1,500
RECYCLING FUND TOTAL	\$ 79,604	\$ 44,421	\$ 44,749
REMINING FINANCIAL ASSURANCE FUND:			
Remining Financial Assurance (EA)	\$ 400	\$ 400	\$ 417

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
STORAGE TANK FUND:			
General Operations (EA).....	\$ 3,986	\$ 4,404	\$ 4,788
(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.....	7,404	7,000	7,000
STORAGE TANK FUND TOTAL.....	\$ 16,130	\$ 16,144	\$ 16,528
SURFACE MINING CONSERVATION & RECLAMATION FUND:			
General Operations (EA).....	\$ 4,999	\$ 4,173	\$ 3,652
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.....	\$ 171,635	\$ 185,677	\$ 202,430
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	476,157	472,370	1,061,477
AUGMENTATIONS.....	12,480	15,391	16,534
RESTRICTED.....	88,005	100,824	109,660
OTHER FUNDS.....	272,048	242,324	896,467
TOTAL ALL FUNDS.....	\$ 1,020,325	\$ 1,016,586	\$ 2,286,568

^a Not added to the total to avoid double counting: 2021-22 Actual is \$9,983,605, 2022-23 Available is \$10,006,000, and 2023-24 Budget is \$10,006,000.

^b Not added to the total to avoid double counting: 2021-22 Actual is \$212,477, 2022-23 Available is \$1,087,000, and 2023-24 Budget is \$1,087,000.

^c Not added to the total to avoid double counting: 2021-22 Actual is \$310,702, 2022-23 Available is \$395,000, and 2023-24 Budget is \$445,000.

^d Not added to the total to avoid double counting: 2021-22 Actual is \$291,511, 2022-23 Available is \$653,000, and 2023-24 Budget is \$703,000.

^e Not added to the total to avoid double counting: 2021-22 Actual is \$5,380,258, 2022-23 Available is \$5,297,000, and 2023-24 Budget is \$5,297,000.

^f Not added to the total to avoid double counting: 2021-22 Actual is \$3,860,000, 2022-23 Available is \$3,860,000, and 2023-24 Budget is \$3,860,000.

^g Not added to the total to avoid double counting: 2021-22 Actual is \$500,000, 2022-23 Available is \$500,000, and 2023-24 Budget is \$500,000.

^h Not added to the total to avoid double counting: 2021-22 Actual is \$541,309, 2022-23 Available is \$815,000, and 2023-24 Budget is \$815,000.

ⁱ Not added to the total to avoid double counting: 2021-22 Actual is \$132,084, 2022-23 Available is \$140,000, and 2023-24 Budget is \$140,000.

^j Propose changing West Nile Virus and Zika Virus Control to Vector Borne Disease Management.

^k Includes recommended supplemental executive authorization of \$7,263,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
ENVIRONMENTAL SUPPORT SERVICES:							
GENERAL FUND.....	\$ 19,352	\$ 21,213	\$ 22,617	\$ 22,617	\$ 22,617	\$ 22,617	\$ 22,617
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	220,000	172,639	250,739	118,882	118,882	118,882	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	81,272	81,568	90,404	90,404	90,404	90,404	90,404
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL.....	\$ 320,624	\$ 275,420	\$ 363,760	\$ 231,903	\$ 231,903	\$ 231,903	\$ 113,021
ENVIRONMENTAL PROTECTION AND MANAGEMENT:							
GENERAL FUND.....	\$ 152,283	\$ 164,464	\$ 179,813	\$ 179,813	\$ 179,813	\$ 179,813	\$ 179,813
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	256,157	299,731	810,738	529,753	529,753	529,753	497,953
AUGMENTATIONS	12,480	15,391	16,534	16,534	16,534	16,534	16,534
RESTRICTED.....	6,733	19,256	19,256	19,256	19,256	19,256	19,256
OTHER FUNDS.....	272,048	242,324	896,467	927,429	882,163	851,312	751,845
SUBCATEGORY TOTAL.....	\$ 699,701	\$ 741,166	\$ 1,922,808	\$ 1,672,785	\$ 1,627,519	\$ 1,596,668	\$ 1,465,401
ALL PROGRAMS:							
GENERAL FUND.....	\$ 171,635	\$ 185,677	\$ 202,430	\$ 202,430	\$ 202,430	\$ 202,430	\$ 202,430
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	476,157	472,370	1,061,477	648,635	648,635	648,635	497,953
AUGMENTATIONS	12,480	15,391	16,534	16,534	16,534	16,534	16,534
RESTRICTED.....	88,005	100,824	109,660	109,660	109,660	109,660	109,660
OTHER FUNDS.....	272,048	242,324	896,467	927,429	882,163	851,312	751,845
DEPARTMENT TOTAL	\$ 1,020,325	\$ 1,016,586	\$ 2,286,568	\$ 1,904,688	\$ 1,859,422	\$ 1,828,571	\$ 1,578,422

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 of Pennsylvania's citizens 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		Environmental Hearing Board	
\$ 340	—to replace nonrecurring benefits cost reduction.	\$ 52	—to replace nonrecurring benefits cost reduction.
(1,000)	—funding reduction.	123	—to continue current program.
1,889	—to continue current program.	\$ 175	<i>Appropriation Increase</i>
\$ 1,229	<i>Appropriation Increase</i>		

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 16,759	\$ 18,545	\$ 19,774	\$ 19,774	\$ 19,774	\$ 19,774	\$ 19,774
Environmental Hearing Board.....	2,593	2,668	2,843	2,843	2,843	2,843	2,843
TOTAL GENERAL FUND.....	\$ 19,352	\$ 21,213	\$ 22,617	\$ 22,617	\$ 22,617	\$ 22,617	\$ 22,617

Program: Environmental Support Services, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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).....							
	90%	94%	94%	94%	93%	95%	95%
Total Authorizations Received	44,371 *	42,251 *	39,632 *	40,698 *	40,309	40,000	40,000
Total Authorizations Disposed	46,521 *	42,241 *	39,928 *	38,701 *	41,051	41,000	41,000
Responding to critical citizen complaints promptly.							
Average days to respond to Priority 1 complaints (target: same day)							
	0.2	0.3	0.3	0.3	0.6	0.3	0.3

* Actual year measure data is under continuous revision for accuracy.

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 several efforts to begin to address the increasing threat of climate change. As the Commonwealth progresses toward participation in the multi-state [Regional Greenhouse Gas Initiative \(RGGI\)](#), Pennsylvania is well positioned to make important investments to assist in the transition to a new energy economy as a result of market demand shifts over the past decade. This action will significantly reduce carbon pollution from electric generation by 2030.

The agency is also 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, phosphorous, 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 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)

<p>Environmental Program Management</p> <p>\$ 1,122 —to replace nonrecurring benefits cost reduction.</p> <p>670 —to continue current program.</p> <p>537 —Initiative—to increase resources for the improvement of permit processing, inspections, and program oversight.</p> <hr style="width: 100px; margin-left: 0;"/> <p>\$ 2,329 <i>Appropriation Increase</i></p>	<p>Vector Borne Disease Management</p> <p>\$ 89 —to replace nonrecurring benefits cost reduction.</p> <p>298 —to continue current program.</p> <hr style="width: 100px; margin-left: 0;"/> <p>\$ 387 <i>Appropriation Increase</i></p> <p>Delaware River Master</p> <p>\$ 88 —to continue current program.</p>
<p>Chesapeake Bay Agricultural Source Abatement</p> <p>\$ 55 —to replace nonrecurring benefits cost reduction.</p> <p>27 —to continue current program.</p> <hr style="width: 100px; margin-left: 0;"/> <p>\$ 82 <i>Appropriation Increase</i></p>	<p>Interstate Commission on the Potomac River</p> <p>\$ 28 —to continue current program.</p> <p>Delaware River Basin Commission</p> <p>\$ 830 —to continue current program.</p>
<p>Environmental Protection Operations</p> <p>\$ 3,796 —to replace nonrecurring benefits cost reduction.</p> <p>6,399 —to continue current program.</p> <p>1,212 —Initiative—to increase resources for the improvement of permit processing, inspections, and program oversight.</p> <hr style="width: 100px; margin-left: 0;"/> <p>\$ 11,407 <i>Appropriation Increase</i></p>	<p>Ohio River Valley Water Sanitation Commission</p> <p>\$ 114 —to continue current program.</p> <p>Interstate Mining Commission</p> <p>\$ 22 —to continue current program.</p>
<p>Black Fly Control and Research</p> <p>\$ 28 —to replace nonrecurring benefits cost reduction.</p> <p>34 —to continue current program.</p> <hr style="width: 100px; margin-left: 0;"/> <p>\$ 62 <i>Appropriation Increase</i></p>	

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Environmental Program Management	\$ 34,160	\$ 35,739	\$ 38,068	\$ 38,068	\$ 38,068	\$ 38,068	\$ 38,068
Chesapeake Bay Agricultural Source Abatement.....	3,461	3,539	3,621	3,621	3,621	3,621	3,621
Environmental Protection Operations	98,036	102,719	114,126	114,126	114,126	114,126	114,126
Black Fly Control and Research.....	7,645	7,645	7,707	7,707	7,707	7,707	7,707

Program: Environmental Protection and Management, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Vector Borne Disease Management	5,609	5,880	6,267	6,267	6,267	6,267	6,267
Delaware River Master	38	38	126	126	126	126	126
Susquehanna River Basin Commission	205	740	740	740	740	740	740
Interstate Commission on the Potomac River	23	23	51	51	51	51	51
Delaware River Basin Commission	217	217	1,047	1,047	1,047	1,047	1,047
Ohio River Valley Water Sanitation Commission	68	68	182	182	182	182	182
Chesapeake Bay Commission	300	325	325	325	325	325	325
Transfer to Conservation District Fund	2,506	7,516	7,516	7,516	7,516	7,516	7,516
Interstate Mining Commission	15	15	37	37	37	37	37
TOTAL GENERAL FUND	\$ 152,283	\$ 164,464	\$ 179,813	\$ 179,813	\$ 179,813	\$ 179,813	\$ 179,813

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	69%	56%	76%	83%	83%	95%	95%
Tons of municipal solid waste recycled (in millions)	6.4	5.5	5.3 *	5.3 *	6.2	6.9	7.1
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	77%	80%	79%	74%	85%	85%	92%
Total violations recorded	27,854 *	31,193 *	30,526 *	31,943 *	32,976	32,000	32,000
Total violations resolved	25,371 *	27,031 *	27,215 *	23,576 *	26,741	26,000	26,000
Total inspections conducted	96,976 *	97,375 *	89,399 *	93,641 *	97,079	97,000	97,000
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	32,188	32,770	33,115	33,589 *	33,785	34,185	34,585

* Actual year measure data is under continuous revision for accuracy.



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)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

GENERAL FUND:

General Government:

State Ethics Commission	\$ 3,015	\$ 3,197	\$ 3,331
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Program Funding Summary

(Dollar Amounts in Thousands)

2021-22 2022-23 2023-24 2024-25 2025-26 2026-27 2027-28
 Actual Available Budget Estimated Estimated Estimated Estimated

ETHICS ENFORCEMENT:

GENERAL FUND.....	\$ 3,015	\$ 3,197	\$ 3,331	\$ 3,331	\$ 3,331	\$ 3,331	\$ 3,331
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
 DEPARTMENT TOTAL	 \$ 3,015	 \$ 3,197	 \$ 3,331	 \$ 3,331	 \$ 3,331	 \$ 3,331	 \$ 3,331

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, 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 Statements 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 the “revolving door/post-termination” restrictions.

Program Recommendations:

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

Table with 2 columns: Amount and Description. Row 1: \$ 98 —to replace nonrecurring benefits cost reduction. Row 2: 36 —to continue current program. Row 3: \$ 134 Appropriation Increase

Appropriations within this Program:

Table with 8 columns: Year (2021-22 to 2027-28) and rows for State Ethics Commission. Includes sub-headers: Actual, Available, Budget, Estimated. Values range from \$ 3,015 to \$ 3,331.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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OTHER FUNDS:

BOAT FUND:

General Operations (EA).....	\$ 19,614	\$ 22,663	\$ 22,663
(F)Miscellaneous Boat Grants (EA).....	5,684	5,840	6,225
(R)Improvement of Hazardous Dams.....	3,084	5,231	8,730

BOAT FUND TOTAL	\$ 28,382	\$ 33,734	\$ 37,618
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FISH FUND:

General Operations (EA).....	\$ 34,527	\$ 37,745	\$ 37,745
(F)IIJA-Delaware River Basin Conservation Act (EA)	-	750	-
(F)Miscellaneous Fish Grants (EA)	11,246	11,458	12,232

FISH FUND TOTAL	\$ 45,773	\$ 49,953	\$ 49,977
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STATE GAMING FUND:

Payments in Lieu of Taxes (EA).....	\$ 40	\$ 40	\$ 40
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UNCONVENTIONAL GAS WELL FUND:

Gas Well Fee Administration (EA).....	\$ 1,000	\$ 1,000	\$ 1,000
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DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	75,195	84,727	88,635
TOTAL ALL FUNDS	\$ 75,195	\$ 84,727	\$ 88,635

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
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RECREATIONAL FISHING AND BOATING:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	75,195	84,727	88,635	88,635	88,635	88,635	88,635

DEPARTMENT TOTAL	\$ 75,195	\$ 84,727	\$ 88,635	\$ 88,635	\$ 88,635	\$ 88,635	\$ 88,635
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Program: Recreational Fishing and Boating

Goal: To protect, conserve, and enhance the Commonwealth's aquatic resources and provide fishing and boating opportunities.

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 the resources. High-quality streams, clean water, and good habitats ensure that the commission can carry out the other part of its mission to provide 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 executive authorizations are recommended at the current year funding levels.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
BOAT FUND:							
General Operations (EA)	\$ 19,614	\$ 22,663	\$ 22,663	\$ 22,663	\$ 22,663	\$ 22,663	\$ 22,663
FISH FUND:							
General Operations (EA)	\$ 34,527	\$ 37,745	\$ 37,745	\$ 37,745	\$ 37,745	\$ 37,745	\$ 37,745

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Number of fishing licenses sold	800,240	765,983	777,087	934,259	860,126	860,126	782,989
Actively registered boats	313,409	306,412	301,088	301,236	310,494	304,284	305,000
Total pounds of fish stocked and/or distributed	1,955,213	2,068,004	2,109,138	2,241,002	2,150,000	2,150,000	2,150,000



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)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

OTHER FUNDS:

GAME FUND:

General Operations (EA).....	\$ 125,146	\$ 179,718	\$ 202,955
Land Acquisition and Development (EA)	500	900	500
(F)Pittman-Robertson Act (EA)	35,000	45,000	45,000
(F)Miscellaneous Wildlife Grants (EA)	2,818	1,202	1,161
(R)Natural Propagation of Wildlife (EA)	9,000	9,000	9,000
GAME FUND TOTAL	\$ 172,464	\$ 235,820	\$ 258,616

STATE GAMING FUND:

Payments in Lieu of Taxes (EA).....	\$ 3,686	\$ 3,686	\$ 3,686
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DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	176,150	239,506	262,302
TOTAL ALL FUNDS	\$ 176,150	\$ 239,506	\$ 262,302

Program Funding Summary

(Dollar Amounts in Thousands)

2021-22 2022-23 2023-24 2024-25 2025-26 2026-27 2027-28
 Actual Available Budget Estimated Estimated Estimated Estimated

WILDLIFE MANAGEMENT:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	176,150	239,506	262,302	262,302	262,302	262,302	262,302
DEPARTMENT TOTAL	\$ 176,150	\$ 239,506	\$ 262,302	\$ 262,302	\$ 262,302	\$ 262,302	\$ 262,302

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. The 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 (EA)		Land Acquisition and Development (EA)	
\$ 4,348	—to replace nonrecurring benefits cost reduction.	\$ (400)	—to continue current program.
<u>18,889</u>	—to continue current program.		
\$ 23,237	<i>Executive Authorization Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GAME FUND:							
General Operations (EA)	\$ 125,146	\$ 179,718	\$ 202,955	\$ 202,955	\$ 202,955	\$ 202,955	\$ 202,955
Land Acquisition and Development (EA)	500	900	500	500	500	500	500
(R)Natural Propagation of Wildlife (EA)	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>
TOTAL GAME FUND.....	<u>\$ 134,646</u>	<u>\$ 189,618</u>	<u>\$ 212,455</u>	<u>\$ 212,455</u>	<u>\$ 212,455</u>	<u>\$ 212,455</u>	<u>\$ 212,455</u>

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Ensure the propagation and preservation of wildlife through land and game management.							
Number of hunting licenses sold.....	885,564	855,546	860,798	887,211	861,966	861,966	861,966
Citations for violation of game laws	6,617	6,824	6,910	6,810	6,820	6,820	6,820



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 of legalized gaming 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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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OTHER FUNDS:

STATE GAMING FUND:

(R)Administration.....	\$ 38,973	\$ 40,489	\$ 43,487
(R)General Operations.....	6,366	7,700	8,100
Local Law Enforcement Grants (EA).....	2,000	2,000	2,000

STATE GAMING FUND TOTAL.....	\$ 47,339	\$ 50,189	\$ 53,587
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VIDEO GAMING FUND:

(R)Video Gaming Administration.....	\$ 475	\$ 475	\$ 475
(R)Testing and Certification (EA).....	3	50	50

VIDEO GAMING FUND TOTAL.....	\$ 478	\$ 525	\$ 525
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FANTASY CONTEST FUND:

(R)Fantasy Contest Administration.....	\$ 100	\$ 100	\$ 280
(R)Application and Licensure (EA).....	20	20	20

FANTASY CONTEST FUND TOTAL.....	\$ 120	\$ 120	\$ 300
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DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	-	-	-
AUGMENTATIONS.....	-	-	-
RESTRICTED.....	-	-	-
OTHER FUNDS.....	47,937	50,834	54,412
TOTAL ALL FUNDS.....	\$ 47,937	\$ 50,834	\$ 54,412

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
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GAMING REGULATION:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS.....	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	47,937	50,834	54,412	54,412	54,412	54,412	54,412
DEPARTMENT TOTAL.....	\$ 47,937	\$ 50,834	\$ 54,412	\$ 54,412	\$ 54,412	\$ 54,412	\$ 54,412

Program: Gaming Regulation

Goal: To protect the interest of the public by ensuring the integrity of legalized gaming 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 citizens' 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 the 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 the enactment of [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)

Administration		General Operations	
\$ 1,759	–to replace nonrecurring benefits cost reduction.	\$ 400	–to continue current program.
1,239	–to continue current program.		
<u>\$ 2,998</u>	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
STATE GAMING FUND:							
(R)Administration	\$ 38,973	\$ 40,489	\$ 43,487	\$ 43,487	\$ 43,487	\$ 43,487	\$ 43,487
(R)General Operations	6,366	7,700	8,100	8,100	8,100	8,100	8,100
Local Law Enforcement Grants (EA).....	2,000	2,000	2,000	2,000	2,000	2,000	2,000
TOTAL STATE GAMING FUND	<u>\$ 47,339</u>	<u>\$ 50,189</u>	<u>\$ 53,587</u>	<u>\$ 53,587</u>	<u>\$ 53,587</u>	<u>\$ 53,587</u>	<u>\$ 53,587</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)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 55,275	\$ 56,329	\$ 63,298
(A)Capital Programs.....	13,719	20,000	25,000
(A)Shared Services-Procurement	9,355	9,605	9,605
(A)COSTARS Program	3,252	3,018	3,500
(A)Metrology Fees.....	753	270	500
(A)Contract Administration Fees	354	200	350
(A)E-Verify.....	12	15	15
(A)Federal Surplus Property.....	1,557	1,835	1,936
(A)State Surplus Property	939	1,269	1,105
(A)Recycling Program	136	475	306
(A)Licenses and Fees	134	226	233
(A)Real Estate Services	500	597	626
(A)Annex	164	105	130
(A)State Building Use	141	157	153
(A)State Construction Notices	19	15	20
(A)Media Center Reimbursements.....	173	260	260
(A)Newsroom Services.....	4	5	5
(A)Employee Liability Self Insurance Program.....	194	327	250
(A)Administrative Services	141	146	151
(R)Temporary Fleet Vehicles	768	1,500	1,500
Subtotal.....	<u>\$ 87,590</u>	<u>\$ 96,354</u>	<u>\$ 108,943</u>
Capitol Police Operations	14,286	15,396	16,360
(A)Capitol Police Services.....	844	1,200	1,000
Subtotal.....	<u>\$ 15,130</u>	<u>\$ 16,596</u>	<u>\$ 17,360</u>
Rental, Relocation, and Municipal Charges	26,150	26,701	27,794 ^a
(A)Agency Rental Charges-Harristown Rents.....	4,174	4,629	4,734
(A)Real Estate Lease Reimbursements	26,069	26,066	26,228
Subtotal.....	<u>\$ 56,393</u>	<u>\$ 57,396</u>	<u>\$ 58,756</u>
Utility Costs.....	24,626	25,393	27,272 ^b
(A)Annex	205	142	142
(A)Energy Management	-	1,012	300
Subtotal.....	<u>\$ 24,831</u>	<u>\$ 26,547</u>	<u>\$ 27,714</u>
Excess Insurance Coverage	3,477	3,477	3,637
Capitol Fire Protection	5,000	5,000	5,000
Transfer to State Insurance Fund	1,500	1,500	1,500

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Subtotal - State Funds.....	\$ 130,314	\$ 133,796	\$ 144,861
Subtotal - Augmentations.....	62,839	71,574	76,549
Subtotal - Restricted.....	768	1,500	1,500
Total - General Government.....	<u>\$ 193,921</u>	<u>\$ 206,870</u>	<u>\$ 222,910</u>
STATE FUNDS.....	130,314	133,796	144,861
AUGMENTATIONS.....	62,839	71,574	76,549
RESTRICTED.....	768	1,500	1,500
GENERAL FUND TOTAL.....	<u>\$ 193,921</u>	<u>\$ 206,870</u>	<u>\$ 222,910</u>
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Harristown Rental Charges (EA).....	\$ 105	\$ 105	\$ - ^a
Harristown Utility and Municipal Charges (EA).....	278	276	- ^b
Tort Claims Payments.....	<u>9,000</u>	<u>9,000</u>	<u>9,000</u>
Total - General Government.....	<u>9,383</u>	<u>9,381</u>	<u>9,000</u>
MOTOR LICENSE FUND TOTAL.....	<u>\$ 9,383</u>	<u>\$ 9,381</u>	<u>\$ 9,000</u>
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 130,314	\$ 133,796	\$ 144,861
MOTOR LICENSE FUND.....	9,383	9,381	9,000
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	-	-	-
AUGMENTATIONS.....	62,839	71,574	76,549
RESTRICTED.....	768	1,500	1,500
OTHER FUNDS.....	-	-	-
TOTAL ALL FUNDS.....	<u>\$ 203,304</u>	<u>\$ 216,251</u>	<u>\$ 231,910</u>

^a Harristown Rental Charges funding moved from the Motor License Fund to the General Fund.

^b Harristown Utility and Municipal Charges funding moved from the Motor License Fund to the General Fund.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
FACILITY, PROPERTY, AND COMMODITY MANAGEMENT:							
GENERAL FUND.....	\$ 130,314	\$ 133,796	\$ 144,861	\$ 143,400	\$ 139,017	\$ 139,017	\$ 139,017
MOTOR LICENSE FUND ...	9,383	9,381	9,000	9,000	9,000	9,000	9,000
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	62,839	71,574	76,549	76,549	76,549	76,549	76,549
RESTRICTED.....	768	1,500	1,500	1,500	1,500	1,500	1,500
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	\$ 203,304	\$ 216,251	\$ 231,910	\$ 230,449	\$ 226,066	\$ 226,066	\$ 226,066

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 [PA 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 Saving 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 over 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 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 over 500 leases on behalf of other Commonwealth agencies, including commercial, office, warehouse, and hangar space. DGS manages over 14 million square feet of 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:			
General Government Operations		Utility Costs	
\$ 1,956	—to replace nonrecurring benefits cost reduction.	\$ 1,603	—to continue current program.
<u>5,013</u>	—to continue current program.	<u>276</u>	—program transferred from the Motor License Fund.
\$ 6,969	<i>Appropriation Increase</i>	\$ 1,879	<i>Appropriation Increase</i>
Capitol Police Operations		Excess Insurance Coverage	
\$ 537	—to replace nonrecurring benefits cost reduction.	\$ 160	—increase in insurance premiums.
<u>427</u>	—to continue current program.		
\$ 964	<i>Appropriation Increase</i>		
Rental, Relocation, and Municipal Charges		MOTOR LICENSE FUND:	
\$ 988	—to continue current program.		Harristown Rental Charges (EA)
<u>105</u>	—program transferred from the Motor License Fund.	\$ (105)	—program transferred to the General Fund.
\$ 1,093	<i>Appropriation Increase</i>	\$ (276)	Harristown Utility and Municipal Charges (EA)
			—program transferred to the General Fund.

Program: Facility, Property, and Commodity Management, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 55,275	\$ 56,329	\$ 63,298	\$ 63,298	\$ 63,298	\$ 63,298	\$ 63,298
Capitol Police Operations	14,286	15,396	16,360	16,360	16,360	16,360	16,360
Rental, Relocation, and Municipal Charges	26,150	26,701	27,794	26,333	21,950	21,950	21,950
Utility Costs	24,626	25,393	27,272	27,272	27,272	27,272	27,272
Excess Insurance Coverage Transfer to State Insurance Fund	3,477	3,477	3,637	3,637	3,637	3,637	3,637
Capitol Fire Protection	5,000	5,000	5,000	5,000	5,000	5,000	5,000
TOTAL GENERAL FUND	\$ 130,314	\$ 133,796	\$ 144,861	\$ 143,400	\$ 139,017	\$ 139,017	\$ 139,017
MOTOR LICENSE FUND:							
Harristown Rental Charges (EA)	\$ 105	\$ 105	\$ -	\$ -	\$ -	\$ -	\$ -
Harristown Utility and Municipal Charges (EA)	278	276	-	-	-	-	-
Tort Claims Payments	9,000	9,000	9,000	9,000	9,000	9,000	9,000
TOTAL MOTOR LICENSE FUND	\$ 9,383	\$ 9,381	\$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated

Generate procurement savings for the Commonwealth.

DGS procurement related savings (in thousands)	\$ 153,500	\$ 122,606	\$ 56,563	\$ 61,636	\$ 105,493	\$ 50,000	\$ 50,000
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Increase participation of and opportunity for small diverse businesses and small businesses.

Percentage of Commonwealth contract spending awarded to small and small diverse businesses	11%	14%	17%	20%	23%	26%	26%
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Reduce energy consumption and associated energy costs in state-owned facilities.

DGS energy use (in BTU per square foot)	84,313	82,095	76,153	74,145	71,920	69,763	71,856
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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 works collaboratively with public and private community partners to facilitate the development of an effective public health system. The department licenses and regulates a variety of health facilities and provides outreach, education, prevention, and treatment services. Community-based groups receive grants to provide essential services to the Commonwealth's citizens including programs for women and children, nutrition, immunization, diagnosis and treatment of certain blood and communicable diseases, and cancer control and prevention.

Programs and Goals

Health Support Services: To provide effective administration and support systems through which the substantive programs of the health delivery system and the department can be achieved.

Health Research: To develop better basic scientific knowledge of the nature of disease, illness, and the environment, which will improve the use of existing and new health resources.

Preventive Health: To reduce morbidity and mortality through the early detection of disease and health defects and the promotion of sound health practices and remedial care.

Health Treatment Services: To maximize the individual's capacity for independent living through the provision of an array of service and support programs.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 30,268	\$ 31,245	\$ 33,493
(F)WIC Administration and Operation	42,959	42,959	43,268
(F)Health Assessment.....	613	582	815
(F)PHHSBG-Administration and Operation.....	4,693	4,870	5,150
(F)MCHSBG-Administration and Operation	16,659	16,659	16,659
(F)Adult Blood Lead Epidemiology.....	26	24	14
(F)EMS for Children	304	321	321
(F)TB-Administration and Operation	1,328	1,407	1,808
(F)Lead-Administration and Operation	1,001	1,160	1,170
(F)AIDS Health Education-Administration and Operation	8,511	8,511	7,858
(F)Primary Care Cooperative Agreements.....	463	555	555
(F)HIV/AIDS Surveillance.....	506	597	622
(F)HIV Care-Administration and Operation	4,136	4,136	665
(F)Cancer Prevention and Control	8,308	8,313	8,091
(F)Environmental Public Health Tracking.....	244	2,472	2,678
(F)Special Preparedness Initiatives.....	500	490	485
(F)State Loan Repayment Program	1,500	1,500	1,500
(F)Public Health Emergency Preparedness and Response (EA)	54,680	54,680	59,655
(F)COVID-Public Health Emergency Preparedness and Response (EA).....	392	608	-
(F)COVID-Public Assistance (EA).....	106,500	-	-
(F)COVID-FEMA Public Assistance (EA).....	7,556	-	-
(F)COVID-Strengthening Public Health (EA)	-	98,646	-
(F)SABG-DDAP Support Services (EA)	120	123	120
(F)Learning Management System (EA)	42	42	28
(F)Vehicular Safety Assessment and Outreach Program (EA)	165	150	-
(A)Miscellaneous.....	590	941	941
(R)EMS Training Fund	-	-	150
Subtotal.....	<u>\$ 292,064</u>	<u>\$ 280,991</u>	<u>\$ 186,046</u>
Quality Assurance	24,393	25,349	29,717
(F)Medicare-Health Service Agency Certification	14,100	14,100	14,100
(F)COVID-Medicare-Health Service Agency Certification (EA)	994	501	-
(F)Medicaid Certification	11,300	11,300	11,300
(F)COVID-Medicaid Certification (EA).....	1,279	362	-
(A)Indoor Tanning Regulation Fund.....	84	83	89

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(R)Nursing Home Oversight	-	-	634
(R)Survey Info System and Nursing Facilities System Upgrades	-	95	4,588
(R)Long-Term Care Infection Prevention and Control (EA)	-	916	-
Subtotal.....	\$ 52,150	\$ 52,706	\$ 60,428
Health Promotion and Disease Prevention	-	-	2,316
Health Innovation.....	753	753	794
(F)Rural Health.....	4,967	100	-
Subtotal.....	\$ 5,720	\$ 853	\$ 794
Achieving Better Care-MAP Program	2,989	2,973	3,112
(F)Prescription Drug Monitoring	18,124	18,762	20,255
(F)State Opioid Response Programs (EA)	4,533	4,039	920
Subtotal.....	\$ 25,646	\$ 25,774	\$ 24,287
Vital Statistics	100	-	-
(F)Cooperative Health Statistics.....	2,275	2,275	2,442
(F)Health Statistics	90	90	93
(F)Behavioral Risk Factor Surveillance System.....	742	742	755
(F)COVID-Behavioral Risk Factor Surveillance System (EA)	313	12	-
(R)County Coroner/Medical Examiner Distribution (EA)	1,110	1,015	1,015
(R)Vital Statistics Improvement Administration (EA).....	10,599	13,659	16,673
(A)VitalChek Revenue.....	2,029	2,029	2,029
(A)Reimbursement for Microfilming.....	550	550	550
Subtotal.....	\$ 17,808	\$ 20,372	\$ 23,557
State Laboratory	4,028	4,829	5,119
(F)Epidemiology and Laboratory Surveillance and Response	6,450	6,571	7,511
(F)COVID-Epidemiology and Laboratory Surveillance and Response (EA)	64,341	12,000	-
(F)Clinical Laboratory Improvement.....	674	651	721
(A)Licensure for Clinical Laboratories	2,364	2,364	2,364
(A)Drug Abuse Proficiency	425	425	425
(A)Alcohol Proficiency Testing	92	92	92
(A)Erythrocyte Protoporphyrin Testing.....	16	16	16
(A)Blood Lead Specimen Testing.....	1	1	1
(A)Blood Lead Testing.....	41	42	42
(A)PA Limited Survey Proficiency Testing	5	6	6
Subtotal.....	\$ 78,437	\$ 26,997	\$ 16,297
State Health Care Centers.....	24,972	24,972	27,956
(F)Disease Control Immunization Program.....	14,269	14,927	16,549
(F)COVID-Disease Control Immunization (EA).....	1,700	1,850	-
(F)PHHSBG-Block Program Services	7,108	7,708	8,055
(F)Preventive Health Special Projects	3,221	3,472	3,223

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET
(F)Collaborative Chronic Disease Programs.....	4,630	5,060	5,522
(F)Sexual Violence Prevention and Education.....	1,655	2,306	3,743
(F)Live Healthy.....	4,703	4,828	5,086
(F)Refugee Health Program (EA).....	-	162	-
(R)E-cigarette Settlement.....	-	3,385	3,385
Subtotal.....	\$ 62,258	\$ 68,670	\$ 73,519
Sexually Transmitted Disease Screening and Treatment.....	1,757	1,757	1,824
(F)Survey and Follow-Up-Sexually Transmitted Diseases.....	3,295	3,306	3,306
(F)COVID-Strengthening STD Prevention and Control (EA).....	6,747	5,811	-
Subtotal.....	\$ 11,799	\$ 10,874	\$ 5,130
Subtotal - State Funds.....	\$ 89,260	\$ 91,878	\$ 104,331
Subtotal - Federal Funds.....	438,716	369,740	255,043
Subtotal - Augmentations.....	6,197	6,549	6,555
Subtotal - Restricted.....	11,709	19,070	26,445
Total - General Government.....	\$ 545,882	\$ 487,237	\$ 392,374
Grants and Subsidies:			
Diabetes Programs.....	\$ 200	\$ 212	\$ 212
Primary Health Care Practitioner.....	4,550	7,050	5,550
Community-Based Health Care Subsidy.....	2,000	2,000	2,000
Newborn Screening.....	7,092	7,092	7,092
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.....	61,864	61,864	71,142
(F)Housing for Persons with AIDS.....	4,079	4,104	4,769
(F)AIDS Health Education Program.....	2,613	2,613	3,266
(R)Ryan White HIV/AIDS Program Rebates.....	74,292	63,654	91,883
Subtotal.....	\$ 153,284	\$ 142,671	\$ 181,496
Regional Cancer Institutes.....	1,200	1,200	1,200
School District Health Services.....	34,620	34,620	34,620
Local Health Departments.....	27,362	32,999	34,188
Local Health-Environmental.....	2,564	2,700	9,310
Maternal and Child Health Services.....	1,398	1,376	1,438
(F)COVID-SFR Pandemic Response.....	12,850	-	-
(F)Women, Infants, and Children.....	278,219	278,219	277,910
(F)MCHSBG-Program Services.....	19,855	20,833	20,833
(F)Teenage Pregnancy Prevention.....	5,383	4,780	4,677
(F)Abstinence Education.....	4,609	4,605	4,605
(F)Family Health Special Projects.....	2,545	2,490	2,500

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)MCH Lead Poisoning Prevention and Abatement	2,705	2,440	2,370
(F)Screening Newborns	1,680	1,596	1,567
(F)COVID-Screening Newborns (EA).....	240	152	26
(F)Newborn Hearing Screening and Intervention.....	528	525	477
(F)Traumatic Brain Injury.....	627	611	592
(F)COVID-Traumatic Brain Injury (EA).....	87	-	-
Subtotal.....	\$ 330,726	\$ 317,627	\$ 316,995
Tuberculosis Screening and Treatment	913	913	913
(F)Tuberculosis Control Program	47	120	234
Subtotal.....	\$ 960	\$ 1,033	\$ 1,147
Renal Dialysis	6,300	6,678	6,678
Services for Children with Special Needs	1,728	1,728	1,728
Adult Cystic Fibrosis and Other Chronic Respiratory Illness	750	795	795
Cooley's Anemia	100	106	106
Hemophilia	959	1,017	1,017
Lupus	100	106	106
Sickle Cell	1,260	1,335	1,335
Regional Poison Control Centers	700	742	742
Trauma Prevention	460	488	488
Epilepsy Support Services	550	583	583
Bio-Technology Research	8,550	10,600	-
(F)COVID-SFR Bio-Technology Research	-	5,000	-
Tourette's Syndrome	150	159	159
Amyotrophic Lateral Sclerosis Support Services	850	1,501	901
Lyme Disease	3,000	3,180	3,180
Leukemia/Lymphoma	200	212	212
(R)Pediatric Cancer Research Fund.....	1,559	881	1,000
Subtotal - State Funds.....	\$ 120,555	\$ 132,391	\$ 127,552
Subtotal - Federal Funds.....	397,931	389,952	394,968
Subtotal - Restricted.....	75,851	64,535	92,883
Total - Grants and Subsidies.....	\$ 594,337	\$ 586,878	\$ 615,403
STATE FUNDS	\$ 209,815	\$ 224,269	\$ 231,883
FEDERAL FUNDS	836,647	759,692	650,011
AUGMENTATIONS	6,197	6,549	6,555
RESTRICTED	87,560	83,605	119,328
GENERAL FUND TOTAL	\$ 1,140,219	\$ 1,074,115	\$ 1,007,777

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
OTHER FUNDS:			
EMERGENCY MEDICAL SERVICES OPERATING FUND:			
Emergency Medical Services	\$ 9,200	\$ 10,200	\$ 10,600
Catastrophic Medical and Rehabilitation	4,300	4,200	4,100
Transfer to EMS Training Fund (EA)	-	-	150
EMERGENCY MEDICAL SERVICES OPERATING FUND TOTAL	\$ 13,500	\$ 14,400	\$ 14,850
GOV. CASEY ORGAN AND TISSUE DONATION AWARENESS TRUST FUND:			
General Operations (EA)	\$ 170	\$ 168	\$ 82
Hospital and Other Medical Costs (EA)	18	80	80
Grants to Certified Procurement Organizations (EA)	310	400	400
Project Make-A-Choice (EA)	150	120	120
GOV. CASEY ORGAN AND TISSUE DONATION AWARENESS TRUST FUND TOTAL	\$ 648	\$ 768	\$ 682
MEDICAL MARIJUANA PROGRAM FUND:			
General Operations (EA)	\$ 20,743	\$ 25,768	\$ 22,646
Loan Repayment to General Fund (EA)	3,000	-	-
Patient Financial Hardship Program (EA)	7,779	9,663	8,493
Medical Marijuana Research (EA)	15,557	19,325	16,985
MEDICAL MARIJUANA PROGRAM FUND TOTAL	\$ 47,079	\$ 54,756	\$ 48,124
TOBACCO SETTLEMENT FUND:			
Tobacco Use Prevention and Cessation (EA)	\$ 16,743	\$ 15,137 ^a	\$ 16,624
Health Research-Health Priorities (EA)	46,879	42,382 ^b	46,548
Health Research-National Cancer Institute (EA)	3,721	3,364 ^c	3,694
TOBACCO SETTLEMENT FUND TOTAL	\$ 67,343	\$ 60,883	\$ 66,866
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 209,815	\$ 224,269	\$ 231,883
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	836,647	759,692	650,011
AUGMENTATIONS	6,197	6,549	6,555
RESTRICTED	87,560	83,605	119,328
OTHER FUNDS	128,570	130,807	130,522
TOTAL ALL FUNDS	\$ 1,268,789	\$ 1,204,922	\$ 1,138,299

^a Reflects recommended executive authorization reduction of \$1,292,000.

^b Reflects recommended executive authorization reduction of \$3,620,000.

^c Reflects recommended executive authorization reduction of \$287,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
HEALTH SUPPORT SERVICES:							
GENERAL FUND.....	\$ 61,678	\$ 64,396	\$ 71,441	\$ 71,441	\$ 71,441	\$ 71,441	\$ 71,441
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	383,001	317,091	206,269	206,269	206,269	206,269	206,269
AUGMENTATIONS	3,618	3,970	3,976	3,976	3,976	3,976	3,976
RESTRICTED.....	-	1,011	5,372	150	150	150	-
OTHER FUNDS.....	23,743	25,768	22,796	22,796	22,796	22,796	22,646
SUBCATEGORY TOTAL....	\$ 472,040	\$ 412,236	\$ 309,854	\$ 304,632	\$ 304,632	\$ 304,632	\$ 304,332
HEALTH RESEARCH:							
GENERAL FUND.....	\$ 10,050	\$ 12,012	\$ 1,412	\$ 1,412	\$ 1,412	\$ 1,412	\$ 1,412
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	3,420	8,119	3,290	3,290	3,290	3,290	3,290
AUGMENTATIONS	2,579	2,579	2,579	2,579	2,579	2,579	2,579
RESTRICTED.....	13,268	15,555	18,688	18,688	18,688	18,688	18,688
OTHER FUNDS.....	66,157	65,071	67,227	67,227	67,227	67,227	67,227
SUBCATEGORY TOTAL....	\$ 95,474	\$ 103,336	\$ 93,196	\$ 93,196	\$ 93,196	\$ 93,196	\$ 93,196
PREVENTIVE HEALTH:							
GENERAL FUND.....	\$ 124,530	\$ 132,994	\$ 144,763	\$ 144,763	\$ 144,763	\$ 144,763	\$ 144,763
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	450,226	434,482	440,452	440,426	440,426	440,426	440,426
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	74,292	67,039	95,268	95,268	96,960	96,960	107,454
OTHER FUNDS.....	16,743	15,137	16,624	16,624	16,624	16,624	16,624
SUBCATEGORY TOTAL....	\$ 665,791	\$ 649,652	\$ 697,107	\$ 697,081	\$ 698,773	\$ 698,773	\$ 709,267
HEALTH TREATMENT SERVICES:							
GENERAL FUND.....	\$ 13,557	\$ 14,867	\$ 14,267	\$ 14,267	\$ 14,267	\$ 14,267	\$ 14,267
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	21,927	24,831	23,875	23,875	23,875	23,875	23,875
SUBCATEGORY TOTAL....	\$ 35,484	\$ 39,698	\$ 38,142	\$ 38,142	\$ 38,142	\$ 38,142	\$ 38,142

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 209,815	\$ 224,269	\$ 231,883	\$ 231,883	\$ 231,883	\$ 231,883	\$ 231,883
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	836,647	759,692	650,011	649,985	649,985	649,985	649,985
AUGMENTATIONS	6,197	6,549	6,555	6,555	6,555	6,555	6,555
RESTRICTED.....	87,560	83,605	119,328	114,106	115,798	115,798	126,142
OTHER FUNDS.....	128,570	130,807	130,522	130,522	130,522	130,522	130,372
DEPARTMENT TOTAL	\$ 1,268,789	\$ 1,204,922	\$ 1,138,299	\$ 1,133,051	\$ 1,134,743	\$ 1,134,743	\$ 1,144,937

Program: Health Support Services

Goal: To provide effective administration and support systems through which the substantive programs of the health delivery system and the department can be achieved.

The [Department of Health \(DOH\)](#) provides identification, surveillance and investigation, outbreak response, and epidemiologic assessment of health problems that may include communicable diseases, environmental conditions, occupational hazards, infection control, and health risk behaviors. Guidelines and recommendations are issued for prevention and control of these diseases along with professional consultation and technical support to health care providers and institutions, other agencies, county health departments, and local municipalities.

The [Prescription Drug Monitoring Program](#) helps prevent prescription drug abuse and protect the health and safety of our community by [monitoring](#) filled prescriptions for controlled substances. This information helps health care providers safely prescribe controlled substances and helps patients get the treatment they need.

The department conducts [surveys and inspections](#) of various health care facilities and providers to determine compliance with state and federal standards and regulations, and in some circumstances, as a condition of receiving federal Medicare and Medicaid financial support. The surveys determine compliance with various standards including sanitation, fire safety, health, and level of care.

[Act 41 of 2014](#), commonly known as the Indoor Tanning Regulation Act, requires all indoor tanning establishments to register with the department, display proper safety signage, and meet the established training requirements for staff. The act authorizes the department to inspect indoor tanning facilities.

The [Healthcare-Associated Infection Prevention/Antimicrobial Stewardship Program](#) supports hospitals, long-term care facilities, and ambulatory surgical facilities in reducing the occurrence of healthcare-associated infections through implementing effective identification and reporting; reviewing and approving individual facility infection control plans; developing best practices for monitoring, surveillance and response; and maintaining a reporting program that will establish benchmarks and monitor performance in hospitals and nursing care facilities.

The department operates the [state public health lab](#) and regulates clinical laboratories serving the citizens of Pennsylvania. The laboratory supports disease prevention through the provision of investigatory, diagnostic, and confirmatory testing, as well as related consultation for both infectious and non-infectious diseases. Routine testing provides information necessary for patient care and aids in monitoring ongoing public health concerns in Pennsylvania. The state public health laboratory performs approximately 200,000 tests each year, including 3,000 rabies, 2,200 foodborne disease, and 1,500 influenza tests. Tests are also performed for diseases or conditions such as:

- COVID-19
- Measles
- Mumps
- Meningitis
- Tuberculosis
- Botulism
- Lyme disease
- Presence of drugs, alcohol, and lead

The state public health laboratory is an integral part of preparedness and response throughout the Commonwealth. The bureau licenses more than 10,000 laboratories, including independent labs and labs located within hospitals and physicians' offices, establishes performance standards, and monitors compliance through onsite inspections. DOH administers proficiency testing programs to monitor Pennsylvania laboratories' abilities to perform testing for blood lead, erythrocyte protoporphyrin, alcohol, and drugs of abuse.

Program: Health Support Services, continued

Program Recommendations:

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

General Government Operations		Achieving Better Care-MAP Program	
\$ 780	—to replace nonrecurring benefits cost reduction.	\$ 34	—to replace nonrecurring benefits cost reduction.
(100)	—funding reduction.	105	—to continue current program.
957	—to continue current program.	\$ 139	<i>Appropriation Increase</i>
611	—Initiative—to provide risk assessment and monitor grant compliance for the department and subrecipients.		
<u>\$ 2,248</u>	<i>Appropriation Increase</i>	<u>\$ 198</u>	
		92	
		\$ 290	<i>Appropriation Increase</i>
Quality Assurance		State Laboratory	
\$ 1,355	—to replace nonrecurring benefits cost reduction.		—to replace nonrecurring benefits cost reduction.
982	—to continue current program.		—to continue current program.
670	—to reflect change in federal earnings.		
1,361	—Initiative—to implement provisions of Act 128 of 2022 and monitoring for regulatory compliance to ensure adequate resident care and facility operation.		
<u>\$ 4,368</u>	<i>Appropriation Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 30,268	\$ 31,245	\$ 33,493	\$ 33,493	\$ 33,493	\$ 33,493	\$ 33,493
Quality Assurance.....	24,393	25,349	29,717	29,717	29,717	29,717	29,717
Achieving Better Care-MAP Program ..	2,989	2,973	3,112	3,112	3,112	3,112	3,112
State Laboratory	<u>4,028</u>	<u>4,829</u>	<u>5,119</u>	<u>5,119</u>	<u>5,119</u>	<u>5,119</u>	<u>5,119</u>
TOTAL GENERAL FUND.....	<u>\$ 61,678</u>	<u>\$ 64,396</u>	<u>\$ 71,441</u>	<u>\$ 71,441</u>	<u>\$ 71,441</u>	<u>\$ 71,441</u>	<u>\$ 71,441</u>

Program: Health Research

Goal: To develop better basic scientific knowledge of the nature of disease, illness, and the environment, which will improve the use of existing and new health resources.

DOH is responsible for coordinating the collection, analysis, and dissemination of health data, [statistics](#), and information. The department prepares annual [health reports](#) that are available on the department’s website along with the [Enterprise Data Dissemination Information Exchange](#), an interactive health statistics tool.

DOH also maintains a central repository for more than 23.5 million records of [births, deaths, and other vital statistics](#) that occur in the Commonwealth. Through automation of this operation, all Pennsylvania birth records from 1921 to the present are available through the department’s computer system at the central office and all branch offices. The system processes more than 500,000 requests annually for certified copies of birth and death records. This system assists in the detection of fraudulent record usage, child support enforcement, and the reporting of missing children. Birth and death records are stored digitally or on microfilm for preservation and are available for retrieval if required. Birth certificate requests have increased due to federal homeland security requirements for enhanced verification for boarding a domestic commercial flight or entering a federal building.

Program Recommendations:

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

Bio-Technology Research

\$ (10,600) —program elimination.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Vital Statistics	\$ 100	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Diabetes Programs ...	200	212	212	212	212	212	212
Regional Cancer Institutes	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Bio-Technology Research	8,550	10,600	-	-	-	-	-
TOTAL GENERAL FUND.....	\$ 10,050	\$ 12,012	\$ 1,412	\$ 1,412	\$ 1,412	\$ 1,412	\$ 1,412

Program: Health Research, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Coordinate the collection and analysis of health statistics and information.							
Vital Events (births, deaths, and fetal deaths)							
Calculated Lag (percent) for Birth and Death Records (Note: a higher rate equals better performance).....	66.8%	91.8%	90.9%	99.7%	99.4%	99.9%	99.9%
Event Date Lag (percent) for Birth Records (Note: a higher rate equals better performance)	55.5%	56.5%	58.4%	60.0%	59.0%	70.0%	75.0%
Event Date Lag (percent) for Death Records (Note: a higher rate equals better performance)	33.2%	57.6%	67.6%	89.0%	95.6%	98.0%	99.0%
Number of drug-related overdose deaths	5,425 *	4,451 *	4,479 *	5,171 *	5,344	5,338	5,331

* Actual year measure data has been updated to reflect the most current state and national databases.

Program: Preventive Health

Goal: To reduce morbidity and mortality through the early detection of disease and health defects and the promotion of sound health practices and remedial care.

A key to the promotion of sound health practices is ensuring that all Pennsylvanians can access and utilize a range of preventive health and early disease detection [services](#).

The department provides public health services through its network of district offices, [state health centers](#), [county and municipal health departments](#), community-based organizations, and public health clinical providers. These programs include communicable disease tracking and prevention; investigation, intervention, and control services for public health concerns; family health and chronic disease prevention, assessment, and intervention services; and special environmental health services. County and municipal health departments also provide a range of individual and environmental public health services in their jurisdictions and these services are funded through grants and contracts awarded by the department.

Women and Infant Programs

DOH combines home visiting programs, Centering Pregnancy programs, and innovative inter-conception care to support mothers and babies to improve pregnancy outcomes, reduce infant mortality, and improve child development.

To minimize severe health risks to infants, the department administers a [newborn screening and follow-up program](#). DOH ensures appropriate follow-up services for all newborns with abnormal or inconclusive test results. In addition, these newborns and their families connect with treatment specialists who conduct diagnostic testing and coordinate the required care.

The department facilitates several programs designed to help improve the health status of women. The [Breast and Cervical Cancer Early Detection Program](#) provides digital and 3D mammograms, ultrasounds, MRIs, and biopsies to detect breast cancer for women ages 40 to 64; and provides Pap tests, human papillomavirus (HPV) tests, and biopsies to detect cervical cancer for women ages 21 to 64. Those diagnosed with cancer are referred to the Department of Human Services' treatment program. Clients must have an income less than 250 percent of the federal poverty guidelines, meet gender requirements, be uninsured or underinsured, and live in Pennsylvania.

State health center community health nurses conduct public educational programs and participate in local advisory teams that focus on identifying and addressing trends in injuries and deaths and improving the health and safety of women, infants, and children.

DOH administers the federally funded Special Supplemental Nutrition Program for [Women, Infants, and Children \(WIC\)](#). WIC serves pregnant, breast-feeding, and postpartum women, infants, and children up to five years of age who are at risk due to medical conditions and/or inadequate diet and low income. The program supplies supplemental foods that are rich in nutrients frequently lacking in the diets of the target population.

The department runs a [Maternal Mortality Review Committee \(MMRC\)](#) who reviews maternal deaths and examines factors that led to the death. The goal of the MMRC is to determine if the death is related to the pregnancy and if it could have been prevented.

Children's Programs

DOH's [federally funded immunization program](#) supplies vaccines to infants, children, and adolescents to reduce the incidence of vaccine-preventable diseases in the Commonwealth. The program supports the surveillance of vaccine-preventable diseases; provides consultation during disease outbreaks; assesses childhood immunization levels; conducts professional and public education programs; and initiates, processes, and evaluates childcare and school immunization reporting. In addition, the program provides guidance to school districts to keep children healthy in school and to minimize the chance of disease outbreaks. Local state health centers conduct educational programs for the public and providers to prevent disease by improving immunization rates and during epidemiological investigations, to prevent and decrease disease transmission.

The department addresses [lead poisoning](#) prevention, education, and surveillance through a variety of federally funded activities. The Lead Hazard Control Program seeks to identify, control, and eliminate lead-based paint hazards in homes of eligible families. DOH conducts surveillance of childhood blood lead levels to identify trends in communities or populations that are disparately affected. State health center staff provide education to parents and case management services for children under the age of 7 with elevated blood lead levels. In addition, the Childhood Lead Poisoning Prevention Program provides education and training to families, communities, contractors, and health care providers to promote lead poisoning prevention in children under the age of 6 and blood lead testing.

Program: Preventive Health, continued

The [School Health Program](#) supports health services for all children who are attending elementary or secondary school, either public or private. The program reimburses 500 school districts, 160 charter schools and 10 vocational technical schools for a portion of the costs associated with providing school nursing and dental services. State health center nurses offer technical assistance and recommendations to school officials during investigation of disease in students and staff.

Other Health Promotion and Disease and Injury Prevention Programs

The department promotes appropriate adult immunizations by providing information to community-based and public organizations. Vaccines are also made available to uninsured and underinsured adults through state health centers, county and municipal health departments, and federally qualified and rural health clinics. The state health center nurses offer immunizations to eligible individuals and public health education at local events. DOH ensures that all residents of the Commonwealth are served through an infectious disease epidemiological surveillance, investigation, and control system. Reported cases of infectious diseases are investigated to determine the infection source, transmission mode, and control measures needed to prevent additional cases.

Chronic disease remains one of the leading causes of preventable and premature deaths in the Commonwealth. The hepatitis C testing program affords at-risk individuals testing and education on prevention control measures. The department's HIV program employs a coordinated and integrated strategy to prevent, test, link, treat, and engage/retain individuals across the continuum of HIV prevention and care services. In collaboration with the Bureau of Epidemiology, the HIV program conducts disease investigations and contact elicitation interviews.

The goal of the [Sexually Transmitted Diseases \(STD\) Program](#) is to prevent STDs and their complications. The STD Program supports a statewide network of clinical service sites that offer testing, treatment and risk-reduction information, and conducts contact elicitation interviews and related investigative services.

The goal of the [Tuberculosis \(TB\) Program](#) is to reduce the incidence of TB and provide outpatient examination, diagnosis, and appropriate treatment for persons with TB disease and infection.

State health centers offer public STD, HIV, and TB testing clinics, community outreach, and provider education relating to the prevention of these communicable diseases in the community.

The department works with health care providers, commercial and public insurance payers, consumers, and the Centers for Medicare and Medicaid Services to transform the way patient care is managed, coordinated, and delivered in [rural health care](#) settings. The innovations will lead to improved health outcomes while reducing the cost of care.

The [Tobacco Prevention and Control Program](#) seeks to control the epidemic of disease, disability, and death related to all forms of tobacco use. Activities include community programs; counter marketing to prevent the initiation of tobacco use by youth; cessation programs, including a [Quitline](#), to help Pennsylvanians quit tobacco use; awareness education; and community outreach to protect non-smokers from secondhand smoke. DOH provides for education and enforcement of the [Clean Indoor Air Act](#), which prohibits smoking in most public places.

The department continues its initiative to prevent tick and mosquito transmitted infections, including [Lyme disease](#), Zika virus, and West Nile virus. State health center community health nurses provide educational programs on the prevention of mosquito and tickborne diseases.

As part of the Commonwealth's continued efforts to combat the heroin and [opioid epidemic](#), DOH continues efforts to increase the availability of naloxone to Pennsylvanians. This includes working both internally and with other state agencies on access to naloxone through initiatives such as NaloxBox, pricing of naloxone, and examining usability of other naloxone types. The [Opioid Data Dashboard](#) provides county level data for the public and highlights prevention, rescue, and treatment efforts. The dashboard also includes community impact information, which looks at the impact of the opioid epidemic on families and children, related diseases, such as HIV and hepatitis C, the economy, and the criminal justice system. DOH also encourages prescribers to follow opioid prescribing guidelines developed and adopted by the medical boards.

The department manages the following federally funded programs that also support health promotion and injury prevention activities:

[Cancer prevention and control](#) programs work to prevent cancer, improve early diagnosis, reduce cancer incidence, and provide a better quality of life for Pennsylvanians dealing with the effects of cancer.

The [Oral Health](#) program assesses the status of the oral health of state residents, then plans and implements strategies and programs to improve oral health. The program promotes awareness of the need for good oral health by providing technical assistance to state and local partners to implement oral health evidence-based interventions and by fostering policy, environmental, and systems change. The program also promotes the beneficial health effects of fluoridation of public water systems.

Program: Preventive Health, continued

The [Diabetes Prevention Program](#), [Heart Disease and Stroke Prevention Program](#), and [Obesity Prevention and Wellness Program](#) work collaboratively to promote healthy, active lifestyles in communities, health care systems, schools, early care and education centers, and worksites. These changes support the development of healthy environments that encourage positive behaviors to reduce and control diabetes and hypertension, and to prevent heart disease, obesity, stroke, and related chronic diseases and conditions.

The [Asthma Control Program](#) provides education and information to persons with asthma, caregivers, and health professionals that support the identification of triggers and self-management of asthma.

The [Violence and Injury Prevention](#) program is designed to reduce the incidence of intentional and unintentional injuries, as well as violence and injury-related fatalities, through a data driven approach utilizing evidence-based educational programs for at-risk populations and training of health professionals. DOH provides funding to organizations to support safer communities by addressing childhood injuries, motor vehicle safety, fall prevention among older adults, traumatic brain injury, suicide prevention, and adverse childhood experiences prevention.

Program Recommendations:

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

<p>Health Promotion and Disease Prevention</p> <p>\$ 2,316 —Initiative—to implement prevention strategies to reduce maternal mortality and morbidity.</p> <p>Health Innovation</p> <p>\$ 14 —to replace nonrecurring benefits cost reduction.</p> <p>27 —to continue current program.</p> <p>\$ 41 <i>Appropriation Increase</i></p> <p>State Health Care Centers</p> <p>\$ 863 —to replace nonrecurring benefits cost reduction.</p> <p>670 —to continue current program.</p> <p>1,451 —to reflect change in federal earnings.</p> <p>\$ 2,984 <i>Appropriation Increase</i></p> <p>Sexually Transmitted Disease Screening and Treatment</p> <p>\$ 5 —to replace nonrecurring benefits cost reduction.</p> <p>62 —to continue current program.</p> <p>\$ 67 <i>Appropriation Increase</i></p>	<p>Primary Health Care Practitioner</p> <p>\$ (1,500) —funding reduction.</p> <p>Local Health Departments</p> <p>\$ 1,189 —to maintain funding requirements per Local Health Administration Law.</p> <p>Local Health-Environmental</p> <p>\$ 6,610 —Initiative—to support local health departments through full funding per Local Health Administration Law.</p> <p>Maternal and Child Health Services</p> <p>\$ 62 —to reflect change in federal earnings.</p>
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Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Health Promotion and Disease Prevention.....	\$ -	\$ -	\$ 2,316	\$ 2,316	\$ 2,316	\$ 2,316	\$ 2,316
Health Innovation.....	753	753	794	794	794	794	794
State Health Care Centers	24,972	24,972	27,956	27,956	27,956	27,956	27,956
Sexually Transmitted Disease Screening and Treatment	1,757	1,757	1,824	1,824	1,824	1,824	1,824

Program: Preventive Health, continued

Appropriations within this Program, continued:

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Primary Health Care Practitioner.....	4,550	7,050	5,550	5,550	5,550	5,550	5,550
Community-Based Health Care Subsidy.....	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Newborn Screening	7,092	7,092	7,092	7,092	7,092	7,092	7,092
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	34,620	34,620	34,620	34,620	34,620	34,620	34,620
Local Health Departments	27,362	32,999	34,188	34,188	34,188	34,188	34,188
Local Health-Environmental.....	2,564	2,700	9,310	9,310	9,310	9,310	9,310
Maternal and Child Health Services.....	1,398	1,376	1,438	1,438	1,438	1,438	1,438
Tuberculosis Screening and Treatment	913	913	913	913	913	913	913
Epilepsy Support Services	550	583	583	583	583	583	583
Lyme Disease	3,000	3,180	3,180	3,180	3,180	3,180	3,180
TOTAL GENERAL FUND.....	\$ 124,530	\$ 132,994	\$ 144,763	\$ 144,763	\$ 144,763	\$ 144,763	\$ 144,763

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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.....	96.8%	97.0%	97.0%	97.5%	95.1%	96.0%	97.0%
Percentage of school districts with required school nurse to student ratio	95.8%	98.2%	98.3%	98.5%	98.9%	99.1%	99.1%
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)	31.6%	30.9%	33.2%	32.7%	33.0%	33.0%	33.0%
Percentage of adults with diabetes...	10.6%	11.3%	10.8%	11.4%	11.1%	11.2%	11.2%
Percentage of children <72 months screened for lead	17.8%	19.0%	19.9%	17.6%	19.0%	19.5%	20.0%
Percentage of children <72 months with Blood Lead Level (BLL) >5ug/dl	4.5%	4.1%	3.5%	3.0%	3.1%	3.1%	2.9%
Neonatal abstinence syndrome (per 1,000 births).....	14.8	14.2	12.9	13.0	12.2	11.7	11.7
Rate of maternal mortality disparity between black and white persons (per 100,000 live births)	11.9	11.4	11.4	11.4	10.1	10.1	10.1

Program: Preventive Health, continued

Program Measures, continued:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 Estimated
Rate of mortality disparity between black and white infants (per 1,000 live births)	9.2	7.8	8.2	9.0	9.3	8.6	8.2
Rate of mortality disparity between black and white children, ages 1-4 (per 100,000 children ages 1-4).....	11.7	16.6	20.8	11.2	10.7	9.7	8.7
Other communicable disease programs and incidences reported.							
Percentage of newly HIV diagnosed individuals linked to care within 30 days	77.6%	80.0%	81.3%	83.9%	82.2%	84.3%	85.6%
Number of individuals who test HIV negative referred to Pre-exposure Prophylaxis (PrEP) services	225	540	3,412	2,268	2,849	3,400	4,200
Percentage of initiation of TB treatment.....	92.5%	92.3%	90.2%	83.8%	89.5%	92.5%	92.5%
Percentage of completion of TB treatment.....	86.0%	91.7%	90.2%	86.1% *	77.7%	95.0%	95.0%
Percentage of initiation of latent tuberculosis infection (LTBI) for immigrants and refugees	78.6%	68.4%	64.7%	60.0% *	55.0%	87.0%	87.0%
Percentage of completion of latent tuberculosis infection (LTBI) for immigrants and refugees	56.1%	61.1%	68.2%	66.7%	72.7%	87.0%	87.0%
Number of cases of primary and secondary Syphilis (per 100,000 population)	6.7	6.2	7.8	8.5	10.1	11.5	12.5
Number of cases of Gonorrhea (per 100,000 population)	121.0	124.0	125.6	126.2	148.2	160.5	161.5
Number of cases of Chlamydia (per 100,000 population)	444.5	463.3	481.9	485.5	415.8	417.0	417.0
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	18.8%	17.0%	17.3%	16.0%	15.3%	15.0%	14.8%
Percentage of adults (age 18+) who vape	22.8%	24.8%	25.8%	26.8%	27.0%	25.0%	24.0%
Percentage of teens who smoke	13.6%	13.6%	6.5%	6.0%	5.5%	5.3%	5.0%
Percentage of teens who vape	17.9%	N/A	24.4%	25.4%	26.0%	24.0%	23.0%

* Actual year measure data has been updated to reflect the most current state and national databases.

Program: Health Treatment Services

Goal: To maximize the individual's capacity for independent living through the provision of an array of service and support programs.

Health Treatment Services

The department is responsible for coordinating a variety of specialized medical services for Commonwealth patients.

The [Chronic Renal Disease Program \(CRDP\)](#) provides care and treatment for eligible adults with end-stage renal disease. The CRDP assists with costs related to dialysis services, renal transplantation, medications, medical management, inpatient and outpatient services, home dialysis supplies and equipment, and transportation services.

The Specialty Care Program provides children and adults with a variety of services for certain health conditions including cystic fibrosis, Cooley's anemia, hemophilia, sickle cell, spina bifida, and home ventilator care for children with chronic respiratory failure. Services include increased client engagement, increased system functionality, development of peer supports, access to mental health screenings, and rehabilitative services, including pharmaceuticals and blood products. In a joint effort to improve utilization of state funds, individuals who are potentially eligible for Medical Assistance or the Children's Health Insurance Program are referred to those programs.

DOH is the lead agency for the Commonwealth's [Emergency Medical Services \(EMS\)](#) system. This includes planning, coordinating, developing, implementing, and evaluating the statewide EMS system (including emergency preparedness and response) through regional councils with advice and support from a statewide advisory council. Oversight of compliance with regulations, development and implementation of statewide EMS treatment protocols, naloxone use and programs, and implementation of the pre-hospital "Do Not Resuscitate" program are managed through the department as well.

The [Head Injury Program](#) provides case management services and post-acute head injury rehabilitation services to individuals with traumatic head injury. Services are provided through contractual agreements with head injury rehabilitation providers in the Commonwealth. Funding is made available through the Emergency Medical Services Operating Fund.

DOH oversees the Commonwealth's [Medical Marijuana Program](#). Patients with an eligible medical condition have access to medical marijuana products through a safe and effective delivery method that balances the patient's need for access to the latest treatments along with the patient's care and safety. The department provides resources and information for patients and caregivers, growers/processors, dispensaries, physicians, laboratories, and clinical research.

Program Recommendations:

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

Amyotrophic Lateral Sclerosis Support Services

\$ (600) —funding reduction.

Program: Health Treatment Services, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Renal Dialysis	\$ 6,300	\$ 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	750	795	795	795	795	795	795
Cooley's Anemia	100	106	106	106	106	106	106
Hemophilia	959	1,017	1,017	1,017	1,017	1,017	1,017
Lupus	100	106	106	106	106	106	106
Sickle Cell	1,260	1,335	1,335	1,335	1,335	1,335	1,335
Regional Poison Control Centers	700	742	742	742	742	742	742
Trauma Prevention	460	488	488	488	488	488	488
Tourette's Syndrome	150	159	159	159	159	159	159
Amyotrophic Lateral Sclerosis Support Services	850	1,501	901	901	901	901	901
Leukemia/Lymphoma	200	212	212	212	212	212	212
TOTAL GENERAL FUND	\$ 13,557	\$ 14,867	\$ 14,267	\$ 14,267	\$ 14,267	\$ 14,267	\$ 14,267



HEALTH CARE COST CONTAINMENT COUNCIL

The mission of the [Pennsylvania Health Care Cost Containment Council \(PHC4\)](#) is to empower purchasers of health care benefits with information that can be used to improve quality and restrain costs.

The council is charged with collecting, analyzing, and reporting information that can be used to improve the quality and restrain the cost of health care in the Commonwealth. The council provides purchasers of health care benefits and other stakeholders with information they can use to improve quality and restrain costs. 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 continuing provision of quality, cost effective health services throughout the Commonwealth by providing current data and information to the purchasers, providers, insurers, policymakers, and consumers of health care services.*

Health Care Cost Containment Council

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
Health Care Cost Containment Council.....	\$ 3,167	\$ 3,167	\$ 3,481
(A)Sale of Datasets and Customized Reports	248	650	850
Subtotal - State Funds.....	\$ 3,167	\$ 3,167	\$ 3,481
Subtotal - Augmentations.....	248	650	850
Total - General Government.....	3,415	3,817	4,331
STATE FUNDS.....	\$ 3,167	\$ 3,167	\$ 3,481
AUGMENTATIONS	248	650	850
GENERAL FUND TOTAL	\$ 3,415	\$ 3,817	\$ 4,331

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
HEALTH CARE REPORTING:							
GENERAL FUND.....	\$ 3,167	\$ 3,167	\$ 3,481	\$ 3,481	\$ 3,481	\$ 3,481	\$ 3,481
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	248	650	850	850	850	850	850
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	\$ 3,415	\$ 3,817	\$ 4,331	\$ 4,331	\$ 4,331	\$ 4,331	\$ 4,331

Health Care Cost Containment Council

Program: Health Care Reporting

Goal: To facilitate the continuing provision of quality, cost effective health services throughout the Commonwealth by providing current data and information to the purchasers, providers, insurers, policymakers, and consumers of health care services.

The [Pennsylvania Health Care Cost Containment Council \(PHC4\)](#) is an independent state agency established by [Act 89 of 1986](#) and reauthorized most recently by [Act 15 of 2020](#). It is governed by a board that represents health care purchasers (business and labor), consumers, health care providers, insurers, health economists, members of the Pennsylvania General Assembly, and state government.

PHC4 uses advanced statistical and research methodologies, including the use of risk-adjusted data which accounts for the severity of patient illness and other risk factors to produce [reports](#) on common illnesses that affect Pennsylvanians. Publicly reported medical costs and outcomes not only help improve patient care, but also help consumers make informed choices about where to seek medical treatment.

Data from inpatient and outpatient records from Pennsylvania hospitals and ambulatory surgery centers are collected by the council each year. The data, which include detailed financial information about hospitals and surgery centers, are verified and shared with the public through [free public reports](#). The council has collected and utilized payment data from Medicare, Medicaid, and commercial health insurance plans to create reports. Updating and expanding an interactive consumer friendly online database focused on localized hospitalization data at the county level is also a priority for PHC4.

Program Recommendations:

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

Health Care Cost Containment Council

\$ 314 —to continue current program.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Health Care Cost Containment Council	\$ 3,167	\$ 3,167	\$ 3,481	\$ 3,481	\$ 3,481	\$ 3,481	\$ 3,481



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 21,150	\$ 21,764	\$ 23,505
(F)Historic Preservation.....	4,237	3,490	3,150
(F)Surface Mining Review.....	155	170	180
(F)Environmental Review.....	358	370	380
(F)American Battlefield Protection Program.....	7,000	3,500	6,000
(F)Maritime Heritage.....	525	525	525
(F)Appalachian Development.....	100	100	100
(F)Highway Planning and Construction (EA).....	8	-	-
(A)State Records Center.....	823	958	1,056
(A)Key 93 Administrative Costs.....	- ^a	- ^a	- ^a
(R)Rent and Other Income.....	161	80	80
Subtotal.....	<u>\$ 34,517</u>	<u>\$ 30,957</u>	<u>\$ 34,976</u>
Subtotal - State Funds.....	\$ 21,150	\$ 21,764	\$ 23,505
Subtotal - Federal Funds.....	12,383	8,155	10,335
Subtotal - Augmentations.....	823	958	1,056
Subtotal - Restricted.....	161	80	80
Total - General Government.....	<u>\$ 34,517</u>	<u>\$ 30,957</u>	<u>\$ 34,976</u>
<i>Grants and Subsidies:</i>			
Cultural and Historical Support.....	\$ 2,000	\$ 2,000	\$ 2,000
STATE FUNDS.....	\$ 23,150	\$ 23,764	\$ 25,505
FEDERAL FUNDS.....	12,383	8,155	10,335
AUGMENTATIONS.....	823	958	1,056
RESTRICTED.....	161	80	80
GENERAL FUND TOTAL	<u>\$ 36,517</u>	<u>\$ 32,957</u>	<u>\$ 36,976</u>
OTHER FUNDS:			
HISTORICAL PRESERVATION FUND:			
General Operations (EA).....	\$ 1,267	\$ 1,167	\$ 1,167
(R)Deaccession of Collections.....	9	9	9
(R)Mitigation and Special Projects.....	904	888	700
HISTORICAL PRESERVATION FUND TOTAL	<u>\$ 2,180</u>	<u>\$ 2,064</u>	<u>\$ 1,876</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
KEYSTONE RECREATION, PARK, AND CONSERVATION FUND:			
Historic Site Development (EA).....	\$ 20,569	\$ 16,495 ^b	\$ 14,418
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 23,150	\$ 23,764	\$ 25,505
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	12,383	8,155	10,335
AUGMENTATIONS.....	823	958	1,056
RESTRICTED.....	161	80	80
OTHER FUNDS.....	22,749	18,559	16,294
TOTAL ALL FUNDS.....	\$ 59,266	\$ 51,516	\$ 53,270

^a Not added to avoid double counting: 2021-22 Actual is \$1,028,000, 2022-23 Available is \$824,000, and 2023-24 Budget is \$721,000.

^b Includes recommended supplemental executive authorization of \$640,000.

Historical and Museum Commission

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE HISTORY:							
GENERAL FUND.....	\$ 21,150	\$ 21,764	\$ 23,505	\$ 23,505	\$ 23,505	\$ 23,505	\$ 23,505
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	12,383	8,155	10,335	10,335	10,335	10,335	10,335
AUGMENTATIONS	823	958	1,056	1,056	1,056	1,056	1,056
RESTRICTED.....	161	80	80	80	80	80	80
OTHER FUNDS.....	2,180	2,064	1,876	1,876	1,876	1,876	1,876
SUBCATEGORY TOTAL....	\$ 36,697	\$ 33,021	\$ 36,852	\$ 36,852	\$ 36,852	\$ 36,852	\$ 36,852
MUSEUM AND COMMUNITY ASSISTANCE:							
GENERAL FUND.....	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	20,569	16,495	14,418	14,418	14,418	14,418	14,418
SUBCATEGORY TOTAL....	\$ 22,569	\$ 18,495	\$ 16,418	\$ 16,418	\$ 16,418	\$ 16,418	\$ 16,418
ALL PROGRAMS:							
GENERAL FUND.....	\$ 23,150	\$ 23,764	\$ 25,505	\$ 25,505	\$ 25,505	\$ 25,505	\$ 25,505
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	12,383	8,155	10,335	10,335	10,335	10,335	10,335
AUGMENTATIONS	823	958	1,056	1,056	1,056	1,056	1,056
RESTRICTED.....	161	80	80	80	80	80	80
OTHER FUNDS.....	22,749	18,559	16,294	16,294	16,294	16,294	16,294
DEPARTMENT TOTAL	\$ 59,266	\$ 51,516	\$ 53,270	\$ 53,270	\$ 53,270	\$ 53,270	\$ 53,270

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 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 Historic Site and Museum Operations.

In addition, at several additional sites, the Historic Site and Museum Operations 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	
\$ 820	—to replace nonrecurring benefits cost reduction.
921	—to continue current program.
<u>\$ 1,741</u>	<i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
General Government Operations	<u>\$ 21,150</u>	<u>\$ 21,764</u>	<u>\$ 23,505</u>	<u>\$ 23,505</u>	<u>\$ 23,505</u>	<u>\$ 23,505</u>	<u>\$ 23,505</u>

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 Estimated
Share permanent museum collections with the public by providing online access.							
Records added online to collections database	N/A	N/A	8,689	10,166	5,109	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)	822	683	497	1,318	1,883	600	600
Review impact of state and federally supported projects on historic resources to foster preservation outcomes.							
Environmental submissions received .	5,606	5,647	5,523	6,530	7,471	7,500	8,000
Identify and document Pennsylvania's historic resources to ensure consideration in planning and decision making.							
Number of historic resources added to State Historic and Archaeological Resource Exchange (PA-SHARE).....	3,715	2,844	7,717	2,424	6,662	8,000	5,000
Share Pennsylvania history through exhibits and programs at historic sites and museums.							
Onsite visitation at PHMC-owned sites and museums	302,782	285,353	171,369	19,498 *	137,046	200,000	200,000

* Activity reduced due to COVID-19 closing of PHMC-owned sites and museums.

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 Grant Program; the Cultural and Historical Support 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 [Certified Local Government \(CLG\) Grant Program](#) awards are given to CLGs 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 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 [Keystone Historic Preservation Construction Grants](#) are available to Pennsylvania non-profit 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 Grants 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.

[Federal Tax Credits](#) and [State 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 is recommended at the current year funding level.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Cultural and Historical Support	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000

Historical and Museum Commission

Program: Museum and Community Assistance, continued

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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.....	2,335	3,322	5,361	4,456	5,895	6,000	6,700
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.	13,000	12,785	9,111	9,027	11,625	10,000	10,000
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.	503	2,855	26,269	27,339	22,469	24,000	24,000
Assist communities in preserving local history at museums and historical societies.							
Grants provided to non-profit cultural and historical institutions across the Commonwealth.	142	151	153	155 *	154	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)	\$ 1,275	\$ 2,569	\$ 2,633	\$ 2,308	\$ 2,634	\$ 2,500	\$ 2,500

*Actual year measure data has been corrected.



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 through which the substantive programs of the department can be operated.

Medical Assistance and Health Care Delivery: To support a health care delivery system that provides comprehensive health care services in appropriate settings for the eligible populations.

Long-Term Living: To support a community living system that empowers persons with disabilities and older Pennsylvanians to live with dignity and independence in settings they prefer, to provide meaningful choice of community living services, and to ensure that those services are delivered in a high-quality, cost-effective manner.

Income Maintenance: To promote personal and parental responsibility and encourage economic independence and self-sufficiency through temporary cash assistance, job training, child care for families or individuals, and nutrition support services.

Mental Health and Substance Abuse Services: To maximize the individual's capacity for independent living through the provision of an array of service and support programs.

Intellectual Disabilities/Autism: To support Pennsylvanians with developmental disabilities and their families to achieve greater independence, choice, and opportunity in their lives.

Human Services: To enhance the social and economic well-being of families and individuals through the provision of an array of service and support programs.

Child Development: To promote opportunities for all Pennsylvania children and families by building systems and providing supports that help ensure access to high-quality child and family services.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 120,570	\$ 120,016	\$ 127,455
(F)Medical Assistance-Administration	36,779	39,265	38,435
(F)SNAP-Administration	5,747	5,747	5,333
(F)SSBG-Administration	358	358	358
(F)TANFBG-Administration	15,208	11,400	11,259
(F)CCDFBG-Administration.....	32,091	32,939	34,455
(F)Child Welfare-Title IV-E-Administration	8,329	10,211	10,916
(F)Child Welfare Services-Administration	867	867	993
(F)Community-Based Family Resource and Support-Administration	689	689	689
(F)Developmental Disabilities-Basic Support.....	4,299	4,429	4,903
(F)COVID-Developmental Disabilities-Basic Support (EA)	96	-	-
(F)Disabled Education-Administration.....	392	392	712
(F)Early Head Start Expansion Program.....	14,950	14,950	14,950
(F)MCH-Administration.....	236	242	251
(F)MHSBG-Administration.....	890	1,137	1,219
(F)Refugees and Persons Seeking Asylum-Administration	3,703	2,802	3,170
(F)Homeland Security (EA)	75	75	-
(F)Disaster Case Management-FEMA (EA).....	5,575	-	-
(A)Child Abuse Reviews.....	7,250	8,568	8,568
(A)Adam Walsh Clearance.....	1,032	1,032	1,032
(A)Miscellaneous.....	10	-	-
Subtotal.....	<u>\$ 259,146</u>	<u>\$ 255,119</u>	<u>\$ 264,698</u>
Information Systems	91,434	93,694 ^a	104,049
(F)Medical Assistance-Information Systems	99,693	97,206	124,920
(F)SNAP-Information Systems	27,949	29,985	32,771
(F)TANFBG-Information Systems	13,424	15,784	16,519
(F)Child Welfare-Title IV-E-Information Systems	11,422	10,832	11,200
(F)Child Support Enforcement-Information Systems	6,712	7,894	7,493
(F)CHIP-Information Systems	12,887	16,478	16,695
(F)COVID-CHIP Information Systems (EA).....	601	571	96
(A)COMPASS Support-CHIP	520	520	520
(A)Medical Data Exchange.....	-	13	13
Subtotal.....	<u>\$ 264,642</u>	<u>\$ 272,977</u>	<u>\$ 314,276</u>
County Administration-Statewide	51,116	51,799 ^b	60,272
(F)Medical Assistance-Statewide	67,797	72,843	71,394
(F)SNAP-Statewide	37,574	42,205	44,952
(F)COVID-SNAP P-EBT Administration (EA).....	20,023	36,528	-

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)TANFBG-Statewide	1,072	1,072	1,072
(F)ARRA-Health Information Technology	12,394	12,251	4,171
(F)Children's Health Insurance Administration	6,366	5,116	3,669
(F)COVID-Children's Health Insurance Administration (EA)	331	337	79
(A)SNAP-Retained Collections.....	2,833	2,129	2,129
(A)eHealth Fees	630	540	540
Subtotal.....	<u>\$ 200,136</u>	<u>\$ 224,820</u>	<u>\$ 188,278</u>
County Assistance Offices	299,473	299,473	321,490
(F)Medical Assistance-County Assistance Offices.....	204,296	226,636	232,794
(F)SNAP-County Assistance Offices.....	124,362	136,393	139,686
(F)TANFBG-County Assistance Offices	42,543	46,218	46,625
(F)SSBG-County Assistance Offices	3,000	3,000	3,000
(F)LIHEABG-Administration	27,000	36,368	36,368
(F)COVID-LIHWAP Administration (EA)	2,821	-	-
Subtotal.....	<u>\$ 703,495</u>	<u>\$ 748,088</u>	<u>\$ 779,963</u>
Child Support Enforcement	16,250	19,488	20,121
(F)Child Support Enforcement-Title IV-D	159,467	172,431	174,037
(A)Title IV-D Incentive Collections.....	3,854	14,070	10,070
(A)State Retained Support Collections	1,376	1,269	1,269
Subtotal.....	<u>\$ 180,947</u>	<u>\$ 207,258</u>	<u>\$ 205,497</u>
New Directions	20,712	20,712	22,096
(F)TANFBG-New Directions.....	126,197	141,326	140,351
(F)Medical Assistance-New Directions.....	8,448	12,975	13,589
(F)SNAP-New Directions.....	17,817	18,546	20,408
Subtotal.....	<u>\$ 173,174</u>	<u>\$ 193,559</u>	<u>\$ 196,444</u>
Subtotal - State Funds.....	<u>\$ 599,555</u>	<u>\$ 605,182</u>	<u>\$ 655,483</u>
Subtotal - Federal Funds.....	<u>1,164,480</u>	<u>1,268,498</u>	<u>1,269,532</u>
Subtotal - Augmentations.....	<u>17,505</u>	<u>28,141</u>	<u>24,141</u>
Total - General Government.....	<u>\$ 1,781,540</u>	<u>\$ 1,901,821</u>	<u>\$ 1,949,156</u>
Institutional:			
Youth Development Institutions and Forestry Camps.....	\$ 64,565	\$ 64,565	\$ 77,134
(F)SSBG-Basic Institutional Programs.....	10,000	10,000	10,000
(F)Food Nutrition Services	650	650	650
(A)Institutional Reimbursements	2	10	10
Subtotal.....	<u>\$ 75,217</u>	<u>\$ 75,225</u>	<u>\$ 87,794</u>
Mental Health Services.....	822,470	866,093 ^c	912,010
(F)Medical Assistance-Mental Health.....	189,590	200,573	201,590
(F)COVID-Medical Assistance-Mental Health (EA).....	21,350	20,315	3,443
(F)Medicare Services-State Hospitals.....	17,900	17,900	17,900

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)COVID-Direct Relief to Providers/State Hospitals (EA)	5,662	-	-
(F)Homeless Mentally Ill	2,496	2,496	2,496
(F)MHSBG-Community Mental Health Services	38,000	45,500	48,229
(F)COVID-Mental Health Services Block Grant (EA)	1,613	-	-
(F)SSBG-Community Mental Health Services	10,366	10,366	10,366
(F)Suicide Prevention	5,436	10,436 ^d	6,436
(F)Transforming the Crisis Mental Health System	-	-	8,000
(F)Mental Health Data Infrastructure	145	145	225
(F)Promoting Integration of Health Care	3,500	3,500	3,500
(F)System of Care Expansion	7,000	7,000	7,000
(F)Youth Suicide Prevention	736	736	736
(F)Treatment for Individuals Experiencing Homelessness	1,000	-	-
(F)Adolescents and Young Adults at High Risk for Psychosis	400	400	400
(F)Mental Health-Safe Schools	-	5,000	5,000
(F)Bioterrorism Hospital Preparedness (EA)	45	45	45
(F)COVID-Mobile Crisis Intervention Services (EA)	773	-	-
(F)COVID-SFR Mental Health	-	100,000	-
(A)County IGT	40,221	37,370	61,353
(A)Institutional Collections	6,077	5,068	5,068
(A)Institutional Reimbursements	1,897	1,789	1,574
Subtotal	<u>\$ 1,176,677</u>	<u>\$ 1,334,732</u>	<u>\$ 1,295,371</u>
Intellectual Disabilities-State Centers	101,225	111,110^e	99,057
(F)Medical Assistance-State Centers	154,030	148,500	103,137
(F)COVID-Medical Assistance-ID State Centers (EA)	16,384	16,513	1,766
(F)Medicare Services-State Centers	463	363	183
(F)COVID-Direct Relief to Providers/State Centers (EA)	8,068	-	-
(A)Institutional Collections	7,198	6,980	4,231
(A)ID/ICF Assessment	17,658	17,367	9,851
Subtotal	<u>\$ 305,026</u>	<u>\$ 300,833</u>	<u>\$ 218,225</u>
Subtotal - State Funds	<u>\$ 988,260</u>	<u>\$ 1,041,768</u>	<u>\$ 1,088,201</u>
Subtotal - Federal Funds	<u>495,607</u>	<u>600,438</u>	<u>431,102</u>
Subtotal - Augmentations	<u>73,053</u>	<u>68,584</u>	<u>82,087</u>
Total - Institutional	<u>\$ 1,556,920</u>	<u>\$ 1,710,790</u>	<u>\$ 1,601,390</u>
Grants and Subsidies:			
Cash Grants	\$ 13,740	\$ 13,740	\$ 32,240
(F)TANFBG-Cash Grants	207,093	143,245	163,214
(F)Other Federal Support-Cash Grants	6,428	7,079	7,553

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)LIHEABG-Low-Income Families and Individuals	188,563	257,235	271,041
(F)COVID-Low-Income Household Water Assistance Program (EA)	40,430	-	-
(F)Refugees and Persons Seeking Asylum-Social Services	27,358	45,113 ^f	45,113
(F)COVID-SFR Low-Income Home Energy Assistance Program	-	25,000	-
Subtotal.....	<u>\$ 483,612</u>	<u>\$ 491,412</u>	<u>\$ 519,161</u>
Supplemental Grants-Aged, Blind, and Disabled	112,450	130,535 ^g	129,574
Medical Assistance-Capitation	4,557,295	3,614,505 ^h	4,566,618
(F)Medical Assistance-Capitation.....	15,846,706	15,035,096 ⁱ	15,608,866
(F)COVID-Medical Assistance-Capitation (EA).....	1,268,223	820,074	217,866
(A)MCO Assessment.....	2,012,986	2,121,285	2,046,814
(A)Statewide Hospital Assessment	748,571	749,053	761,885
(A)Ambulance IGT.....	-	1,166	2,573
Subtotal.....	<u>\$ 24,433,781</u>	<u>\$ 22,341,179</u>	<u>\$ 23,204,622</u>
Medical Assistance-Fee-for-Service	644,059	606,049 ^j	727,131
(F)Medical Assistance-Fee-for-Service	2,080,078	2,094,129 ^k	1,980,469
(F)COVID-Medical Assistance-Fee-for-Service (EA).....	163,014	177,778	29,255
(F)ARRA-MA-Health Information Technology	10,000	-	-
(F)COVID-Regional Congregate Care Assistance Team (EA)	3,938	-	-
(F)COVID-SFR Health Care Workforce Assistance	110,000	-	-
(F)COVID-SFR Hospital Workforce Assistance	100,000	-	-
(A)Hospital Assessment.....	181,735	178,327	178,327
(A)Statewide Hospital Assessment	218,189	219,788	139,462
(A)Miscellaneous Outpatient	500	1,017	300
(A)FQHC Alternative Payment Methodology IGT	12,787	14,161	14,161
Subtotal.....	<u>\$ 3,524,300</u>	<u>\$ 3,291,249</u>	<u>\$ 3,069,105</u>
Payment to Federal Government-Medicare Drug Program	783,182	859,969 ^l	991,580
Medical Assistance-Workers with Disabilities	39,710	42,522 ^m	62,555
(F)Medical Assistance-Workers with Disabilities.....	66,683	70,372	55,342
(F)COVID-Medical Assistance-Workers with Disabilities (EA).....	14,287	5,619	929
Subtotal.....	<u>\$ 120,680</u>	<u>\$ 118,513</u>	<u>\$ 118,826</u>
Medical Assistance-Physician Practice Plans	9,613	9,706 ⁿ	10,071
(F)Medical Assistance-Physician Practice Plans	11,159	11,009	11,557
(F)COVID-Medical Assistance-Physician Practice Plans (EA)	459	365	-
Subtotal.....	<u>\$ 21,231</u>	<u>\$ 21,080</u>	<u>\$ 21,628</u>
Medical Assistance-Hospital-Based Burn Centers	3,856	3,975 ^o	4,437
(F)Medical Assistance-Hospital-Based Burn Centers	4,940	4,807	5,234
(F)COVID-Medical Assistance-Hospital-Based Burn Centers (EA)	582	463	-
Subtotal.....	<u>\$ 9,378</u>	<u>\$ 9,245</u>	<u>\$ 9,671</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Medical Assistance-Critical Access Hospitals	10,927	11,364 ^p	13,057
(F)Medical Assistance-Critical Access Hospitals	18,099	17,612	19,177
(F)COVID-Medical Assistance-Critical Access Hospitals (EA)	2,131	1,694	-
(A)Statewide Hospital Assessment	3,200	3,200	3,200
Subtotal.....	<u>\$ 34,357</u>	<u>\$ 33,870</u>	<u>\$ 35,434</u>
Medical Assistance-Obstetric and Neonatal Services	2,806	2,986 ^q	3,681
(F)Medical Assistance-Obstetric and Neonatal Services	7,438	7,238	7,881
(F)COVID-Medical Assistance-Obstetric and Neonatal Svcs (EA)	876	696	-
(A)Statewide Hospital Assessment	3,000	3,000	3,000
Subtotal.....	<u>\$ 14,120</u>	<u>\$ 13,920</u>	<u>\$ 14,562</u>
Medical Assistance-Trauma Centers	7,522	7,755 ^r	8,656
(F)Medical Assistance-Trauma Centers.....	9,637	9,378	10,211
(F)COVID-Medical Assistance-Trauma Centers (EA).....	1,135	902	-
Subtotal.....	<u>\$ 18,294</u>	<u>\$ 18,035</u>	<u>\$ 18,867</u>
Medical Assistance-Academic Medical Centers.....	21,448	22,111 ^s	24,681
(F)Medical Assistance-Academic Medical Centers.....	27,477	26,738	29,114
(F)COVID-Medical Assistance-Academic Medical Centers (EA)	3,234	2,571	-
Subtotal.....	<u>\$ 52,159</u>	<u>\$ 51,420</u>	<u>\$ 53,795</u>
Medical Assistance-Transportation	70,015	64,373 ^u	67,485
(F)Medical Assistance-Transportation.....	80,919	92,264	94,590
(F)COVID-Medical Assistance-Transportation (EA).....	2,091	2,089	365
Subtotal.....	<u>\$ 153,025</u>	<u>\$ 158,726</u>	<u>\$ 162,440</u>
Expanded Medical Services for Women.....	6,263	6,263	6,263
(F)TANFBG-Alternatives to Abortion.....	1,000	1,000	1,000
Subtotal.....	<u>\$ 7,263</u>	<u>\$ 7,263</u>	<u>\$ 7,263</u>
Children's Health Insurance Program.....	46,374	87,294 ^w	64,131
(F)Children's Health Insurance Program.....	237,906	299,144	229,104
(F)COVID-Children's Health Insurance Program (EA)	14,907	11,667	1,916
(A)MCO Assessment.....	7,688	9,923	11,869
(A)Vision Services Donations.....	-	800	800
(R)Children's Health Insurance Program	38,683	30,730	30,730
Subtotal.....	<u>\$ 345,558</u>	<u>\$ 439,558</u>	<u>\$ 338,550</u>
Medical Assistance-Long-Term Living	121,346	136,406 ^x	126,276
(F)Medical Assistance-Long-Term Living.....	147,053	144,183	103,779
(F)COVID-Medical Assistance-Long-Term Living (EA).....	60,239	13,366	1,870
(F)COVID-SFR Long-Term Living Programs	282,000	250,000	-
(A)Attendant Care Patient Fees	258	250	250
(A)Attendant Care Parking Fines	51	51	51
Subtotal.....	<u>\$ 610,947</u>	<u>\$ 544,256</u>	<u>\$ 232,226</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Medical Assistance-Community HealthChoices	4,251,550	4,347,903 ^y	5,208,487
(F)Medical Assistance-Community HealthChoices	6,994,976	7,514,862	7,801,574
(F)COVID-Medical Assistance-Community HealthChoices (EA)	1,463,887	802,946	199,239
(F)COVID-HCBS Provider Testing Needs (EA)	2,000	-	-
(A)County IGT	88,126	137,293	133,824
(A)Nursing Home Assessments	386,402	446,312	446,312
(A)Statewide Hospital Assessment	60,044	61,113	66,185
(A)MCO Assessment.....	55,788	56,511	58,019
(A)Ambulance IGT.....	-	209	678
Subtotal.....	<u>\$ 13,302,773</u>	<u>\$ 13,367,149</u>	<u>\$ 13,914,318</u>
Long-Term Care Managed Care	145,260	156,648 ^z	181,224
(F)Medical Assistance-Long-Term Care Managed Care	193,815	197,253	213,887
(F)COVID-Medical Assistance-Long-Term Care Man Care (EA).....	56,724	21,987	3,941
Subtotal.....	<u>\$ 395,799</u>	<u>\$ 375,888</u>	<u>\$ 399,052</u>
Intellectual Disabilities-Community Base Program	144,189	146,126 ^{aa}	154,025
(F)Medical Assistance-Community ID Services	84,585	85,028	90,913
(F)Autism Spectrum Disorder Surveillance Program	-	-	450
(F)COVID-Medical Assistance-Community ID Services (EA)	3,855	1,306	621
(F)COVID-Risk Screening Tool Among Residential Settings (EA)	460	-	-
(F)SSBG-Community ID Services	7,451	7,451	7,451
Subtotal.....	<u>\$ 240,540</u>	<u>\$ 239,911</u>	<u>\$ 253,460</u>
Intellectual Disabilities-Intermediate Care Facilities	161,528	151,892 ^{ab}	181,460
(F)Medical Assistance-ID/ICF	236,260	243,218	242,743
(F)COVID-Medical Assistance-ID/ICF (EA).....	22,510	24,388	4,437
(A)ID Assessment-ID/ICF.....	24,516	20,900	22,700
Subtotal.....	<u>\$ 444,814</u>	<u>\$ 440,398</u>	<u>\$ 451,340</u>
Intellectual Disabilities-Community Waiver Program	1,798,786	2,112,142 ^{ac}	2,496,201
(F)Medical Assistance-Community ID Waiver Program.....	2,515,050	2,815,725	2,805,681
(F)COVID-Medical Assistance-Community ID Waiver Program (EA).....	576,560	280,476	51,385
Transfer to HCBS-Individuals with Intellectual Disabilities (EA)	-	-	12,053
(R)HCBS-Individuals with Intellectual Disabilities	-	-	- ^{ad}
Subtotal.....	<u>\$ 4,890,396</u>	<u>\$ 5,208,343</u>	<u>\$ 5,365,320</u>
Intellectual Disabilities-Lansdowne Residential Services	200	200	- ^{ae}
Autism Intervention and Services	27,493	29,375 ^{af}	34,843
(F)Medical Assistance-Autism Intervention Services	34,706	41,277 ^{ag}	43,663
(F)COVID-Medical Assistance-Autism Intervention Services (EA).....	8,588	3,777	611
Subtotal.....	<u>\$ 70,787</u>	<u>\$ 74,429</u>	<u>\$ 79,117</u>
Behavioral Health Services	57,149	57,149	57,149
Special Pharmaceutical Services	600	500	500

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
County Child Welfare	1,318,809	1,482,362 ^{ah}	1,492,635
(F)Child Welfare Services	34,174	40,061	40,561
(F)Child Welfare-Title IV-E	405,460	428,863	441,082
(F)COVID-Child Welfare-Title IV-E (EA)	18,000	17,129	2,904
(F)Medical Assistance-Child Welfare	1,477	1,521	1,521
(F)TANFBG-Child Welfare	58,508	58,508	73,508
(F)SSBG-Child Welfare	12,021	12,021	12,021
(F)Child Welfare Training and Certification	20,000	20,000	21,750
(F)Community-Based Family Resource and Support	143	143	143
(F)Child Abuse Prevention and Treatment.....	12,500	12,500	12,515
(F)Title IV-B-Caseworker Visits	1,000	1,000	1,000
(F)Children's Justice Act	1,200	1,450	1,555
(A)Birth Certificate-Mandated Reporter Training.....	953	953	953
Subtotal.....	<u>\$ 1,884,245</u>	<u>\$ 2,076,511</u>	<u>\$ 2,102,148</u>
Community-Based Family Centers	19,558	34,558	34,558
(F)Family Preservation-Family Centers.....	2,691	2,691	2,691
(F)Family Resource and Support-Family Centers.....	480	480	480
(F)Title IV-B-Family Centers.....	5,871	5,871	5,871
(F)MCH-Early Childhood Home Visiting.....	16,300	16,300	16,300
(F)COVID-MCH-Early Childhood Home Visiting (EA).....	2,781	-	-
(F)Early Childhood Comprehensive Systems	256	256	256
(F)Preschool Development Grant (EA)	-	-	16,000
Subtotal.....	<u>\$ 47,937</u>	<u>\$ 60,156</u>	<u>\$ 76,156</u>
Child Care Services	156,482	181,482	248,182
(F)CCDFBG-Child Care Services.....	422,961	512,121	540,265
(F)COVID-CCDFBG-Child Care Services (EA).....	728,916	150	-
(F)CCDFBG-School Age	1,260	-	-
(F)SSBG-Child Care Services.....	30,977	30,977	30,977
(F)Head Start Collaboration Project	225	225	225
(F)COVID-SFR Child Care Stabilization.....	90,000	-	-
Subtotal.....	<u>\$ 1,430,821</u>	<u>\$ 724,955</u>	<u>\$ 819,649</u>
Child Care Assistance	109,885	109,885	109,890
(F)TANFBG-Child Care Assistance.....	220,820	360,696	344,987
(F)CCDFBG-Child Care Assistance	47,614	57,264	31,526
(F)SNAP-Child Care Assistance	3,093	3,443	4,326
(A)Early Childhood Education-PKC PELICAN Expansion	1,652	2,205	2,205
Subtotal.....	<u>\$ 383,064</u>	<u>\$ 533,493</u>	<u>\$ 492,934</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Nurse Family Partnership	13,083	14,087 ^{ai}	14,112
(F)Medical Assistance-Nurse Family Partnership	2,544	3,627	3,677
(F)COVID-Medical Assistance-Nurse Family Partnership (EA)	95	91	16
Subtotal.....	\$ 15,722	\$ 17,805	\$ 17,805
Early Intervention	162,589	170,548 ^{aj}	190,786
(F)Medical Assistance-Early Intervention.....	72,400	79,118	87,231
(F)COVID-Medical Assistance-Early Intervention (EA).....	8,661	6,338	1,250
(F)Education for Children with Disabilities-Early Intervention	16,225	16,641 ^{ak}	16,641
Subtotal.....	\$ 259,875	\$ 272,645	\$ 295,908
Domestic Violence	20,093	20,093	20,093
(F)Family Violence Prevention Services	4,355	4,355	5,000
(F)COVID-Family Violence Prevention Services (EA)	12,174	-	-
(F)SSBG-Domestic Violence Programs	5,705	5,705	5,705
(F)PHHSBG-Domestic Violence (EA)	100	100	100
(A)Marriage Law Fees.....	833	833	833
Subtotal.....	\$ 43,260	\$ 31,086	\$ 31,731
Rape Crisis	11,921	11,921	11,921
(F)SSBG-Rape Crisis	1,721	1,721	1,721
(F)COVID-Rape Crisis (EA)	5,483	-	-
Subtotal.....	\$ 19,125	\$ 13,642	\$ 13,642
Breast Cancer Screening	1,723	1,828	1,828
(F)SSBG-Family Planning.....	2,000	2,000	2,000
Subtotal.....	\$ 3,723	\$ 3,828	\$ 3,828
Human Services Development Fund	13,460	13,460	13,460
Legal Services	4,161	4,161	4,161
(F)SSBG-Legal Services	5,049	5,049	5,049
Subtotal.....	\$ 9,210	\$ 9,210	\$ 9,210
Homeless Assistance	18,496	18,496	18,496
(F)SSBG-Homeless Services.....	4,183	4,183	4,183
(F)COVID-Rental and Utility Assistance (EA)	499,818	350	-
Subtotal.....	\$ 522,497	\$ 23,029	\$ 22,679
211 Communications	4,750	750	750
Health Program Assistance and Services	19,890	36,790	-
(F)COVID-SFR Pandemic Response.....	61,965	-	-
Subtotal.....	\$ 81,855	\$ 36,790	\$ -
Services for the Visually Impaired	3,702	3,702	3,702

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Subtotal - State Funds.....	\$ 14,915,963	\$ 14,725,611	\$ 17,328,952
Subtotal - Federal Funds.....	36,088,716	33,330,568	32,097,079
Subtotal - Augmentations.....	3,807,279	4,028,350	3,894,401
Subtotal - Restricted.....	38,683	30,730	30,730
Total - Grants and Subsidies.....	\$ 54,850,641	\$ 52,115,259	\$ 53,351,162
STATE FUNDS.....	\$ 16,503,778	\$ 16,372,561	\$ 19,072,636
FEDERAL FUNDS.....	37,748,803	35,199,504	33,797,713
AUGMENTATIONS.....	3,897,837	4,125,075	4,000,629
RESTRICTED.....	38,683	30,730	30,730
GENERAL FUND TOTAL.....	\$ 58,189,101	\$ 55,727,870	\$ 56,901,708
LOTTERY FUND:			
<i>Grants and Subsidies:</i>			
Medical Assistance-Transportation Services.....	\$ 3,500	\$ 3,800	\$ 4,000
Medical Assistance-Community HealthChoices.....	348,966	348,966	348,966
Total - Grants and Subsidies.....	\$ 352,466	\$ 352,766	\$ 352,966
LOTTERY FUND TOTAL.....	\$ 352,466	\$ 352,766	\$ 352,966
OTHER FUNDS:			
TOBACCO SETTLEMENT FUND:			
Medical Care for Workers with Disabilities (EA).....	\$ 111,618	\$ 100,910 ^{al}	\$ 110,830
(F)Medical Assistance-Workers with Disabilities (EA).....	123,665	125,554 ^{am}	130,795
(F)COVID-Medical Assistance-Workers with Disabilities (EA).....	14,587	14,199	2,441
Subtotal.....	\$ 249,870	\$ 240,663	\$ 244,066
Uncompensated Care (EA).....	30,434	27,515 ^{an}	30,220
(F)Medical Assistance-Uncompensated Care (EA).....	39,770	31,446 ^{ao}	35,648
(F)COVID-Medical Assistance-Uncompensated Care (EA).....	4,589	1,512	-
Subtotal.....	\$ 74,793	\$ 60,473	\$ 65,868
Medical Assistance-Community HealthChoices.....	159,664	144,060 ^{ap}	158,516
TOBACCO SETTLEMENT FUND TOTAL.....	\$ 484,327	\$ 445,196	\$ 468,450
CHILDREN'S TRUST FUND:			
Children's Trust Fund (EA).....	\$ 1,400	\$ 1,400	\$ 1,400
911 FUND:			
988 Suicide and Crisis Lifeline (EA).....	\$ -	\$ -	\$ 2,838 ^{aq}

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 16,503,778	\$ 16,372,561	\$ 19,072,636
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	352,466	352,766	352,966
FEDERAL FUNDS	37,748,803	35,199,504	33,797,713
AUGMENTATIONS	3,897,837	4,125,075	4,000,629
RESTRICTED	38,683	30,730	30,730
OTHER FUNDS	485,727	446,596	472,688
TOTAL ALL FUNDS	\$ 59,027,294	\$ 56,527,232	\$ 57,727,362

- ^a Reflects recommended appropriation reduction of \$271,000.
- ^b Reflects recommended appropriation reduction of \$217,000.
- ^c Reflects recommended appropriation reduction of \$9,641,000.
- ^d Includes recommended supplemental appropriation of \$2,000,000.
- ^e Reflects recommended appropriation reduction of \$7,624,000.
- ^f Includes recommended supplemental appropriation of \$26,665,000.
- ^g Reflects recommended appropriation reduction of \$946,000.
- ^h Reflects recommended appropriation reduction of \$403,018,000.
- ⁱ Includes recommended supplemental appropriation of \$677,800,000.
- ^j Reflects recommended appropriation reduction of \$140,803,000.
- ^k Includes recommended supplemental appropriation of \$119,284,000.
- ^l Reflects recommended appropriation reduction of \$41,956,000.
- ^m Reflects recommended appropriation reduction of \$26,524,000.
- ⁿ Reflects recommended appropriation reduction of \$366,000.
- ^o Reflects recommended appropriation reduction of \$463,000.
- ^p Reflects recommended appropriation reduction of \$1,694,000.
- ^q Reflects recommended appropriation reduction of \$696,000.
- ^r Reflects recommended appropriation reduction of \$902,000.
- ^s Reflects recommended appropriation reduction of \$2,571,000.
- ^t Reflects recommended appropriation reduction of \$1,300,000.
- ^u Reflects recommended appropriation reduction of \$992,000.
- ^v Includes recommended supplemental appropriation of \$5,386,000.
- ^w Reflects recommended appropriation reduction of \$7,798,000.
- ^x Reflects recommended appropriation reduction of \$29,575,000.
- ^y Reflects recommended appropriation reduction of \$713,699,000.
- ^z Reflects recommended appropriation reduction of \$10,266,000.
- ^{aa} Reflects recommended appropriation reduction of \$596,000.
- ^{ab} Reflects recommended appropriation reduction of \$27,128,000.
- ^{ac} Reflects recommended appropriation reduction of \$234,107,000.
- ^{ad} The General Fund transfer to HCBS-Individuals with Intellectual Disabilities restricted account is not added to avoid double counting.
- ^{ae} This budget proposes to transfer funding to Intellectual Disabilities-Community Base Program.
- ^{af} Reflects recommended appropriation reduction of \$754,000.
- ^{ag} Includes recommended supplemental appropriation of \$108,000.
- ^{ah} Reflects recommended appropriation reduction of \$5,871,000.
- ^{ai} Reflects recommended appropriation reduction of \$43,000.
- ^{aj} Reflects recommended appropriation reduction of \$4,199,000.
- ^{ak} Includes recommended supplemental appropriation of \$416,000.
- ^{al} Reflects recommended executive authorization reduction of \$8,620,000.
- ^{am} Includes recommended supplemental executive authorization of \$6,085,000.
- ^{an} Reflects recommended executive authorization reduction of \$2,350,000.
- ^{ao} Reflects recommended executive authorization reduction of \$908,000.
- ^{ap} Reflects recommended appropriation reduction of \$12,562,000.
- ^{aq} This budget proposes to fund the 988 Suicide and Crisis Lifeline through a portion of the surcharge assessments collected.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
HUMAN SERVICES SUPPORT:							
GENERAL FUND.....	\$ 216,754	\$ 214,460	\$ 232,254	\$ 231,350	\$ 231,350	\$ 231,350	\$ 231,350
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	302,972	304,253	337,337	337,241	337,241	337,241	337,241
AUGMENTATIONS	8,812	10,133	10,133	10,133	10,133	10,133	10,133
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 528,538	\$ 528,846	\$ 579,724	\$ 578,724	\$ 578,724	\$ 578,724	\$ 578,724
MEDICAL ASSISTANCE AND HEALTH CARE DELIVERY:							
GENERAL FUND.....	\$ 6,203,070	\$ 5,338,872	\$ 6,550,346	\$ 6,826,547	\$ 7,018,046	\$ 7,203,531	\$ 7,390,805
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	3,500	3,800	4,000	4,000	4,000	4,000	4,000
FEDERAL FUNDS.....	20,086,919	18,692,705	18,302,876	18,484,008	18,881,006	19,272,745	19,668,047
AUGMENTATIONS	3,188,656	3,301,720	3,162,391	3,162,391	3,162,391	3,162,391	3,162,391
RESTRICTED.....	38,683	30,730	30,730	30,730	30,730	30,730	30,730
OTHER FUNDS.....	324,663	301,136	309,934	307,433	307,433	307,433	307,433
SUBCATEGORY TOTAL....	\$29,845,491	\$27,668,963	\$28,360,277	\$28,815,109	\$29,403,606	\$29,980,830	\$30,563,406
LONG-TERM LIVING:							
GENERAL FUND.....	\$ 4,518,156	\$ 4,640,957	\$ 5,515,987	\$ 5,640,760	\$ 5,867,152	\$ 5,996,167	\$ 6,180,551
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	348,966	348,966	348,966	448,966	448,966	498,966	498,966
FEDERAL FUNDS.....	9,200,694	8,944,597	8,324,290	8,442,258	8,776,662	9,039,962	9,311,161
AUGMENTATIONS	590,669	701,739	705,319	705,319	705,319	705,319	705,319
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	159,664	144,060	158,516	158,516	158,516	158,516	158,516
SUBCATEGORY TOTAL....	\$14,818,149	\$14,780,319	\$15,053,078	\$15,395,819	\$15,956,615	\$16,398,930	\$16,854,513
INCOME MAINTENANCE:							
GENERAL FUND.....	\$ 513,741	\$ 535,747	\$ 585,793	\$ 586,607	\$ 582,275	\$ 582,275	\$ 582,275
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,334,161	1,441,917	1,419,116	1,419,037	1,419,037	1,419,037	1,419,037
AUGMENTATIONS	8,693	18,008	14,008	14,008	14,008	14,008	14,008
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 1,856,595	\$ 1,995,672	\$ 2,018,917	\$ 2,019,652	\$ 2,015,320	\$ 2,015,320	\$ 2,015,320

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
MENTAL HEALTH AND SUBSTANCE ABUSE SERVICES:							
GENERAL FUND.....	\$ 880,219	\$ 923,742	\$ 969,659	\$ 980,032	\$ 990,032	\$ 1,000,032	\$ 1,010,731
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	306,012	424,412	315,366	311,843	311,843	311,843	311,843
AUGMENTATIONS	48,195	44,227	67,995	67,940	67,940	67,940	67,940
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	2,838	11,694	11,928	12,167	12,410
SUBCATEGORY TOTAL....	\$ 1,234,426	\$ 1,392,381	\$ 1,355,858	\$ 1,371,509	\$ 1,381,743	\$ 1,391,982	\$ 1,402,924
INTELLECTUAL DISABILITIES/AUTISM:							
GENERAL FUND.....	\$ 2,233,421	\$ 2,550,845	\$ 2,977,639	\$ 3,117,666	\$ 3,254,663	\$ 3,343,828	\$ 3,435,667
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	3,668,970	3,668,022	3,353,041	3,406,259	3,568,109	3,668,044	3,770,977
AUGMENTATIONS	49,372	45,247	36,782	36,782	36,782	36,782	36,782
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 5,951,763	\$ 6,264,114	\$ 6,367,462	\$ 6,560,707	\$ 6,859,554	\$ 7,048,654	\$ 7,243,426
HUMAN SERVICES:							
GENERAL FUND.....	\$ 1,476,820	\$ 1,657,378	\$ 1,643,430	\$ 1,689,356	\$ 1,733,517	\$ 1,779,003	\$ 1,825,853
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,177,686	627,309	642,968	625,064	625,064	625,064	625,064
AUGMENTATIONS	1,788	1,796	1,796	1,796	1,796	1,796	1,796
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 2,656,294	\$ 2,286,483	\$ 2,288,194	\$ 2,316,216	\$ 2,360,377	\$ 2,405,863	\$ 2,452,713
CHILD DEVELOPMENT:							
GENERAL FUND.....	\$ 461,597	\$ 510,560	\$ 597,528	\$ 650,546	\$ 650,546	\$ 650,546	\$ 650,546
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,671,389	1,096,289	1,102,719	1,101,453	1,101,453	1,085,453	1,085,453
AUGMENTATIONS	1,652	2,205	2,205	2,205	2,205	2,205	2,205
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	1,400	1,400	1,400	1,100	1,100	1,100	1,100
SUBCATEGORY TOTAL....	\$ 2,136,038	\$ 1,610,454	\$ 1,703,852	\$ 1,755,304	\$ 1,755,304	\$ 1,739,304	\$ 1,739,304

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 16,503,778	\$ 16,372,561	\$ 19,072,636	\$ 19,722,864	\$ 20,327,581	\$ 20,786,732	\$ 21,307,778
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	352,466	352,766	352,966	452,966	452,966	502,966	502,966
FEDERAL FUNDS.....	37,748,803	35,199,504	33,797,713	34,127,163	35,020,415	35,759,389	36,528,823
AUGMENTATIONS	3,897,837	4,125,075	4,000,629	4,000,574	4,000,574	4,000,574	4,000,574
RESTRICTED.....	38,683	30,730	30,730	30,730	30,730	30,730	30,730
OTHER FUNDS.....	485,727	446,596	472,688	478,743	478,977	479,216	479,459
DEPARTMENT TOTAL	<u>\$59,027,294</u>	<u>\$56,527,232</u>	<u>\$57,727,362</u>	<u>\$58,813,040</u>	<u>\$60,311,243</u>	<u>\$61,559,607</u>	<u>\$62,850,330</u>

Program: Human Services Support

Goal: To provide effective administrative and support systems through which the substantive programs of the department can be operated.

The [Department of Human Services \(DHS\)](#) provides support management and the administrative systems necessary to implement, maintain, and monitor critical programs.

Information systems support the management of human services by providing timely and accurate information that enables the integration of numerous client services and tracks individual progress toward self-sufficiency. The continued creation and expansion of web-based applications allows for more online services and efficient maintenance of common client and provider databases, as well as case management systems, for use across programs.

The [Medical Assistance \(MA\) Third-Party Liability](#) program is also included as part of Human Services Support. The program strives to ensure the health, safety, and well-being of Pennsylvanians who are vulnerable due to age or disability by [inspecting, licensing, and otherwise regulating](#) residential settings and other services that support them. Responsibilities include the oversight and administration of the various licensing statutes, regulations, and policy to protect the populations living or receiving services in licensed facilities.

Human Services Support also includes the administration of the [Adult Protective Services](#) program to safeguard the rights and protect the well-being of adults who lack the capacity to protect themselves.

Program Recommendations:

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

General Government Operations			Information Systems		
\$ 1,620	—to replace nonrecurring benefits cost reduction.	\$ 7,949	—to continue current projects.		
195	—to continue current program.	931	—to reflect change in federal earnings.		
2,800	—to reflect change in transfer of indirect federal earnings from Intellectual Disabilities-State Centers due to closure of Polk and White Haven facilities.	571	—to replace federal funding received in 2022-23 for COVID-19 response.		
641	—to reflect change in federal earnings.	(96)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.		
2,183	—Initiative—to provide additional resources for improvement and efficiency of licensing activities to reduce processing time.	1,000	—Initiative—system enhancements for increased minimum monthly SNAP benefit for elderly or disabled individuals.		
<u>\$ 7,439</u>	<i>Appropriation Increase</i>	<u>\$ 10,355</u>	<i>Appropriation Increase</i>		

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 120,570	\$ 120,016	\$ 127,455	\$ 127,455	\$ 127,455	\$ 127,455	\$ 127,455
Information Systems	91,434	93,694	104,049	103,145	103,145	103,145	103,145
211 Communications	4,750	750	750	750	750	750	750
TOTAL GENERAL FUND	<u>\$ 216,754</u>	<u>\$ 214,460</u>	<u>\$ 232,254</u>	<u>\$ 231,350</u>	<u>\$ 231,350</u>	<u>\$ 231,350</u>	<u>\$ 231,350</u>

Program: Human Services Support, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain services and supports that will improve the cost effectiveness of human services programs.							
Online applications submitted through COMPASS (in thousands).....	875	1,167	1,496	1,575	1,628	1,679	1,724
Percentage of all applications submitted online through COMPASS.....	39.5%	42.7%	52.4%	70.6%	65.4%	66.0%	66.3%
Percentage of all COMPASS users who are also using the mobile application.....	33.0%	30.7%	32.7%	40.8%	47.0%	47.0%	49.0%
Average number of days to process an application - MA/NH/Waiver.....	11.9	12.8	12.0	11.6	11.9	11.0	11.0
Average number of days to process an application - TANF.....	9.5	10.2	10.3	15.1	14.0	15.0	15.0
Average number of days to process an application - SNAP.....	7.1	7.0	6.6	6.0	6.2	6.0	6.0

Program: Medical Assistance and Health Care Delivery

Goal: To support a health care delivery system that provides comprehensive health care services in appropriate settings for the eligible populations.

Pennsylvania's [MA program](#) provides access to comprehensive physical and behavioral health care services for low-income individuals and families. The [Children's Health Insurance Program \(CHIP\)](#) provides free or low-cost health insurance coverage to uninsured children whose families earn too much to qualify for MA, but who could not afford to purchase private insurance. Beginning April 2015, Pennsylvania expanded Medicaid to include individuals up to 138 percent of the federal poverty level. Medicaid expansion resulted in coverage of over 1 million previously uninsured individuals through the MA program.

Medical Assistance-Capitation

Health care services for most MA recipients are provided through [managed care organizations \(MCOs\)](#) utilizing a per member per month rate per recipient enrolled. MCOs emphasize outpatient preventive health services and care management as a means of improving health outcomes and controlling costs. The coordinated approach allows enhanced continuity of care, improves recipients' access to primary care and specialized behavioral health programs, provides strengthened oversight of operational standards, and facilitates efficient utilization of limited health care resources.

Pennsylvania's mandatory managed care program is known as [HealthChoices](#). The [Physical Health \(PH\) managed care services](#) for a majority of MA recipients are administered by the Office of Medical Assistance Programs. The program is managed to emphasize quality, access, and value for the funds that are expended. The program is provided through grant agreements with eight risk-based MCOs in five geographic zones. PH-MCO enrollees receive medically necessary physical health services, which include inpatient, outpatient, primary care, pharmaceuticals, home health, dental, and vision services.

[Community HealthChoices \(CHC\)](#) is a mandatory managed care program for individuals dually eligible for Medicare and Medicaid and individuals with physical disabilities. CHC, which is administered by the Office of Long-Term Living, covers the physical health benefits, home and community-based services, and nursing facility services for the enrolled population. The [HealthChoices Behavioral Health \(BH\)](#) program, administered by the Office of Mental Health and Substance Abuse Services, is provided through contracts with counties who utilize an independent BH-MCO or through contracts directly with BH-MCOs. Services provided include psychiatric inpatient treatment, partial hospitalization, psychiatric outpatient services, Early Periodic Screening Diagnosis and Treatment services for children, case management, drug and alcohol detoxification, rehabilitation services, mobile mental health treatment, and peer support services.

Medical Assistance-Fee-for-Service

MA recipients not participating in the HealthChoices PH program or CHC are in the fee-for-service delivery system, including but not limited to: [Health Insurance Premium Payment](#) eligible members, residents of state institutions, and recipients age 21 and older that are dually eligible for Medicare and Medicaid and receive services through the Office of Developmental Programs. New MA recipients are usually enrolled in fee-for-service for a brief time before choosing an MCO and enrolling in the PH HealthChoices program or CHC.

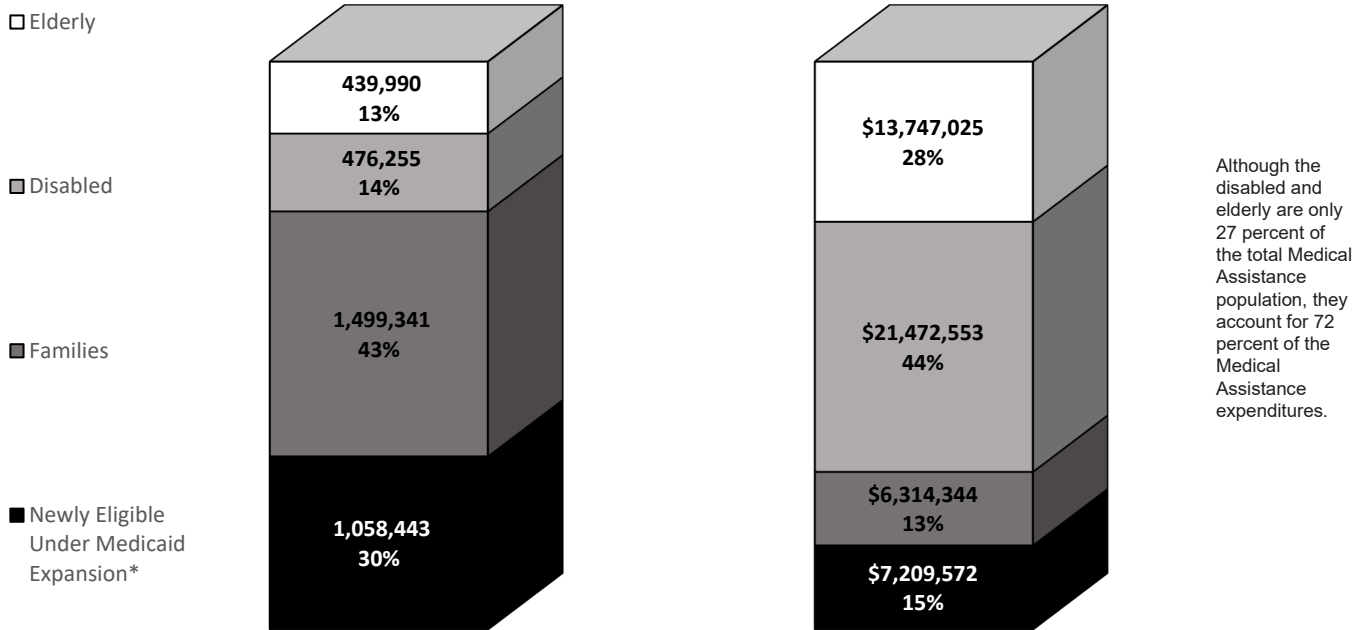
Inpatient and outpatient health care services for the remaining MA recipients are provided through the fee-for-service delivery system. Services are paid in accordance with the pre-established MA Fee Schedule. Additional payments are made to hospitals to partially offset the cost of uncompensated care or extraordinary medical services provided by hospitals to individuals with no, or inadequate, health care insurance.

Medical Assistance Transportation Program

The purpose of the [Medical Assistance Transportation Program \(MATP\)](#) is to coordinate and provide efficient and cost-effective non-emergency medical transportation to ensure access to health care services for MA recipients who have no other means of transportation available. MATP provides funding to counties, direct vendors, and a transportation broker in Philadelphia County to provide this service. Each is responsible for providing transportation to and from a medical facility, physician's office, dentist's office, hospital, clinic, pharmacy, or purveyor of medical equipment for the purpose of receiving medical treatment, medical evaluation, or purchasing prescription drugs or medical equipment.

Program: Medical Assistance and Health Care Delivery, continued

2023-24 Medicaid Appropriations and Enrollees by Category of Assistance
(Dollar Amounts in Thousands)



Number of Eligible People

Total Appropriations

* Medicaid expenditures includes 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

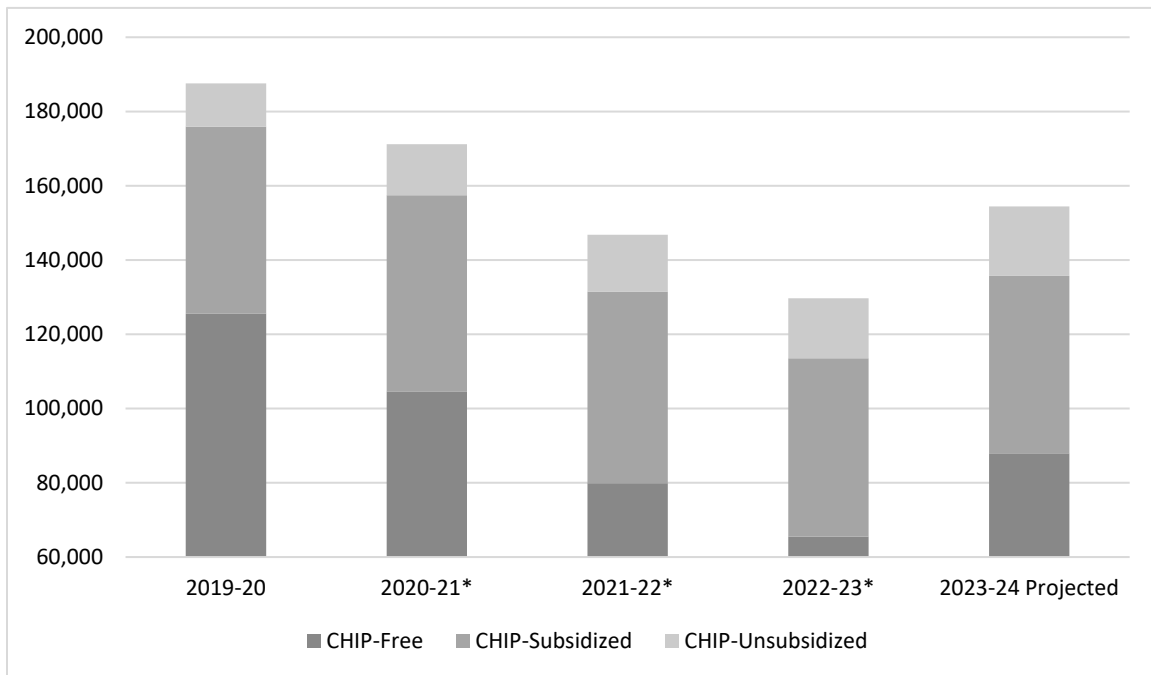
The Expanded Medical Services for Women program provides counseling and other services to women seeking alternatives to abortion. Nonprofits are awarded grants to provide services to women for up to 12 months after childbirth including food, shelter, clothing, health care, counseling, adoption services, parenting classes, assistance for post-delivery stress, and other support programs.

Children's Health Insurance Program

[CHIP](#) provides free or low-cost health insurance coverage to uninsured children whose families earn too much to qualify for MA, but who could not afford to purchase private insurance. Eligible children must be under 19 years of age, a resident of Pennsylvania, and a citizen of the United States, U.S. national, or lawfully residing as determined by the U.S. Citizenship and Immigration Service. CHIP offers a comprehensive package of benefits including well-child visits, immunizations, prescription coverage, emergency care, inpatient services, mental health services, hearing, vision, and dental services. The income eligibility limit for subsidized coverage, with cost-sharing (including co-payments) on a sliding scale, is 314 percent of the federal poverty level with higher income families able to purchase health care coverage at the Commonwealth's cost.

Program: Medical Assistance and Health Care Delivery, 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. It is projected that an average of 154,451 children will be served by the program in 2023-24.

* Decline in enrollment is due to children moving to Medical Assistance as a result of the impact of COVID-19 on parental income.

Program Recommendations:

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

GENERAL FUND:

Medical Assistance-Capitation

\$ 813,012	—to replace federal funding received in 2022-23 for COVID-19 response.	(401,137)	—to reflect impact of redeterminations after end of federal public health emergency.
480,355	—to reflect change in enrollment and rate increases.	(216,692)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
268,330	—to reflect change in the State Directed Payments methodology.	(141,543)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.
88,327	—to reflect change in assessment revenue.		—Initiative—savings as a result of reductions in emergency room, inpatient, and emergency medical transport for users of the services.
29,932	—to reflect change in administrative/cash flow adjustments and other requirements.	(1,134)	
18,959	—to maintain home and community-based services following reduction in ARPA enhanced FMAP rate.	\$ 952,113	<i>Appropriation Increase</i>
8,678	—to reflect change in pharmacy rebates.		
5,026	—to reflect change in provider performance and incentive payments.		

Program: Medical Assistance and Health Care Delivery, continued

Program Recommendations, continued:

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

Medical Assistance-Fee-for-Service		Medical Assistance-Workers with Disabilities	
\$ 49,831	—nonrecurring prior-year carryover funding.	\$ 19,818	—to replace federal funding received in 2022-23 for COVID-19 response.
(31,557)	—nonrecurring prior-year payments.		
(11,200)	—funding reduction.	13,121	—to reflect impact of Workers with Job Success program.
155,142	—to replace federal funding received in 2022-23 for COVID-19 response.	5,565	—to reflect change in caseload and utilization.
13,016	—to reflect change in caseload and utilization including prescription drugs.	(9,920)	—to reflect change in available Tobacco Settlement Funds.
9,055	—increase in costs and clients eligible for Medicare Part A and B premiums.	(5,181)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.
2,356	—to reflect change in administrative/cash flow adjustments and other payments.	(3,370)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
(29,255)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	\$ 20,033	<i>Appropriation Increase</i>
(23,713)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.		
(12,593)	—to reflect change in assessment revenue.	\$ 365	Medical Assistance-Physician Practice Plans
\$ 121,082	<i>Appropriation Increase</i>		—to replace federal funding received in 2022-23 for COVID-19 response.
Payment to Federal Government-Medicare Drug Program		Medical Assistance-Hospital-Based Burn Centers	
\$ 841	—nonrecurring prior-year savings.	\$ (1)	—nonrecurring budgetary reserve.
126,057	—to replace federal funding received in 2022-23 for COVID-19 response.	463	—to replace federal funding received in 2022-23 for COVID-19 response.
44,381	—to reflect increase in mandated payback for pharmacy services.	\$ 462	<i>Appropriation Increase</i>
(39,668)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	\$ (1)	
\$ 131,611	<i>Appropriation Increase</i>	1,694	Medical Assistance-Critical Access Hospitals
		\$ 1,693	—nonrecurring budgetary reserve.
			—to replace federal funding received in 2022-23 for COVID-19 response.
			<i>Appropriation Increase</i>
			Medical Assistance-Obstetric and Neonatal Services
		\$ (1)	—nonrecurring budgetary reserve.
		696	—to replace federal funding received in 2022-23 for COVID-19 response.
		\$ 695	<i>Appropriation Increase</i>

Program: Medical Assistance and Health Care Delivery, continued

Program Recommendations, continued:

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

Medical Assistance-Trauma Centers			Children's Health Insurance Program	
\$ (1)	—nonrecurring budgetary reserve.		\$ (8,963)	—nonrecurring prior-year carryover costs.
902	—to replace federal funding received in 2022-23 for COVID-19 response.		(2,834)	—to continue current program.
			16,297	—to reflect impact of redeterminations after end of federal public health emergency.
\$ 901	<i>Appropriation Increase</i>		11,667	—to replace federal funding received in 2022-23 for COVID-19 response.
Medical Assistance-Academic Medical Centers				
\$ (1)	—nonrecurring budgetary reserve.		1,858	—to provide for a rate increase.
2,571	—to replace federal funding received in 2022-23 for COVID-19 response.		(34,742)	—to reflect change in CHIP premium arrearages.
			(2,585)	—revision of federal financial participation from a full-year blended rate of 66.52 percent to 67.51 percent.
\$ 2,570	<i>Appropriation Increase</i>		(1,945)	—to reflect change in assessment revenue.
Medical Assistance-Transportation				
\$ 2,106	—to reflect change in caseload and utilization.		(1,916)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
2,089	—to replace federal funding received in 2022-23 for COVID-19 response.		\$ (23,163)	<i>Appropriation Decrease</i>
(518)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.			
(365)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.		\$ 200	LOTTERY FUND:
(200)	—to reflect change in the Lottery Fund transfer for program support.			Medical Assistance-Transportation
\$ 3,112	<i>Appropriation Increase</i>			—to reflect change in the Lottery Fund transfer for program support.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Medical Assistance-Capitation.....	4,557,295	3,614,505	4,566,618	4,661,835	4,759,093	4,853,680	4,949,801
Medical Assistance-Fee-for-Service	644,059	606,049	727,131	777,679	793,232	809,097	825,279
Payment to Federal Government-Medicare Drug Program	783,182	859,969	991,580	1,083,975	1,139,398	1,197,656	1,258,892
Medical Assistance-Workers with Disabilities.....	39,710	42,522	62,555	81,774	97,082	105,554	110,616
Medical Assistance-Physician Practice Plans.....	9,613	9,706	10,071	10,071	10,071	10,071	10,071

Program: Medical Assistance and Health Care Delivery, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Medical Assistance-Hospital-Based Burn Centers	3,856	3,975	4,437	4,437	4,437	4,437	4,437
Medical Assistance-Critical Access Hospitals	10,927	11,364	13,057	13,057	13,057	13,057	13,057
Medical Assistance-Obstetric and Neonatal Services.....	2,806	2,986	3,681	3,681	3,681	3,681	3,681
Medical Assistance-Trauma Centers	7,522	7,755	8,656	8,656	8,656	8,656	8,656
Medical Assistance-Academic Medical Centers	21,448	22,111	24,681	24,681	24,681	24,681	24,681
Medical Assistance-Transportation.....	70,015	64,373	67,485	71,243	74,805	78,545	82,472
Expanded Medical Services for Women .	6,263	6,263	6,263	6,263	6,263	6,263	6,263
Children's Health Insurance Program ...	46,374	87,294	64,131	79,195	83,590	88,153	92,899
TOTAL GENERAL FUND	\$ 6,203,070	\$ 5,338,872	\$ 6,550,346	\$ 6,826,547	\$ 7,018,046	\$ 7,203,531	\$ 7,390,805
LOTTERY FUND:							
Medical Assistance-Transportation Services	\$ 3,500	\$ 3,800	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000	\$ 4,000

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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>							
Persons participating in Medical Assistance (monthly average)	2,908	2,886	2,882	3,186	3,451	3,653	3,459
Persons participating in Medical Assistance (monthly average) – Adults (ages 21 and older).....	1,684	1,662	1,663	1,867	2,053	2,193	2,077
Persons participating in Medical Assistance (monthly average) – Children (under age 21)	1,224	1,224	1,219	1,319	1,398	1,459	1,382
Newly Medicaid-eligible adults receiving enhanced federal match under the Affordable Care Act (monthly average)	785	759	837	1,025	1,114	1,152	1,051
<u>Managed Care:</u>							
Emergency room utilization per 1,000 member-months.....	72.00	68.90	66.90	66.10	48.80	50.70	64.60
Inpatient utilization (total discharges per 1,000 member-months)	7.00	7.13	6.97	6.68	6.05	5.92	6.00

Program: Medical Assistance and Health Care Delivery, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Percentage of children from birth to 15 months visiting a physician 6 or more times in the past year.....	68.7%	71.6%	73.5%	74.0%	65.2%	65.3%	65.8%
Percentage of persons ages 2 to 20 receiving at least one dental visit in the past year	60.8%	64.0%	65.8%	66.3%	54.2%	60.5%	61.0%
Percentage of persons ages 18 to 75 with diabetes (type 1 and type 2) who had Hemoglobin A1c poor control (>9%) (Note: a lower rate equals better performance)	36.4%	34.7%	33.7%	33.2%	38.4%	36.1%	35.6%
<u>Transportation Program:</u>							
One-way trips (in thousands).....	8,581	8,172	6,533	3,945 *	4,517	5,456	5,620
Cost per trip	\$15.67	\$19.47	\$19.18	\$29.39 *	\$26.56	\$29.04	\$30.86
<u>Medical Care for Workers with Disabilities:</u>							
Recipients enrolled in program (monthly average).....	30,072	31,481	33,631	32,733 *	30,740	28,747	29,113
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)	178,912	180,254	187,573	171,179	146,788	129,709	154,451
Percentage of CHIP-enrolled two-year-olds with one or more capillary or venous blood tests for lead prior to their second birthday	61.9%	66.2%	72.7%	74.7%	67.6%	78.2%	81.8%
Percentage of CHIP-enrolled children ages 3 to 19 who received a well-child visit with a primary care physician.....	N/A	N/A	N/A	63.5%	64.3%	63.8%	64.1%
Percentage of CHIP-enrolled children ages 2 to 19 attending an annual dental visit.....	72.3%	71.8%	72.2%	56.9%	61.5%	63.8%	66.1%
CHIP-enrolled children ages <1 to 19 utilizing an emergency department (visits per 1,000 member-months)	28.50	27.52	26.59	15.85	16.80	16.30	15.80
CHIP-enrolled children ages <1 to 19 with an acute inpatient discharge (discharges per 1,000 member-months)	0.86	0.80	0.69	0.58	0.56	0.55	0.54

* Actual year measure data has been corrected.

Program: Long-Term Living

Goal: To support a community living system that empowers persons with disabilities and older Pennsylvanians to live with dignity and independence in settings they prefer, to provide meaningful choice of community living services, and to ensure that those services are delivered in a high-quality, cost-effective manner.

The Commonwealth's commitment to supporting people with disabilities and older Pennsylvanians is demonstrated through a continuum of services ranging from independent living with the support of home and community-based services to institutional care. The department is responsible for ensuring that services are being provided in a consistent and cost-effective manner.

Community HealthChoices

The Commonwealth's goal is to serve more people in their communities. To achieve this, DHS implements a long-term services and supports system called [Community HealthChoices \(CHC\)](#). Under CHC, physical health benefits, home and community-based services, and nursing facility services are delivered by managed care organizations for individuals dually eligible for Medicare and Medicaid and for individuals needing the level of care provided by a nursing facility.

Home and Community-Based Services

The Commonwealth recognizes the value of providing greater independence, choices, and opportunities for individuals with disabilities and older Pennsylvanians by delivering services in the [home and community](#). For qualifying individuals who want to receive services in the community, the department currently administers the Omnibus Budget and Reconciliation Act ([OBRA Waiver](#)) program, the [Act 150](#) program, and the [Living Independence for the Elderly \(LIFE\)](#) program, which help individuals to live as independently as possible, integrated in their communities.

LIFE integrates Medicare and Medicaid funding to provide a fully coordinated and comprehensive service package to enrollees who are aged 55 and older, are nursing facility clinically eligible, and reside in an area served by a LIFE provider. The LIFE service package includes acute care, long-term care, behavioral health, and pharmaceutical coverage.

Nursing Facility Services

Institutional services are provided to eligible persons by [nursing facilities](#) that are certified to participate in the Medicaid program. Nursing facility care is available to Medicaid recipients who are financially eligible and are determined nursing facility clinically eligible through a level of care assessment.

Program Recommendations:

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

GENERAL FUND:			
	Medical Assistance-Long-Term Living		Medical Assistance-Community HealthChoices
\$ (25,000)	—funding reduction.	\$ (41,408)	—nonrecurring prior-year carryover costs.
(3,550)	—nonrecurring prior-year carryover costs.	476,555	—to continue current program.
9,719	—to continue current program.	778,050	—to replace federal funding received in 2022-23 for COVID-19 response.
13,366	—to replace federal funding received in 2022-23 for COVID-19 response.	35,474	—to maintain home and community-based services following reduction in ARPA enhanced FMAP rate.
(2,795)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.	(194,909)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
(1,870)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	(174,708)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.
<hr/>			—to reflect change in available Tobacco Settlement Funds.
\$ (10,130)	<i>Appropriation Decrease</i>	(14,456)	—to reflect change in other revenue.
		(3,580)	—to reflect change in pharmacy rebates.
		<hr/>	
		\$ 860,584	<i>Appropriation Increase</i>

Program: Long-Term Living, continued

Program Recommendations, continued:

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

Long-Term Care Managed Care

\$ 7,892	—to continue current program.
21,987	—to replace federal funding received in 2022-23 for COVID-19 response.
4,351	—to provide home and community-based services to 372 additional older Pennsylvanians.
(5,713)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.
(3,941)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
<u>\$ 24,576</u>	<i>Appropriation Increase</i>

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL FUND:							
Medical Assistance-Long-Term Living	\$ 121,346	\$ 136,406	\$ 126,276	\$ 131,990	\$ 135,950	\$ 140,029	\$ 144,229
Medical Assistance-Community HealthChoices	4,251,550	4,347,903	5,208,487	5,316,826	5,533,500	5,652,505	5,826,580
Long-Term Care Managed Care	<u>145,260</u>	<u>156,648</u>	<u>181,224</u>	<u>191,944</u>	<u>197,702</u>	<u>203,633</u>	<u>209,742</u>
TOTAL GENERAL FUND	<u>\$ 4,518,156</u>	<u>\$ 4,640,957</u>	<u>\$ 5,515,987</u>	<u>\$ 5,640,760</u>	<u>\$ 5,867,152</u>	<u>\$ 5,996,167</u>	<u>\$ 6,180,551</u>
LOTTERY FUND:							
Medical Assistance-Community HealthChoices	<u>\$ 348,966</u>	<u>\$ 348,966</u>	<u>\$ 348,966</u>	<u>\$ 448,966</u>	<u>\$ 448,966</u>	<u>\$ 498,966</u>	<u>\$ 498,966</u>

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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.							
Number of Long-Term Living recipients receiving institutional care (monthly average)	39,069	26,750	5,311	2,712	2,093	2,086	2,149
Community HealthChoices - Recipients receiving institutional care (monthly average)	11,085	25,182	49,225	44,662	41,135	40,602	41,187
Number of Long-Term Living recipients receiving home and community-based waiver services (OBRA Waiver and Act 150) (monthly average).....	54,313	27,372	4,124	1,255	1,116	1,066	1,066

Program: Long-Term Living, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Community HealthChoices - Recipients receiving home and community-based waiver services (monthly average).....	11,059	63,211	92,698	95,631	104,815	113,684	115,323
Percentage of Long-Term Living recipients receiving institutional care (monthly average)	43%	36%	36%	33%	29%	27%	27%
Percentage of Long-Term Living and Community HealthChoices recipients receiving services in the community (monthly average).....	57%	64%	64%	67%	71%	73%	73%
Persons with developmental disabilities served in the OBRA Waiver (monthly average).....	1,065	767	431	383	459	481	490
Recipients receiving services through the LIFE program (monthly average).....	6,247	6,831	7,320	7,414	7,572	8,002	8,421

Program: Income Maintenance

Goal: To promote personal and parental responsibility and encourage economic independence and self-sufficiency through temporary cash assistance, job training, child care for families or individuals, and nutrition support services.

The broad purpose of public assistance is to provide temporary support to families and individuals in transition from dependency to economic self-sufficiency. Support may include education, job training and placement assistance, child care, transportation, other support services, and cash assistance.

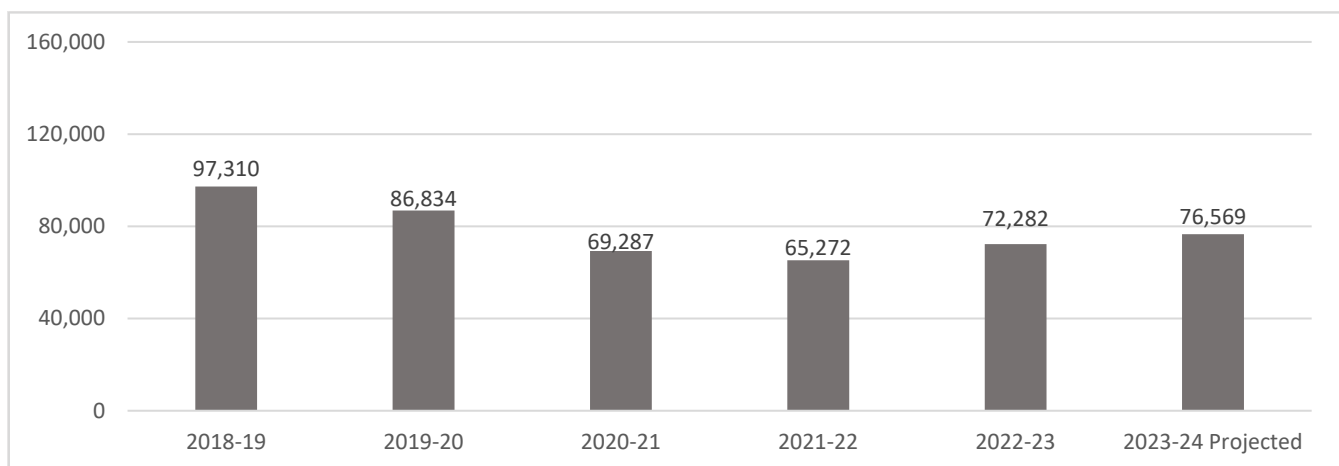
Income Assistance

Caseworkers in county assistance offices review financial and non-financial criteria with applicants of the following programs to determine eligibility for benefits:

- The [Temporary Assistance for Needy Families \(TANF\)](#) program provides state and federal funds for temporary cash support for families in transition to self-sufficiency. TANF cash assistance is provided to people who meet income and resource guidelines and who comply with requirements that are included on their Agreement of Mutual Responsibility. Adults with disabilities, to the extent that substantial gainful employment is not possible, are required to cooperate in applying for federal benefits. Federal regulations place a five-year lifetime limit on TANF cash assistance for most adult recipients and allow a hardship exemption for up to 20 percent of the TANF caseload.
- The [Low-Income Home Energy Assistance Program \(LIHEAP\)](#) is federally funded and assists eligible households by providing funds to offset the burden of high energy costs. LIHEAP also provides funds in heating crisis situations, arranges, and pays for emergency deliveries, expedites payments to avoid utility shutoffs, and provides furnace repairs through other agencies.
- The [Supplemental Nutrition Assistance Program \(SNAP\)](#) is federally funded and regulated by the United States Department of Agriculture's Food and Nutrition Service but is administered by the state to assist low-income recipients in buying the food they need to maintain a healthy lifestyle.
- The [Supplemental Security Income \(SSI\)](#) program provides aged, blind, and disabled persons with a monthly payment based on nationally uniform eligibility standards. Pennsylvania follows [federal benefit guidelines](#) for determining monthly benefit rates for both individuals and couples. Pennsylvania contributes a supplemental grant to individual and couple SSI recipients, as well as a special monthly state supplement to SSI-eligible persons in domiciliary care facilities and personal care homes.

The department also administers a [disability advocacy](#) program to assist mentally and physically disabled individuals in establishing their eligibility 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 \(RESET\)](#) program, engages and empowers eligible individuals in activities to prepare for the workforce and take ownership of their journey to economic independence.

In order to meet the employment needs of Pennsylvania's diverse assistance population, the department operates multiple programs based on the needs of the participant:

- The [Employment, Advancement, and Retention Network \(EARN\)](#) and [Work Ready](#) programs offer a full array of employment and training services designed to mitigate barriers to help recipients secure and retain employment and advance in their career.
- The [Keystone Education Yields Success \(KEYS\)](#) program is a collaborative program between the department and certain higher education institutions designed to assist TANF recipients and, as funding permits, SNAP recipients in attending a higher education program.
- The [ELECT](#) program helps Pennsylvanians who are 22 and younger prepare for and obtain a high school diploma, provides financial education, parenting skills, health care and nutrition classes, job readiness training, and more.

Supportive services and special allowances are used to support individuals as they pursue their education, job skills training, or employment goals through an approved employment and training program.

Child Support Enforcement

[Pennsylvania Child Support](#) program services are provided at the county level through cooperative agreements with the county Courts of Common Pleas and the county commissioners. The services include the establishment of paternity; the determination, establishment, and enforcement of a financial child support obligation paid by the noncustodial parent; and the procurement of medical support, including health insurance and/or the reimbursement of the uninsured child's medical expenses.

A designated portion of child support paid on behalf of a child receiving TANF benefits is passed through to the custodial parent and any residual amount is assigned to the department to reimburse cash assistance benefits issued to the child's family.

Federal funding of this program is based on its performance in establishing paternity and court orders for support, as well as collection of the ordered child support amounts.

Program Recommendations:

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

County Administration-Statewide		County Assistance Offices	
\$ 504	—to replace nonrecurring benefits cost reduction.	\$ 6,402	—to replace nonrecurring benefits cost reduction.
1,436	—to continue current program.	6,774	—to continue current program.
4,822	—to reflect change in federal earnings.	6,341	—to reflect change in federal earnings.
1,500	—nonrecurring prior-year federal carryover funding.	<u>2,500</u>	—nonrecurring prior-year federal carryover funding.
337	—to replace federal funding received in 2022-23 for COVID-19 response.	\$ 22,017	<i>Appropriation Increase</i>
(79)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	\$ 429	Child Support Enforcement
(47)	—revision of federal financial participation from 66.52 percent to 67.51 percent.	(2,129)	—to replace nonrecurring benefits cost reduction.
		<u>2,333</u>	—nonrecurring technology refresh project costs.
\$ 8,473	<i>Appropriation Increase</i>	\$ 633	—to continue current program.
			New Directions
		\$ 676	—to replace nonrecurring benefits cost reduction.
		293	—to continue current program.
		<u>415</u>	—to reflect change in federal earnings.
		\$ 1,384	<i>Appropriation Increase</i>

Program: Income Maintenance, continued

Program Recommendations, continued:

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

Cash Grants		Supplemental Grants-Aged, Blind, and Disabled	
\$ (6)	—to continue current program.	\$ (961)	—impact of caseload changes.
2,120	—to replace child support collections.		
386	—to replace restitutions and reimbursements.		
16,000	—Initiative—to increase the minimum monthly SNAP benefit for elderly or disabled individuals.		
<u>\$ 18,500</u>	<i>Appropriation Increase</i>		

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
County Administration-Statewide	\$ 51,116	\$ 51,799	\$ 60,272	\$ 60,351	\$ 60,351	\$ 60,351	\$ 60,351
County Assistance Offices	299,473	299,473	321,490	321,490	321,490	321,490	321,490
Child Support Enforcement	16,250	19,488	20,121	20,856	16,524	16,524	16,524
New Directions	20,712	20,712	22,096	22,096	22,096	22,096	22,096
Cash Grants	13,740	13,740	32,240	32,240	32,240	32,240	32,240
Supplemental Grants-Aged, Blind, and Disabled	112,450	130,535	129,574	129,574	129,574	129,574	129,574
TOTAL GENERAL FUND	<u>\$ 513,741</u>	<u>\$ 535,747</u>	<u>\$ 585,793</u>	<u>\$ 586,607</u>	<u>\$ 582,275</u>	<u>\$ 582,275</u>	<u>\$ 582,275</u>

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	111,594	97,310	86,952 ^b	69,403	65,380	72,379	76,660
Persons receiving State Supplemental Grants (monthly average)	367,858	365,004	360,108	352,739	340,950	333,741	330,651
Persons receiving SNAP benefits (monthly average in thousands)	1,842	1,784	1,786	1,822	1,865	1,905	1,950
Households receiving energy cash payments	344,008	328,706	312,141	303,123	329,324	312,141	340,294
Households receiving energy crisis payments	109,112	104,915	114,117	116,639	122,438	114,117	105,182
TANF recipients enrolled in employment and training programs (monthly average) ..	9,949	8,095	7,686	8,017	9,258	9,167	9,100
TANF recipients obtaining employment.....	51,503	43,700	36,445	18,641 ^c	25,252	30,000	30,000

^a This is calculated based on the total persons receiving benefits from TANF, State Blind Pensions, and/or General Assistance programs.

^b In response to Act 12 of 2019, the General Assistance program ended August 1, 2019. No further payments were disbursed after July 31, 2019.

^c Reduction due to COVID-19 pandemic.

Program: Mental Health and Substance Abuse Services

Goal: To maximize the individual's capacity for independent living through the provision of an array of service and support programs.

The [Office of Mental Health and Substance Abuse Services \(OMHSAS\)](#) manages the delivery of community mental health services administered by counties under the [Pennsylvania Mental Health and Intellectual Disability \(MH/ID\) Act](#) and the [Mental Health Procedures Act](#). Medicaid-funded behavioral health services are provided through the state-administered fee-for-service behavioral health system or the [Medicaid HealthChoices Behavioral Health Managed Care](#) program either through county contracts or by direct contract with a behavioral health managed care organization.

OMHSAS provides for an integrated behavioral health system addressing mental health treatment and support services, as well as services for substance use disorders. The objective of these services is to promote individual movement toward recovery. Community mental health funds, behavioral health services funds for both mental health and substance use services, [Act 152 of 1988](#) funds that provide non-hospital residential substance use treatment services, and federal grant funds are distributed to counties, county joiners, and single county authorities to provide behavioral health services.

State Hospitals

Direct mental health treatment services are currently provided through six state-operated hospitals and one restoration (long-term care) center. [State hospitals](#) provide long-term inpatient care for individuals who require intensive treatment, specialized inpatient care for individuals with criminal charges and the aging population who require long-term behavioral health care, and treatment for individuals deemed sexually violent predators whose commitment in the Youth Development Center system terminates at age 21. Efforts continue to assess and transfer individuals to community mental health programs, where services are provided in a less restrictive setting through the Community/Hospital Integration Projects Program.

County Mental Health System

The [MH/ID Act of 1966](#) requires county governments to provide an array of [community-based mental health services](#), including unified intake, community consultation and education, support for families caring for members 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 or agencies. Services, with some exceptions, are funded with state, federal, and/or county matching funds.

Program: Mental Health and Substance Abuse Services, continued

Substance Abuse Services

[Substance use treatment services](#) are provided to individuals with severe addictive disorders (including co-occurring mental health disorders), who are uninsured, who do not have insurance that covers the service needed, or who cannot obtain MA benefits. Services available include the full continuum of treatment, as well as case management services to assist this population with access to, and retention in, treatment to promote recovery.

Expenditures by Facility/Program

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24		2021-22	2022-23	2023-24
	Actual	Available	Budget		Actual	Available	Budget
Clarks Summit State Hospital				Warren State Hospital			
State Funds.....	\$ 23,551	\$ 32,146	\$ 34,085	State Funds	\$ 22,861	\$ 35,789	\$ 35,842
Federal Funds.....	26,151	25,157	23,096	Federal Funds	26,874	25,985	23,852
Augmentations	829	859	859	Augmentations.....	1,151	954	954
TOTAL.....	\$ 50,531	\$ 58,162	\$ 58,040	TOTAL	\$ 50,886	\$ 62,728	\$ 60,648
Danville State Hospital				Wernersville State Hospital			
State Funds.....	\$ 20,962	\$ 23,819	\$ 26,312	State Funds	\$ 42,165	\$ 48,703	\$ 52,661
Federal Funds.....	26,790	25,898	23,765	Federal Funds	34,659	33,333	30,722
Augmentations	1,151	903	903	Augmentations.....	1,328	1,058	1,058
TOTAL.....	\$ 48,903	\$ 50,620	\$ 50,980	TOTAL	\$ 78,152	\$ 83,094	\$ 84,441
Norristown State Hospital				Administrative Cost			
State Funds.....	\$ 75,847	\$ 82,075	\$ 90,212	State Funds	\$ 4,597	\$ 4,648	\$ 4,850
Federal Funds.....	37,826	36,592	33,566	Federal Funds	-	-	-
Augmentations	763	696	696	Augmentations.....	-	-	-
TOTAL.....	\$ 114,436	\$ 119,363	\$ 124,474	TOTAL	\$ 4,597	\$ 4,648	\$ 4,850
South Mountain State Restoration Center				Community Programs			
State Funds.....	\$ 13,107	\$ 10,632	\$ 16,105	State Funds	\$ 565,364	\$ 567,561	\$ 585,168
Federal Funds.....	15,423	16,121	15,759	Federal Funds	84,504	98,586	105,116
Augmentations	1,395	1,398	1,398	Augmentations.....	40,700	37,640	61,408
TOTAL.....	\$ 29,925	\$ 28,151	\$ 33,262	TOTAL	\$ 690,568	\$ 703,787	\$ 751,692
Torrance State Hospital				Budgetary Reserve			
State Funds.....	\$ 54,016	\$ 60,720	\$ 66,775	State Funds	\$ -	\$ -	\$ -
Federal Funds.....	43,658	42,400	39,150	Federal Funds	10,127	120,340	20,340
Augmentations	878	719	719	Augmentations.....	-	-	-
TOTAL.....	\$ 98,552	\$ 103,839	\$ 106,644	TOTAL	\$ 10,127	\$ 120,340	\$ 20,340

Program: Mental Health and Substance Abuse Services, continued

Facility Populations for the Prior, Current, and Upcoming Year

Facility	Population July 2021	Population July 2022	Projected Population July 2023	Projected	Projected
				Bed Capacity July 2023	Percentage of Capacity July 2023
Clarks Summit State Hospital.....	140	150	150	203	73.9%
Danville State Hospital	161	157	157	161	97.5%
Norristown State Hospital	309	302	350	375	93.3%
South Mountain State Restoration Center	107	98	110	159	69.2%
Torrance State Hospital	289	251	299	361	82.8%
Warren State Hospital	139	149	149	152	98.0%
Wernersville State Hospital	255	265	265	266	99.6%
TOTAL	1,400	1,372	1,480	1,677	88.3%

Program Recommendations:

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

Mental Health Services				
\$ 15,886	—to replace nonrecurring benefits cost reduction.	5,000	—Initiative—for one-time buildout costs of the 988 National Suicide and Crisis Lifeline which as proposed will receive funding for continued operations through the 911 Fund.	
5,642	—to continue current program.			
20,315	—to replace federal funding received in 2022-23 for COVID-19 response.			
1,250	—to annualize prior-year expansion of home and community-based services.	4,000		—Initiative—to expand diversion and discharge programs for individuals with mental illness currently in the criminal justice system.
(23,983)	—to reflect change in other revenue.			
(3,443)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	1,250	—Initiative—to provide home and community-based services for 20 individuals currently residing in state hospitals.	
20,000	—Initiative—to restore one-third of base funding to counties.			
		<u>\$ 45,917</u>	<i>Appropriation Increase</i>	

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Mental Health Services....	\$ 822,470	\$ 866,093	\$ 912,010	\$ 922,383	\$ 932,383	\$ 942,383	\$ 953,082
Behavioral Health Services	57,149	57,149	57,149	57,149	57,149	57,149	57,149
Special Pharmaceutical Services	600	500	500	500	500	500	500
TOTAL GENERAL FUND	<u>\$ 880,219</u>	<u>\$ 923,742</u>	<u>\$ 969,659</u>	<u>\$ 980,032</u>	<u>\$ 990,032</u>	<u>\$ 1,000,032</u>	<u>\$ 1,010,731</u>

Program: Mental Health and Substance Abuse Services, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain services and supports for persons with mental illness to live, work, and contribute to their communities with increased health and independence.							
<u>Community Mental Health Services:</u>							
Persons receiving mental health inpatient and outpatient services from non-Medical Assistance funding (unduplicated).....	185,796	189,512	179,874	160,027 *	193,302	227,879	228,059
Persons receiving services through Medical Assistance expenditures (fee-for-service and HealthChoices) (unduplicated)	612,469	620,884	585,340	556,216 *	556,204	682,134	698,368
Percentage of patients discharged from a psychiatric inpatient setting who have follow-up service seven days from discharge (ages 21 to 64).....	62%	63%	63%	61%	57%	65%	66%
<u>Substance Use Disorder Services:</u>							
Number of individuals on Medical Assistance with a substance use disorder.	270,381	276,127	271,388	278,302	285,216	292,061	299,564
Non-hospital detoxification and rehabilitation clients	41,999	43,299	42,180	39,704	39,990	53,474	56,372
Percentage of patients discharged from a substance use disorder hospital setting who have follow-up services seven days from discharge (ages 21 to 64).....	73%	71%	72%	69% *	66%	75%	75%
Persons receiving methadone maintenance services	26,934	27,012	26,483	27,145 *	26,172	28,102	28,375
<u>Behavioral Health:</u>							
Persons receiving behavioral health services through Medical Assistance expenditures	N/A	761,845	695,473	663,305 *	673,778	750,000	750,000
Utilization rate of Behavioral Health services.....	N/A	26%	23%	20% *	19%	26%	26%
<u>State Hospitals:</u>							
Total persons served in state hospitals	1,967	2,248	2,303	2,230	2,190	2,292	2,272
Average state cost per person in state hospital population.....	\$218,425	\$237,522	\$259,859	\$265,098	\$378,870	\$390,236	\$401,943
Percentage of adults readmitted to state hospitals within 180 days of discharge	2%	2%	4%	3%	3%	3%	3%
Percentage of persons in state hospitals with stays longer than two years.....	53%	41%	32%	33%	34%	35%	35%

* Actual year measure data has been corrected.

Program: Intellectual Disabilities/Autism

Goal: To support Pennsylvanians with developmental disabilities and their families to achieve greater independence, choice, and opportunity in their lives.

The department supports a comprehensive array of services for people with intellectual disabilities and [Autism Spectrum Disorder \(ASD\)](#) including services to people living in their own home, with family members, in community residential facilities, and in non-residential programs provided through the Medicaid home and community-based waiver programs and the base program. Services are also provided in state operated institutions and private [intermediate care facilities for individuals with an intellectual disability \(ICF/IDs\)](#). In addition to state and federal funding, local funding is provided for the community base program as required by the [MH/ID Act](#).

The intellectual disabilities and ASD programs have evolved from a system of large congregate residential facilities to a flexible and dynamic system of community supports and services tailored to the needs of persons living in the community. The trend toward enhancing the natural supports that exist in the family and the community and enabling individuals to participate fully in community life continues to define services.

Services for Individuals with Intellectual Disabilities and Autism-Community Services

The MH/ID Act provides the statutory basis, along with the [Medicaid Consolidated, Person/Family Directed Support, and Community Living Waivers](#) and the Targeted Support Management service in the state plan; to enable people to live in the community, in their own homes, apartments, the homes of family members, life-sharing settings with family or others, or staffed community homes. The program is designed to assist participants in gaining the greatest level of independence possible, encourage involvement in community life, improve social skills, and provide support to caregivers. All [services](#) are individualized through the development of a person-centered plan.

Services for Individuals with Autism Spectrum Disorder

In addition to services for people with ASD through the Medicaid Consolidated, Person/Family Directed Support, and Community Living Waivers, the department also provides funding for a four-county managed care program to support the needs of Pennsylvanians living with ASD who may also have an intellectual disability. The [Adult Community Autism Program \(ACAP\)](#) was designed to assist participants in gaining the greatest level of independence possible, encourage involvement in community life, improve social skills, and provide support to caregivers. The department also administers the [Adult Autism Waiver](#) for individuals with ASD ages 21 years and older. In addition, the department supports people with ASD of all ages through the [Autism Services, Education, Research, and Training \(ASERT\) Collaborative](#), the development of crisis programs to support individuals in need of acute intervention, family support programs, and training programs to increase provider capacity.

Institutional Services

The department provides institutional care funding for people with an intellectual disability. Services are offered through four public [state centers](#) whose primary goal is to develop residents' abilities to function more independently in preparation for living in a less restrictive/more inclusive environment. All facilities are currently certified under standards established by the Centers for Medicare & Medicaid Services. The department also funds services in private ICF/IDs, which includes intensive habilitative services to persons with an intellectual disability.

Program: Intellectual Disabilities, continued

Expenditures by State Center

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24		2021-22	2022-23	2023-24
	Actual	Available	Budget		Actual	Available	Budget
Ebensburg				Selinsgrove			
State Funds.....	\$ 29,403	\$ 32,969	\$ 31,491	State Funds.....	\$ 29,167	\$ 32,700	\$ 31,237
Federal Funds.....	46,489	46,642	50,241	Federal Funds.....	46,122	46,279	49,845
Augmentations.....	7,022	7,092	7,069	Augmentations.....	7,326	7,036	7,013
TOTAL.....	<u>\$ 82,914</u>	<u>\$ 86,703</u>	<u>\$ 88,801</u>	TOTAL.....	<u>\$ 82,615</u>	<u>\$ 86,015</u>	<u>\$ 88,095</u>
Hamburg				White Haven			
State Funds.....	\$ 3,831	\$ 3,831	\$ 3,831	State Funds.....	\$ 14,230	\$ 17,198	\$ 12,848
Federal Funds.....	-	-	-	Federal Funds.....	21,993	25,370	-
Augmentations.....	-	-	-	Augmentations.....	3,673	3,606	-
TOTAL.....	<u>\$ 3,831</u>	<u>\$ 3,831</u>	<u>\$ 3,831</u>	TOTAL.....	<u>\$ 39,896</u>	<u>\$ 46,174</u>	<u>\$ 12,848</u>
Polk				Non-Facility			
State Funds.....	\$ 23,245	\$ 23,439	\$ 18,528	State Funds.....	\$ 1,349	\$ 973	\$ 1,122
Federal Funds.....	35,927	42,085	-	Federal Funds*.....	28,414	5,000	5,000
Augmentations.....	6,835	6,613	-	Augmentations.....	-	-	-
TOTAL.....	<u>\$ 66,007</u>	<u>\$ 72,137</u>	<u>\$ 18,528</u>	TOTAL.....	<u>\$ 29,763</u>	<u>\$ 5,973</u>	<u>\$ 6,122</u>

* Budgetary reserves.

State Center Population for the Prior, Current, and Upcoming Years

	Population	Population	Projected	Projected	Projected
	July 2021	July 2022	Population	Bed	Percentage
			July 2023	Capacity	Capacity
				July 2023	July 2023
State Center					
Ebensburg.....	180	181	216	402	53.7%
Polk.....	172	138	-	-	N/A
Selinsgrove.....	185	183	231	564	41.0%
White Haven.....	83	68	-	-	N/A
TOTAL.....	<u>620</u>	<u>570</u>	<u>447</u>	<u>966</u>	<u>46.3%</u>

Program: Intellectual Disabilities, continued

Program Recommendations:

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

Intellectual Disabilities-State Centers			
\$ 8,716	—to replace nonrecurring benefits cost reduction.		
(6,618)	—to continue current program.	\$ 187,033	
16,513	—to replace federal funding received in 2022-23 for COVID-19 response.	267,924	
(16,247)	—closure of Polk and White Haven facilities.		
(7,337)	—to reflect change in other revenue.	26,042	
(2,800)	—to reflect change in transfer of indirect federal earnings to General Government Operations due to closure of Polk and White Haven facilities.	(69,162)	
(2,514)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.	(49,409)	
(1,766)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	17,490	
<hr/>			
\$ (12,053)	<i>Appropriation Decrease</i>	3,441	
Intellectual Disabilities-Community Base Program			
\$ 501	—to continue current program.	700	
6,815	—to maintain home and community-based services following reduction in ARPA enhanced FMAP rate.	-	
1,306	—to replace federal funding received in 2022-23 for COVID-19 response.	<hr/>	
200	—transfer from Intellectual Disabilities-Lansdowne Residential Services.	\$ 384,059	
(621)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	\$ 12,053	
(302)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.		
<hr/>			
\$ 7,899	<i>Appropriation Increase</i>		
Intellectual Disabilities-Intermediate Care Facilities			
\$ 15,693	—to continue current program.	\$ (200)	
24,388	—to replace federal funding received in 2022-23 for COVID-19 response.		
(6,076)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.	\$ 416	
(4,437)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.	3,204	
<hr/>			
\$ 29,568	<i>Appropriation Increase</i>	2,923	
		(579)	
		(496)	
		<hr/>	
		\$ 5,468	
Intellectual Disabilities-Community Waiver Program			
	—to continue current program, including annualization of prior-year expansion.		
	—to replace federal funding received in 2022-23 for COVID-19 response.		
	—to maintain home and community-based services following reduction in ARPA enhanced FMAP rate.		
	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.		
	—federal funding anticipated to be received in 2023-24 for COVID-19 response.		
	—Initiative—to provide home and community-based services for individuals on the waiting list.		
	—Initiative—to expand the Lifesharing Service rates to include a day service rate, allowing new families to participate.		
	—Initiative—to add specialized ID telemedicine health assessment and coordination as a home and community-based waiver service.		
	—Initiative—to transition existing exceptional rates to a fee schedule.		
	<i>Appropriation Increase</i>		
Transfer to HCBS-Individuals with Intellectual Disabilities			
	—to provide home and community-based services to individuals with intellectual disabilities.		
Intellectual Disabilities-Lansdowne Residential Services			
	—transfer to Intellectual Disabilities-Community Base Program.		
Autism Intervention and Services			
	—to continue current program.		
	—to replace federal funding received in 2022-23 for COVID-19 response.		
	—to maintain home and community-based services following reduction in ARPA enhanced FMAP rate.		
	—federal funding anticipated to be received in 2023-24 for COVID-19 response.		
	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.		
	<i>Appropriation Increase</i>		

Program: Intellectual Disabilities, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Intellectual Disabilities- State Centers	\$ 101,225	\$ 111,110	\$ 99,057	\$ 89,416	\$ 89,416	\$ 89,416	\$ 89,416
Intellectual Disabilities- Community Base Program	144,189	146,126	154,025	159,960	163,325	163,325	163,325
Intellectual Disabilities- Intermediate Care Facilities	161,528	151,892	181,460	192,348	198,118	204,062	210,183
Intellectual Disabilities- Community Waiver Program	1,798,786	2,112,142	2,496,201	2,629,922	2,764,955	2,847,086	2,931,681
Transfer to HCBS- Individuals with Intellectual Disabilities (EA)	-	-	12,053	9,641	-	-	-
Intellectual Disabilities- Lansdowne Residential Services	200	200	-	-	-	-	-
Autism Intervention and Services	27,493	29,375	34,843	36,379	38,849	39,939	41,062
TOTAL GENERAL FUND	\$ 2,233,421	\$ 2,550,845	\$ 2,977,639	\$ 3,117,666	\$ 3,254,663	\$ 3,343,828	\$ 3,435,667

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain supports and services for individuals with developmental disabilities and their families, including persons 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.							
Number of persons receiving autism services	882	899	917	912 *	915	915	915
Number of persons receiving intellectual disability services	55,667	56,366	56,954	56,650 *	56,803	61,000	61,850
Persons receiving intellectual disability services during fiscal year: home and community services (Waiver and Base services) (unduplicated)	53,457	54,236	54,885	54,681 *	54,935	58,611	59,461
Persons receiving Consolidated Waiver services during fiscal year: home and community services (unduplicated)	18,396	18,452	18,687	18,814 *	18,924	19,250	19,350
Persons receiving Person/Family Directed Supports Waiver services during fiscal year: home and community services (unduplicated)	14,658	14,625	13,786	13,497	13,626	13,494	13,494

Program: Intellectual Disabilities, continued

Program Measures, continued:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 Estimated
Persons receiving Community Living Waiver services during fiscal year: home and community services (unduplicated)	1,006	2,809	3,772	3,959	4,679	5,421	6,171
Persons receiving base services during fiscal year: home and community services (unduplicated)	23,601	23,193	22,579	21,241 *	21,394	23,190	23,190
Number of individuals receiving services who reside in a private home (not in a provider-controlled setting)	39,765	40,409	51,113	40,758 *	43,131	43,131	43,231
<u>Persons receiving residential services (during fiscal year):</u>							
Private intermediate care facilities for persons with intellectual disabilities (ICFs/ID)	2,028	1,962	1,877	1,775	1,727	1,738	1,704
State centers	869	779	720	678	623	570	507
Number of people moving from private ICFs/ID and state centers into the community	127	29	7	37	33	46	100
<u>Average cost of individuals served in the community:</u>							
Consolidated Waiver services	\$142,175	\$160,538	\$163,187	\$160,738	\$161,133	\$211,193	\$211,193
Community Living Waiver services	\$ 31,809	\$ 29,085	\$ 32,405	\$ 32,274	\$ 32,405	\$ 50,633	\$ 50,633
Person/Family Directed Supports Waiver services	\$ 23,007	\$ 19,007	\$ 16,903	\$ 15,066	\$ 15,487	\$ 28,002	\$ 28,002
Autism services	\$ 51,949	\$ 58,120	\$ 54,144	\$ 56,625	\$ 54,530	\$ 64,483	\$ 64,483
<u>Employment of persons receiving intellectual disability services:</u>							
Number of persons receiving intellectual disability services with an employment goal and receiving employment services ...	4,546	4,397	5,540	5,663	5,847	6,000	6,000
Number of persons receiving intellectual disability services with competitive, integrated employment	6,474	6,789	6,435	6,687	7,624	8,000	8,000

* Actual year measure data has been corrected.

Program: Human Services

Goal: To enhance the social and economic well-being of families and individuals through the provision of an array of service and support programs.

The department operates a variety of programs designed to provide supportive services to people while they overcome an adverse behavior or circumstance that has affected their lives.

Children, Youth, and Families

The department and county governments are jointly responsible for providing quality and effective services to children in need of care and protection. These services are state-supervised and county-administered. Each county is responsible for developing and implementing a program of services designed to treat and prevent child abuse, neglect, exploitation, and to provide services that reduce dependency and delinquency. The county children and youth agencies provide services to families and children to enable children to safely remain in their own homes and communities and develop natural supports and resources to gain self-sufficiency. Policies and procedures have been instituted to protect children from harm and to minimize time in out-of-home placement.

Counties provide services such as in-home services, temporary placement for children who cannot live with their own families, assistance to provide a permanent legal family for children who cannot be returned to their own families, [adoption assistance](#), day treatment services, child protective services, emergency shelter, counseling, and juvenile justice services.

Youth Development Service

Pennsylvania's [juvenile justice system](#) is designed to minimize institutionalization while recognizing that confinement in a treatment environment is necessary for certain juveniles who pose a threat to themselves or others. If institutionalization is required, the court may adjudicate youth to either the [Youth Development Center and Youth Forestry Camp \(YDC/YFC\)](#) system or a private facility. Both systems provide residential programming in secure and non-secure settings for Pennsylvania's juveniles who have been adjudicated delinquent and have demonstrated serious at-risk behaviors. The purpose of the system is to help juveniles develop skills and attitudes that will enable them to become responsible, productive members of society. Included in the YDC/YFC system are specialized treatment services for violent offenders, youth who have sexually harmed, those with drug and alcohol addiction, those with a mental health diagnosis, and those with developmental disabilities.

Education is a major component of the YDC/YFC system. Each program includes both academic and vocational curricula. Educational diagnostic testing precedes all academic placements and is used in the development of Individual Education Plans for each youth.

The [Pennsylvania Academic and Career/Technical Training Alliance](#) provides on-site technical assistance to its affiliated members and works to ensure that delinquent youth receive appropriate academic and career and technical training opportunities at all levels of care throughout the duration of their active involvement within Pennsylvania's juvenile justice system.

Facility	Population July 2021	Population July 2022	Projected Population July 2023	Projected Capacity July 2023	Projected Percentage of Capacity July 2023
YFC-Hickory Run.....	19	20	0	0	0.0%
YFC-Trough Creek.....	23	39	48	48	100.0%
Loysville YDC.....	54	35	30	30	100.0%
South Mountain Secure Treatment Unit	21	24	22	22	100.0%
North Central Secure Treatment Unit.....	65	75	72	72	100.0%
North East Secure Treatment Unit.....	0	0	30	30	100.0%
Total	182	193	202	202	100.0%

Family Planning and Breast Cancer Screening

[Family planning](#) clinics provide educational, medical, and social services to men and women to address contraceptive or infertility issues.

[Breast cancer screening](#) for low-income women is directed toward those at high-risk of developing breast cancer. The target group is new family planning clients, women 35 years and older, and women with a family history of breast cancer.

Legal Services

The department provides low-income individuals [assistance](#) with family, consumer, housing, employment, and other civil legal problems through a contract with a statewide legal aid non-profit. The emphasis of the service delivery is to provide emergency legal services in situations that threaten the basic needs of individuals. These services do not include political activities or services in criminal matters.

Program: Human Services, continued

Domestic Violence and Rape Crisis

[Domestic violence services](#) are provided through a contract with a statewide coalition, which in turn subcontracts for services at the local level. The services to victims of domestic violence include crisis intervention, counseling, victim advocacy, information and referral, and temporary shelter for victims and their dependent children. Prevention and education programs are provided by local groups to lessen the risk of domestic violence in the community.

[Rape crisis services](#) are also provided through a contract with a statewide coalition, which in turn subcontracts for services at the local level. Rape crisis programs provide crisis intervention services, counseling, victim advocacy, information and referral, and accompaniment through police, medical, and judicial systems. Educational programs are provided to lessen the risk of sexual assault for adults and children in the community.

Homeless Assistance

The [Homeless Assistance Program \(HAP\)](#) is operated through all 67 counties that offer a variety of supportive services to individuals and families experiencing, or are at risk of, homelessness and who can demonstrate that, with HAP intervention, they will be able to meet their basic housing needs. HAP provides case management, emergency shelter, bridge housing, innovative supportive housing, and rental assistance to those in immediate danger of becoming homeless. Counties must meet the HAP objectives of providing homelessness prevention services that assist clients in maintaining affordable housing, helping people experiencing homelessness find refuge and care, and to assist people who are homeless or near homeless in attaining economic self-sufficiency.

Human Services Block Grant

The [Human Services Block Grant](#) was established for the purpose of allocating funds to select county governments to provide locally identified county-based human services to meet the needs of county residents. As part of this program, funding for the following six programs was combined at the local level into a flexible Human Services Block Grant; community mental health services, behavioral health services, intellectual disability community base services, human services development fund, HAP, and [Act 152 of 1988](#) drug and alcohol services. Funding continues to be provided from individual appropriations.

Program Recommendations:

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

	Youth Development Institutions and Forestry Camps		County Child Welfare
		\$ 12,371	—to replace federal funding received in 2022-23 for COVID-19 response.
\$ 2,810	—to replace nonrecurring benefits cost reduction.		
221	—to continue current program.	(2,098)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
4,928	—for contracted secure placements.		
2,860	—for contracted staff at South Mountain Secure Treatment Unit.	\$ 10,273	<i>Appropriation Increase</i>
1,750	—for new YDC North East Secure Treatment Unit lease.		Health Program Assistance and Services
		\$ (36,790)	—program elimination.
\$ 12,569	<i>Appropriation Increase</i>		

Program: Human Services, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Youth Development Institutions and Forestry Camps	\$ 64,565	\$ 64,565	\$ 77,134	\$ 77,134	\$ 77,134	\$ 77,134	\$ 77,134
County Child Welfare	1,318,809	1,482,362	1,492,635	1,538,561	1,582,722	1,628,208	1,675,058
Domestic Violence	20,093	20,093	20,093	20,093	20,093	20,093	20,093
Rape Crisis	11,921	11,921	11,921	11,921	11,921	11,921	11,921
Breast Cancer Screening ..	1,723	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	4,161	4,161	4,161	4,161	4,161	4,161	4,161
Homeless Assistance	18,496	18,496	18,496	18,496	18,496	18,496	18,496
Health Program Assistance and Services..	19,890	36,790	-	-	-	-	-
Services for the Visually Impaired	3,702	3,702	3,702	3,702	3,702	3,702	3,702
TOTAL GENERAL FUND	\$ 1,476,820	\$ 1,657,378	\$ 1,643,430	\$ 1,689,356	\$ 1,733,517	\$ 1,779,003	\$ 1,825,853

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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.....	815	807	708	520	540	575	575
Percentage of youth in work experience....	54.0%	51.0%	47.9%	38.5%	40.0%	40.0%	40.0%
<u>Family Support Services by Setting:</u>							
Annual number of children receiving child welfare services at home (unduplicated) ...	194,761	187,280	181,435	192,594 *	205,000	210,000	215,000
<u>Out of home placements in:</u>							
Community-based placements	23,854	21,414	19,237	18,044 *	16,965	21,750	21,500
Group Homes: Community residential programs.....	2,421	1,922	1,473	1,299 *	1,183	1,900	1,900
Foster care: Community residential programs.....	21,060	19,091	17,469	16,489 *	15,496	19,500	19,250
Other: Community residential programs	373	401	295	256 *	286	350	350
Annual recipients of in-state institutional care programs (unduplicated).....	1,779	1,466	1,199	956 *	849	1,700	1,700
Children in out-of-state programs	182	313	366	372 *	351	225	200

Program: Human Services, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
<u>Additional Family Support Services:</u>							
Percentage of children reunited with parents or primary caregiver within 12 months of placement	35.5%	40.7%	37.8%	37.4% *	39.5%	58.0%	60.0%
Percentage of children not returning to care within 12 months of discharge to parents or primary caregivers	79.9%	78.5%	80.3%	80.6% *	81.5%	90.0%	90.0%
Finalized adoptions	2,454	2,680	2,277	2,134 *	2,139	2,250	2,300
Children reaching permanency outside of adoption	7,616	7,332	6,158	5,599 *	5,780	8,200	8,200
Investigations of reported child abuse	46,345	42,124	36,773	34,821 *	39,889	46,000	46,000
Percentage of child abuse investigations substantiated	10.5%	11.7%	12.6%	13.7% *	12.8%	11.0%	11.0%
Number of child abuse clearances processed (in thousands)	802	833	888	813 *	813	850	850
Average number of days to process a child abuse clearance	5	6	5	2	3	5	5
<u>Homeless Assistance:</u>							
Persons receiving homeless services.....	80,433	77,663	73,975	57,206	59,018	59,000	59,000
<u>Other Human Services:</u>							
Domestic violence victims served	44,346	42,303	39,793	39,995	41,434	45,000	45,000
Rape crisis/sexual assault victims served .	33,481	33,348	24,798	23,134	24,966	34,000	34,000
Breast cancer screening clients	66,898	66,794	38,537	39,717	44,627	67,000	67,000
Legal service clients	15,767	15,243	13,046	15,746	13,365	13,875	13,875

* Actual year measure data has been corrected.

Program: Child Development

Goal: To promote opportunities for all Pennsylvania children and families by building systems and providing supports that help ensure access to high-quality child and family services.

The Departments of Human Services and Education promote opportunities for all children and families by helping to ensure access to high-quality early care, education, and family services. The focus on effective prevention strategies and high-quality early care and education programs will help Pennsylvania mitigate the social and educational disparities of young at-risk children that influence their ability to attain economic independence and self-sufficiency as adults. In addition, research consistently shows that the economic and educational benefits of quality early learning programs extend from participating children to their families and communities.

[Keystone STARS](#) remains one of the largest, most comprehensive, quality rating improvement systems in the nation. Keystone STARS expands the reach of high-quality early child care and education in Pennsylvania for at-risk children. This program is designed to increase school readiness, increase future graduation rates of at-risk children, decrease involvement in crime and its associated costs to society, and prepare children for successful, self-sufficient lives.

[Early Childhood Education Professional Development Organizations \(ECE PDO\)](#) work regionally to support the child care workforce. ECE PDOs ensure that credit-bearing courses are available to move professionals through the educational continuum. A strong and competent early childhood education workforce increases the quality of child care and other early learning programs.

The subsidized child care program, [Child Care Works](#), allows children of families receiving cash assistance through the [Temporary Assistance for Needy Families \(TANF\)](#) program, families formerly receiving TANF, and low-income families to access child care while their parents are attending training or working. Families can select subsidized child care from various settings including child care centers, group child care homes, family child care homes, or relatives. Early Learning Resource Center agencies determine eligibility for subsidized child care, offer families a choice of child care services, provide information and counseling, and support early care and education program quality improvement.

The [Early Intervention](#) program, for children from birth to age three, provides services and support to qualified children with developmental delays or disabilities and their families to maximize the child's development. These services are provided to the child and family in the child's home, community, or early childhood education setting so that the child is well-prepared for school and life success.

The department also provides voluntary, evidence-based home visiting and community-based programs that help parents improve their parenting skills, resulting in healthier pregnancies and improved child health, learning, development, and well-being. These services are provided through a combination of state funds, the federal Title IV-B - Family Center funds and the federal Maternal, Infant, and Early Childhood Home Visiting grant program through the following five evidence-based models: Early Head Start, Family Check-Up, Healthy Families America, Nurse-Family Partnership Program, and Parents as Teachers.

Program Recommendations:

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

Child Care Services		Nurse Family Partnership	
\$ 66,700	—Initiative—to replace federal funding to maintain base rates for child care.	\$ 91	—to replace federal funding received in 2022-23 for COVID-19 response.
		(50)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.
		(16)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
		\$ 25	<i>Appropriation Increase</i>

Program: Child Development, continued

Program Recommendations, continued:

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

	Early Intervention
\$ 17,047	—to continue current program.
6,338	—to replace federal funding received in 2022-23 for COVID-19 response.
(1,897)	—revision of federal financial participation from a full-year blended rate of 52.17 percent to 53.59 percent.
(1,250)	—federal funding anticipated to be received in 2023-24 for COVID-19 response.
<hr/>	
\$ 20,238	<i>Appropriation Increase</i>

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Community-Based Family Centers	\$ 19,558	\$ 34,558	\$ 34,558	\$ 34,558	\$ 34,558	\$ 34,558	\$ 34,558
Child Care Services	156,482	181,482	248,182	296,682	296,682	296,682	296,682
Child Care Assistance	109,885	109,885	109,890	109,890	109,890	109,890	109,890
Nurse Family Partnership	13,083	14,087	14,112	14,128	14,128	14,128	14,128
Early Intervention	162,589	170,548	190,786	195,288	195,288	195,288	195,288
TOTAL GENERAL FUND	\$ 461,597	\$ 510,560	\$ 597,528	\$ 650,546	\$ 650,546	\$ 650,546	\$ 650,546

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	109,229	109,235	107,348	75,392 *	83,803	84,000	84,000
Percentage of children in subsidized child care enrolled in Keystone STARS Level 3 or 4 facilities	33.0%	36.3%	35.6%	41.1%	40.8%	41.0%	41.0%
Number of regulated facilities	7,395	7,240	6,985	6,849	6,576	6,600	6,600
Percentage of regulated facilities at Keystone STARS Level 3 or 4	22.2%	24.0%	24.6%	22.1%	28.1%	28.0%	28.0%

Early Intervention:

Children participating in Early Intervention services	42,729	45,024	44,837	42,360	45,263	48,400	51,400
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Evidence-Based Home Visiting Programs:

Number of children served (funded slots) in evidence-based home visiting programs	8,347	8,975	10,789	10,397	9,873	10,064	11,000
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* Actual year measure data has been corrected.



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, environment, 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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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OTHER FUNDS:

ENVIRONMENTAL STEWARDSHIP FUND:

Storm Water, Water, and Sewer Grants (EA)	\$ 21,049	\$ 22,203 ^a	\$ 22,847
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MARCELLUS LEGACY FUND:

Water and Sewer Projects (EA)	\$ 10,754	\$ 12,963	\$ 11,750
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PENNVEST FUND:

PENNVEST Operations (EA)	\$ 5,934	\$ 5,934	\$ 5,934
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Revenue Bond Loan Pool (EA)	10	10	10
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Grants-Other Revenue Sources (EA).....	35,000	35,000	35,000
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(R)Revolving Loans and Administration (EA).....	60,000 ^b	80,000 ^b	80,000 ^b
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(R)Growing Greener Grants	-	-	-
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(R)Revolving Loans-Conditional Funds	-	1,000	1,000
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(R)Marcellus Grants (Marcellus Legacy Fund)	-	-	-
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PENNVEST FUND TOTAL	\$ 100,944	\$ 121,944	\$ 121,944
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PENNVEST DRINKING WATER REVOLVING FUND:

Additional Drinking Water Projects Revolving Loans (EA).....	\$ 200,000	\$ 200,000	\$ 456,000
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Transfer to Water Pollution Control Revolving Fund (EA).....	20,000	20,000	20,000
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(F)Drinking Water Projects Revolving Loan Fund	44,018	50,000	50,000
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(F)IIJA-Drinking Water Projects Revolving Loan Fund	-	-	318,809
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(F)Loan Program Administration	2,532	2,532	1,500
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(F)IIJA-Loan Program Administration.....	-	6,639	7,062
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(F)Technical Assistance to Small Systems	1,750	1,750	1,750
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(F)IIJA-Technical Assistance to Small Systems.....	-	3,319	3,531
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(F)Assistance to State Programs	7,000	7,000	7,000
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(F)IIJA-Assistance to State Programs	-	1,000	1,158
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(F)Local Assistance and Source Water Pollution	8,500	8,500	11,268
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(F)IIJA-Local Assistance and Source Water Pollution	-	-	1,000
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(F)Infrastructure Improvement Projects	-	3,700	4,588
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(R)Revolving Loans-Conditional Funds	-	1,000	1,000
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PENNVEST DRINKING WATER REVOLVING FUND TOTAL.....	\$ 283,800	\$ 305,440	\$ 884,666
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PENNVEST WATER POLLUTION CONTROL REVOLVING FUND:

Additional Sewage Projects Revolving Loans (EA).....	\$ 257,200	\$ 260,000	\$ 360,000
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Transfer to Drinking Water Revolving Fund (EA).....	20,000	60,000	60,000
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(F)Sewage Projects Revolving Loan Fund.....	121,145	121,145	113,471
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(F)IIJA-Sewage Projects Revolving Loan Fund	-	-	166,784
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(F)Sewer Overflow and Stormwater Grants	2,380	4,800	4,800
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(F)COVID-SFR Clean Water Procurement Program	-	22,000	-
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(R)Revolving Loans-Conditional Funds	-	1,000	1,000
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PENNVEST WATER POLLUTION CONTROL REVOLVING FUND TOTAL	\$ 400,725	\$ 468,945	\$ 706,055
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Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	817,272	931,495	1,747,262
TOTAL ALL FUNDS	\$ 817,272	\$ 931,495	\$ 1,747,262

^a Includes recommended supplemental executive authorization of \$4,603,000.

^b Includes \$12,587,800 for Water Pollution Control Projects and \$6,837,800 for Drinking Water Projects in 2021-22 Actual, \$16,216,600 for Water Pollution Control Projects and \$9,855,700 for Drinking Water Projects in 2022-23 Available, \$17,532,000 for Water Pollution Control Projects and \$10,882,500 for Drinking Water Projects in 2023-24 Budget.

^c Not added to the total to avoid double counting: 2021-22 Actual is \$9,338,915, 2022-23 Available is \$22,203,000, and 2023-24 Budget is \$22,847,000.

^d Not added to the total to avoid double counting: 2021-22 Actual is \$5,259,048, 2022-23 Available is \$12,963,000, and 2023-24 Budget is \$11,750,000.

^e Reflects recommended appropriation reduction of \$155,005,000.

^f Reflects recommended appropriation reduction of \$74,953,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
PENNVEST:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED	-	-	-	-	-	-	-
OTHER FUNDS	817,272	931,495	1,747,262	1,531,825	1,537,664	1,546,610	1,252,437
DEPARTMENT TOTAL	\$ 817,272	\$ 931,495	\$ 1,747,262	\$ 1,531,825	\$ 1,537,664	\$ 1,546,610	\$ 1,252,437

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 provides an investment pool of capital to rebuild and expand [community drinking water systems](#), [municipal sewage treatment facilities](#), [brownfield reclamation and remediation projects](#), [storm water control](#), [non-point source pollution prevention](#), and other water quality-related agricultural projects in the Commonwealth. These systems and facilities are essential for the protection of public health, improving water quality, and the promotion of economic development. [Act 16 of 2013](#) improved PENNVEST's ability, consistent with the state's [Nonpoint Source Management Plan](#), to implement agricultural and other rural projects designed to control runoff of nutrients and other contaminants into streams in rural areas.

The authority uses funds for [loans and grants](#) to municipalities, municipal authorities, private entities, and some individuals. Loans are available to individual homeowners to upgrade their [on-lot septic systems, first-time connections to public systems, or to replace existing house sewer laterals](#). The funds are also used to provide assistance to farmers, nonprofit groups, and others to install [best management practices](#), such as riparian buffers that reduce nutrient contamination of rivers and streams, particularly in the Chesapeake Bay watershed. PENNVEST, supported by the Department of Environmental Protection, helps system owners [apply for funding](#) and provides [technical assistance](#) on projects.

To facilitate fund management and accounting, several separate funds are established. The PENNVEST Fund serves as the repository of interest and investment income and loan repayments. Loans, grants, and administrative costs are paid from this fund. The [PENNVEST Clean Water State Revolving Fund](#) combines federal seed money and the Commonwealth's required matching funds to create a revolving loan fund for sewage treatment facilities construction. The [PENNVEST Drinking Water State Revolving Fund \(DWSRF\)](#) combines federal seed money and the Commonwealth's required matching funds to create a revolving loan fund for drinking water projects and technical assistance. The DWSRF receives the proceeds from the sale of bonds. The authority revenue bond pool is supported by loan interest and principal repayments from loans and disburses the proceeds from the sale of PENNVEST revenue bonds. The Water and Sewer Systems Assistance Bond Fund serves as the repository of interest and investment income and loan repayments related to [Act 64 of 2008](#); loans and grants are paid from this fund.

Program Recommendations:

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

PENNVEST Operations is recommended at the current year funding level.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PENNVEST FUND:							
PENNVEST Operations (EA)...	\$ 5,934	\$ 5,934	\$ 5,934	\$ 5,934	\$ 5,934	\$ 5,934	\$ 5,934

Infrastructure Investment Authority

Program: PENNVEST, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	\$ 107	\$ 188	\$ 52	\$ 80	\$ 61	\$ 65	\$ 65
Percentage of total project funding allocated to projects that would otherwise have higher financing rates	41%	33%	27%	31%	30%	30%	30%
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	74,403	187,974	2,007,627	1,511,876	670,834	500,000	500,000
Drinking water projects approved that will maintain or bring customers' water into compliance with Commonwealth drinking water standards	15	14	14	26	46	30	35
Increase the number of sustainable jobs in Pennsylvania.							
Sustainable jobs created by PENNVEST-funded projects.	612	190	86	50	40	50	50



INSURANCE

The mission of the [Insurance Department](#) is to provide a healthy regulatory environment that promotes a vibrant marketplace to serve all consumers.

The department enforces the insurance laws of the Commonwealth, monitors the financial solvency of insurance companies conducting business in Pennsylvania, regulates insurance rates and policy forms, licenses insurance companies and producers to conduct business in the state, and liquidates insolvent insurance companies. The department answers consumer inquiries, responds to consumer complaints, and produces and distributes educational information on insurance.

Programs and Goals

Insurance Industry Regulation: To serve Pennsylvania's insurance consumers through fair and efficient regulation of the insurance industry.

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>Grants and Subsidies:</i>			
(F)Insurance Market Reform	\$ 5,000	\$ 5,000	\$ 5,000
Total - Grants and Subsidies.....	\$ 5,000	\$ 5,000	\$ 5,000
GENERAL FUND TOTAL	\$ 5,000	\$ 5,000	\$ 5,000
OTHER FUNDS:			
CATASTROPHIC LOSS BENEFITS CONTINUATION FUND:			
CAT Administration (EA)	\$ 1,885	\$ 2,158	\$ 2,443
CAT Claims (EA)	6,050	6,050	6,050
CATASTROPHIC LOSS BENEFITS CONTINUATION FUND TOTAL	\$ 7,935	\$ 8,208	\$ 8,493
INSURANCE REGULATION AND OVERSIGHT FUND:			
General Government Operations	\$ 31,649	\$ 34,202	\$ 35,745
INSURANCE REGULATION AND OVERSIGHT FUND TOTAL	\$ 31,649	\$ 34,202	\$ 35,745
MEDICAL CARE AVAILABILITY AND REDUCTION OF ERROR FUND:			
General Operations (EA).....	\$ 14,911	\$ 19,449	\$ 18,923
Payment of Claims (EA)	195,020	175,020	185,020
MEDICAL CARE AVAILABILITY AND REDUCTION OF ERROR FUND TOTAL	\$ 209,931	\$ 194,469	\$ 203,943
REINSURANCE FUND:			
Reinsurance Administration (EA)	\$ 275	\$ 300	\$ 300
Reinsurance-Payments to Entities (EA).....	-	20,000	42,000
(F)Reinsurance Waiver Pass-Through (EA)	-	120,231	124,250
REINSURANCE FUND TOTAL:.....	\$ 275	\$ 140,531	\$ 166,550
UNDERGROUND STORAGE TANK INDEMNIFICATION FUND:			
Administration (EA)	\$ 16,711	\$ 16,873	\$ 15,555
Claims (EA)	40,000	40,000	40,000
UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TOTAL.....	\$ 56,711	\$ 56,873	\$ 55,555
WORKERS' COMPENSATION SECURITY FUND:			
WCS Administration (EA).....	\$ 5,758	\$ 10,000	\$ 9,011
WCS Claims (EA).....	29,000	29,000	29,000
WORKERS' COMPENSATION SECURITY FUND TOTAL	\$ 34,758	\$ 39,000	\$ 38,011

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	5,000	5,000	5,000
AUGMENTATIONS.....	-	-	-
RESTRICTED.....	-	-	-
OTHER FUNDS.....	341,259	473,283	508,297
TOTAL ALL FUNDS.....	\$ 346,259	\$ 478,283	\$ 513,297

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
INSURANCE INDUSTRY REGULATION:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	5,000	5,000	5,000	5,000	5,000	5,000	5,000
AUGMENTATIONS.....	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	341,259	473,283	508,297	508,297	508,297	508,297	508,297
DEPARTMENT TOTAL.....	<u>\$ 346,259</u>	<u>\$ 478,283</u>	<u>\$ 513,297</u>	<u>\$ 513,297</u>	<u>\$ 513,297</u>	<u>\$ 513,297</u>	<u>\$ 513,297</u>

Program: Insurance Industry Regulation

Goal: To serve Pennsylvania's insurance consumers through fair and efficient regulation of the insurance industry.

Regulation and Consumer Protection

- The [Insurance Department](#) oversees the operation of approximately 1,700 insurance companies and 330,000 insurance producers, bail bondsmen, public adjusters, and physical damage appraisers. The department authorizes the admission of new insurers to the state, tests and licenses insurance producers and bail bondsmen, registers health insurance navigators and exchange assisters, and reviews and approves approximately 11,000 rate and policy forms each year. The department analyzes annual and quarterly financial statements and other corporate transactions filed by regulated entities, conducts onsite financial examinations of domestic insurance companies annually, and conducts adjudicatory hearings.

The financial condition of insurers licensed to transact business in Pennsylvania is monitored and regulated through the Insurance Department's examination and financial analysis functions. The insurance commissioner serves as statutory liquidator/receiver for Pennsylvania domestic insurers found to be insolvent by the Commonwealth Court. The department serves consumers by investigating consumer inquiries and complaints, reviewing the conduct of insurance carriers, and enforcing Pennsylvania's insurance laws. The Insurance Department provides the public with insurance information, education, and complaint resolution services. The department has a consumer liaison to lead outreach and education efforts with communities and provide resources for consumers and stakeholders.

The Insurance Department's examination of insurance companies provides an in-depth analysis of the risks facing the companies and the potential effects on consumers. The department analyzes annual market conduct statements and data; conducts investigations of possible insurance law violations by producers, bail bondsmen, public adjusters, and physical damage appraisers; and undertakes onsite market conduct examinations of insurance company records, files, and operations.

Oversight

The Insurance Department:

- Regulates all lines of insurance;
- Shares responsibility to implement aspects of the federal Patient Protection and Affordable Care Act (ACA);
- Administers special funds, including:
 - The Medical Care Availability and Reduction of Error Fund (Mcare);
 - The Catastrophic Loss Benefits Continuation Fund (CAT);
 - The Underground Storage Tank Indemnification Fund (USTIF);
 - The Reinsurance Fund; and
- Oversees the Workers' Compensation Security Fund.

The department has a significant role ensuring Pennsylvania's health insurers comply with the private market reform provisions of the federal ACA. Pennsylvania transitioned to a [state-based exchange](#) in 2021. The Insurance Department monitors health insurance company rates in certain markets to protect consumers against unreasonable rate increases and provides consumers information about private insurance options, particularly in the individual market. It administers grant funding provided to the state by the ACA to continue to improve and increase the transparency of the state's health insurance rate review process and effectively oversees and enforces the federal Public Health Service Act's provisions on health insurance issuers.

[Mcare](#), established pursuant to [Act 13 of 2002](#), is responsible for payment of losses or damages, in excess of basic insurance coverage awarded in medical professional liability actions against participating health care providers.

[CAT](#) provides up to \$1 million in benefits to Pennsylvanians catastrophically injured in motor vehicle accidents between October 1, 1984 and December 31, 1989 after exceeding a threshold of \$100,000 in medical payments. Payments from the fund are projected until 2094.

[USTIF](#) provides reimbursement of remediation to eligible owners and operators of underground storage tanks. In addition to reimbursing eligible tank owners or operators for damages caused by releases from their tanks, the fund also provides similar benefits to tank installers under the Tank Installation Indemnification Program.

The [Reinsurance Fund](#) moderates premiums in the Commonwealth's individual health insurance market and maintains and protects coverage gain in the Commonwealth.

The [Workers' Compensation Security Fund](#) provides administration and payment for compensation provided by the Workers' Compensation Act to individuals who are insured by an insolvent insurer.

Program: Insurance Industry Regulation, continued

Program Recommendations:

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

General Government Operations	
\$ 998	—to replace nonrecurring benefits cost reduction.
545	—to continue current program.
\$ 1,543	Appropriation Increase

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
INSURANCE REGULATION AND OVERSIGHT FUND:							
General Government Operations ..	<u>\$ 31,649</u>	<u>\$ 34,202</u>	<u>\$ 35,745</u>	<u>\$ 35,745</u>	<u>\$ 35,745</u>	<u>\$ 35,745</u>	<u>\$ 35,745</u>

Program Measures:

	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Estimated	2023-24 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	N/A	81%	79%	76%	76%	75%	75%
Increase the department's outreach efforts to improve consumer education regarding insurance products and services, aiding in protecting consumers from financial loss.							
Number of consumer interactions	643,324	728,820	801,702	714,375	600,696	650,000	650,000
Reduce Pennsylvania's uninsured population.							
Percentage of population without health insurance	5.5%	5.5%	5.8%	5.4%	5.4%	5.2%	5.3%



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
OTHER FUNDS:			
PA HEALTH INSURANCE EXCHANGE FUND:			
General Government Operations (EA).....	\$ 49,106	\$ 40,000 ^a	\$ 40,000
(F)Transitioning to State-Based Exchange (EA).....	18,840	21,320	21,320
(F)COVID-State Exchange Modernization (EA).....	1,108	-	-
Transfer to Reinsurance Fund (EA).....	275	17,599 ^b	42,300
PA HEALTH INSURANCE EXCHANGE FUND TOTAL.....	\$ 69,329	\$ 78,919	\$ 103,620

^a Reflects recommended executive authorization reduction of \$12,244,000.

^b Reflects recommended executive authorization reduction of \$2,701,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
HEALTH INSURANCE EXCHANGE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	69,329	78,919	103,620	103,620	103,620	103,620	103,620
DEPARTMENT TOTAL	\$ 69,329	\$ 78,919	\$ 103,620	\$ 103,620	\$ 103,620	\$ 103,620	\$ 103,620

Health Insurance Exchange Authority

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.

The [Pennsylvania Health Insurance Exchange Authority \(PHIEA\)](#) is a state-affiliated entity established by [Act 42 of 2019](#) to create a state-based insurance exchange, reduce costs, and better support the needs of consumers purchasing health insurance in the individual market. PHIEA’s technology platform and customer service operations called [Pennie™](#) has replaced the federal marketplace, [HealthCare.Gov](#), for Pennsylvanians enrolling in health and dental coverage. As such, PHIEA plays a critical role in ensuring the stability, affordability, and accessibility of the individual health insurance market for the benefit of hundreds of thousands of Pennsylvanians who rely on the health insurance exchange.

PHIEA serves as an unbiased resource for Pennsylvanians enrolling in individual market health coverage and accessing financial assistance to help pay for premiums. It partners with insurance brokers, carriers, providers, navigators, and consumer advocates to provide a consumer-friendly shopping experience to help residents select the best coverage to suit their needs and budgets. PHIEA is governed by a board of directors made up of gubernatorial and legislative appointees as well as cabinet members.

Program Recommendations:

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

Transfer to Reinsurance Fund (EA)

\$ 24,701 —to provide for Reinsurance Program payments.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PA HEALTH INSURANCE EXCHANGE FUND:							
General Government Operations (EA)	\$ 49,106	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000
Transfer to Reinsurance Fund (EA).....	275	17,599	42,300	42,300	42,300	42,300	42,300
TOTAL PA HEALTH INSURANCE EXCHANGE FUND.....	\$ 49,381	\$ 57,599	\$ 82,300	\$ 82,300	\$ 82,300	\$ 82,300	\$ 82,300



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)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET

GENERAL FUND:

General Government:

General Government Operations	\$ 13,844	\$ 14,243	\$ 16,217
(F)Disability Determination	155,439	155,439	155,439
(F)Community Service and Corps	13,415	15,380	15,380
(F)COVID-Community Service and Corps (EA)	8,262	-	-
(F)COVID-Commonwealth Civilian Coronavirus Corps (EA)	1,013	-	-
(F)COVID-Public Health Workforce Expansion (EA)	121	-	-
(F)WIOA-Administration	11,000	11,000	11,000
(F)New Hires	1,701	1,701	1,701
(F)DUA Administration Payments (EA)	273	125	-
(A)Interpreter Registry	11	56	80
(A)Voluntary Donations	250	-	-
(R)Vending Machine Proceeds	69	70	250
Subtotal	<u>\$ 205,398</u>	<u>\$ 198,014</u>	<u>\$ 200,067</u>
Occupational and Industrial Safety	2,945	2,945	3,419
(F)Lead Certification and Accreditation	494	494	494
(A)Inspection Fees	10,000	10,000	10,000
(R)Asbestos and Lead Certification (EA)	2,025	2,025	2,025
Subtotal	<u>\$ 15,464</u>	<u>\$ 15,464</u>	<u>\$ 15,938</u>
Subtotal - State Funds	\$ 16,789	\$ 17,188	\$ 19,636
Subtotal - Federal Funds	191,718	184,139	184,014
Subtotal - Augmentations	10,261	10,056	10,080
Subtotal - Restricted	2,094	2,095	2,275
Total - General Government	<u>\$ 220,862</u>	<u>\$ 213,478</u>	<u>\$ 216,005</u>

Grants and Subsidies:

Occupational Disease Payments	\$ 164	\$ 147	\$ 101
Transfer to Vocational Rehabilitation Fund	47,942	47,942	47,942
Supported Employment	397	397	397
Centers for Independent Living	1,950	2,150	2,634
Workers' Compensation Payments	278	278	200
New Choices/New Options	750	1,000	750
Assistive Technology Financing	500	750	1,000
Assistive Technology Demonstration and Training	450	450	850
(F)WIOA-Dislocated Workers	109,000	109,000	109,000
(F)WIOA-Youth Employment and Training	52,000	52,000	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)COVID-WIOA-National Dislocated Worker (EA)	100	25	-
(F)Reed Act-Employment Services	72,000	5,000	5,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)Reed Act-Unemployment Insurance.....	5,000	5,000	3,816
(F)TANFBG-Youth Employment and Training	25,000	25,000	25,000
(F)Comprehensive Workforce Development (EA).....	2,065	2,065	2,065
Subtotal.....	<u>\$ 345,165</u>	<u>\$ 278,090</u>	<u>\$ 308,881</u>
Industry Partnerships.....	2,813	2,813	2,813
Schools-to-Work	-	-	3,500
Apprenticeship Training	7,000	7,500	10,000
(F)COVID-SFR Pandemic Response.....	1,500	-	-
Subtotal - State Funds.....	\$ 62,244	\$ 63,427	\$ 70,187
Subtotal - Federal Funds.....	346,665	278,090	308,881
Total - Grants and Subsidies.....	<u>\$ 408,909</u>	<u>\$ 341,517</u>	<u>\$ 379,068</u>
STATE FUNDS	\$ 79,033	\$ 80,615	\$ 89,823
FEDERAL FUNDS	538,383	462,229	492,895
AUGMENTATIONS	10,261	10,056	10,080
RESTRICTED	2,094	2,095	2,275
GENERAL FUND TOTAL	<u>\$ 629,771</u>	<u>\$ 554,995</u>	<u>\$ 595,073</u>
<u>OTHER FUNDS:</u>			
ADMINISTRATION FUND:			
Administration of Unemployment Compensation (EA).....	\$ 1,000	\$ 1,000	\$ 600
(F)Administration of Unemployment Compensation (EA)	241,000	172,700	132,000
(F)COVID-Administration of Unemployment Compensation (EA).....	25,872	6,979	-
(F)COVID-Federal Pandemic Unemployment Compensation (EA)	5,598	3,583	-
(F)COVID-Pandemic Unemployment Assistance Admin (EA)	82,763	23,975	-
(F)COVID-Pandemic Emergency Unemployment Comp Admin (EA).....	32,922	3,048	-
Workforce Development (EA).....	640	640	640
(F)Workforce Development (EA)	93,219	93,219	93,219
(A)Reimbursements-DHS PACSES Interface.....	166	66	66
ADMINISTRATION FUND TOTAL	<u>\$ 483,180</u>	<u>\$ 305,210</u>	<u>\$ 226,525</u>
SPECIAL ADMINISTRATION FUND:			
Administration of Unemployment (EA)	\$ 28,000	\$ 11,000	\$ 14,000
EMPLOYMENT FUND FOR THE BLIND:			
General Operations	\$ 234	\$ 827	\$ 800
HAZARDOUS MATERIAL RESPONSE FUND:			
(R)Hazardous Material Response Administration	\$ 5	\$ 6	\$ 10
REHABILITATION CENTER FUND:			
General Operations	\$ 24,433	\$ 27,951	\$ 23,200

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
STATE WORKERS' INSURANCE FUND:			
State Workers' Insurance Fund	\$ 171,725	\$ 215,217	\$ 215,000
UNEMPLOYMENT COMPENSATION CONTRIBUTION FUND:			
(R)Reemployment Services (EA)	\$ 10,584	\$ 11,581	\$ 10,000
(R)Service and Infrastructure Improvement (EA)	6,829	19,645	113,063 ^a
UNEMPLOYMENT COMPENSATION CONTRIBUTION FUND TOTAL	\$ 17,413	\$ 31,226	\$ 123,063
VOCATIONAL REHABILITATION FUND:			
General Operations (EA)	\$ - ^b	\$ - ^b	\$ - ^b
(F)Vocational Rehabilitation Services (EA)	144,000	181,888	181,888
VOCATIONAL REHABILITATION FUND TOTAL	\$ 144,000	\$ 181,888	\$ 181,888
WORKERS' COMPENSATION ADMINISTRATION FUND:			
Administration of Workers' Compensation	\$ 75,802	\$ 75,802	\$ 75,802
(A)Conference Fees	213	300	300
WORKERS' COMPENSATION ADMINISTRATION FUND TOTAL	\$ 76,015	\$ 76,102	\$ 76,102
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 79,033	\$ 80,615	\$ 89,823
MOTOR LICENSE FUND	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS	538,383	462,229	492,895
AUGMENTATIONS	10,261	10,056	10,080
RESTRICTED	2,094	2,095	2,275
OTHER FUNDS	945,005	849,427	860,588
TOTAL ALL FUNDS	\$ 1,574,776	\$ 1,404,422	\$ 1,455,661

^a This budget includes a new Service and Infrastructure Improvement reauthorization of \$76,076,000 for 2023-24 to continue Unemployment Compensation program operations and provide additional administrative resources.

^b The General Fund transfer to Vocational Rehabilitation Fund not added to avoid double counting. General Operations (EA) for 2021-22 Actual is \$47,942,000, 2022-23 Available is \$47,942,000, and 2023-24 Budget is \$47,942,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
COMMUNITY AND OCCUPATIONAL SAFETY AND STABILITY:							
GENERAL FUND.....	\$ 16,789	\$ 17,188	\$ 19,636	\$ 20,110	\$ 20,110	\$ 20,110	\$ 20,110
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	23,184	15,874	15,874	15,874	15,874	15,874	15,874
AUGMENTATIONS	10,261	10,056	10,080	10,080	10,080	10,080	10,080
RESTRICTED.....	2,025	2,025	2,025	2,025	2,025	2,025	2,025
OTHER FUNDS.....	5	6	10	10	10	10	10
SUBCATEGORY TOTAL....	\$ 52,264	\$ 45,149	\$ 47,625	\$ 48,099	\$ 48,099	\$ 48,099	\$ 48,099
WORKERS' COMPENSATION AND UNEMPLOYMENT ASSISTANCE:							
GENERAL FUND.....	\$ 442	\$ 425	\$ 301	\$ 301	\$ 301	\$ 301	\$ 301
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	232,712	165,564	164,255	155,439	155,439	155,439	155,439
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	671,724	533,249	550,765	512,961	516,509	523,347	524,022
SUBCATEGORY TOTAL....	\$ 904,878	\$ 699,238	\$ 715,321	\$ 668,701	\$ 672,249	\$ 679,087	\$ 679,762
WORKFORCE INVESTMENT:							
GENERAL FUND.....	\$ 10,563	\$ 11,313	\$ 17,063	\$ 17,063	\$ 17,063	\$ 17,063	\$ 17,063
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	282,366	280,791	312,766	312,766	312,766	312,766	312,766
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	104,609	105,506	103,925	103,925	103,925	103,925	103,925
SUBCATEGORY TOTAL....	\$ 397,538	\$ 397,610	\$ 433,754	\$ 433,754	\$ 433,754	\$ 433,754	\$ 433,754
VOCATIONAL REHABILITATION:							
GENERAL FUND.....	\$ 51,239	\$ 51,689	\$ 52,823	\$ 52,823	\$ 52,823	\$ 52,823	\$ 52,823
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	121	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	69	70	250	250	250	250	250
OTHER FUNDS.....	168,667	210,666	205,888	209,188	204,188	204,688	204,688
SUBCATEGORY TOTAL....	\$ 220,096	\$ 262,425	\$ 258,961	\$ 262,261	\$ 257,261	\$ 257,761	\$ 257,761

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
ALL PROGRAMS:							
GENERAL FUND.....	\$ 79,033	\$ 80,615	\$ 89,823	\$ 90,297	\$ 90,297	\$ 90,297	\$ 90,297
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	538,383	462,229	492,895	484,079	484,079	484,079	484,079
AUGMENTATIONS	10,261	10,056	10,080	10,080	10,080	10,080	10,080
RESTRICTED.....	2,094	2,095	2,275	2,275	2,275	2,275	2,275
OTHER FUNDS.....	945,005	849,427	860,588	826,084	824,632	831,970	832,645
DEPARTMENT TOTAL	<u>\$ 1,574,776</u>	<u>\$ 1,404,422</u>	<u>\$ 1,455,661</u>	<u>\$ 1,412,815</u>	<u>\$ 1,411,363</u>	<u>\$ 1,418,701</u>	<u>\$ 1,419,376</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: Community and Occupational Safety and Stability, continued

Program Recommendations:

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

General Government Operations		Occupational and Industrial Safety	
\$ 380	—to replace nonrecurring benefits cost reduction.	\$ 474	—to continue current program.
320	—to continue current program.		
1,274	—Initiative—to provide additional resources for labor law compliance investigations.		
<u>\$ 1,974</u>	<i>Appropriation Increase</i>		

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 13,844	\$ 14,243	\$ 16,217	\$ 16,217	\$ 16,217	\$ 16,217	\$ 16,217
Occupational and Industrial Safety	2,945	2,945	3,419	3,893	3,893	3,893	3,893
TOTAL GENERAL FUND	<u>\$ 16,789</u>	<u>\$ 17,188</u>	<u>\$ 19,636</u>	<u>\$ 20,110</u>	<u>\$ 20,110</u>	<u>\$ 20,110</u>	<u>\$ 20,110</u>

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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)	\$ 4.2	\$ 5.0	\$ 5.1	\$ 7.7	\$ 5.1	\$ 6.0	\$ 6.5

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 60 of 2017](#) provides 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:

Occupational Disease Payments

\$ (46) —to continue current program based on payment requirements.

Workers' Compensation Payments

\$ (78) —to continue current program based on payment requirements.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Occupational Disease Payments.....	\$ 164	\$ 147	\$ 101	\$ 101	\$ 101	\$ 101	\$ 101
Workers' Compensation Payments.....	278	278	200	200	200	200	200
TOTAL GENERAL FUND.....	\$ 442	\$ 425	\$ 301	\$ 301	\$ 301	\$ 301	\$ 301
WORKERS' COMPENSATION ADMINISTRATION FUND:							
Administration of Workers' Compensation.....	\$ 75,802	\$ 75,802	\$ 75,802	\$ 75,802	\$ 75,802	\$ 75,802	\$ 75,802

Program: Workers' Compensation and Unemployment Assistance, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	88%	88%	88%	88%	65%	75%	77%
Percentage of eligibility determinations within three weeks of discovering that there was an issue to be investigated.....	66%	69%	69%	69%	25% *	50%	52%
Reduce the number of Pennsylvania's workplace injury fatalities through increased safety and health training and outreach initiatives.							
Number of workplace injury fatalities	82	66	60	72	70	68	68
Number of free workplace safety and health training and outreach events.....	459	458	433	692	733	610	615
Number of attendees at workplace safety and health training and outreach events.....	38,567	35,890	44,870	41,214	34,499	51,500	52,000

* Decrease due to COVID-19 pandemic.

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)

<p>New Choices/New Options</p> <p>\$ (250) —funding reduction.</p>	<p>Schools-to-Work</p> <p>\$ 3,500 —Initiative—to foster partnerships between Career and Technical Education students and employers for future work opportunities through apprenticeships, workplace visits, and internships.</p>	<p>Apprenticeship Training</p> <p>\$ (500) —funding reduction.</p> <p>3,000 —Initiative—to foster partnerships between Career and Technical Education students and employers for future work opportunities through apprenticeships, workplace visits, and internships.</p> <p>\$ 2,500 <i>Appropriation Increase</i></p>
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Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
New Choices/New Options ...	\$ 750	\$ 1,000	\$ 750	\$ 750	\$ 750	\$ 750	\$ 750
Industry Partnerships.....	2,813	2,813	2,813	2,813	2,813	2,813	2,813
Schools-to-Work	-	-	3,500	3,500	3,500	3,500	3,500
Apprenticeship Training	7,000	7,500	10,000	10,000	10,000	10,000	10,000
TOTAL GENERAL FUND	\$ 10,563	\$ 11,313	\$ 17,063	\$ 17,063	\$ 17,063	\$ 17,063	\$ 17,063

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	65.0%	69.0%	70.0%	64.0%	67.0%	68.0%	70.0%
Employment rate for adult beneficiaries of Workforce Innovation and Opportunity Act	77.0%	77.0%	77.0%	69.0%	71.0%	73.0%	74.0%
Number of registered apprentices	17,948	18,171	18,028	17,216	16,690	16,800	18,000

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 - Department of Health, Department of Human Services, and Department of Education.

Program Recommendations:

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

	Centers for Independent Living		Assistive Technology Demonstration and Training
\$ (200)	—funding reduction.		
684	—Initiative—to provide independent living services to individuals with disabilities to ensure participation in the community.	\$ 400	—Initiative—to provide assistive technology training for people with disabilities.
<hr/>			
\$ 484	<i>Appropriation Increase</i>		
	Assistive Technology Financing		
\$ (150)	—funding reduction.		
400	—Initiative—to provide additional financing opportunities for people with disabilities to acquire assistive technology devices.		
<hr/>			
\$ 250	<i>Appropriation Increase</i>		

Program: Vocational Rehabilitation, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Transfer to Vocational Rehabilitation Fund.....	\$ 47,942	\$ 47,942	\$ 47,942	\$ 47,942	\$ 47,942	\$ 47,942	\$ 47,942
Supported Employment	397	397	397	397	397	397	397
Centers for Independent Living.....	1,950	2,150	2,634	2,634	2,634	2,634	2,634
Assistive Technology Financing	500	750	1,000	1,000	1,000	1,000	1,000
Assistive Technology Demonstration and Training.....	450	450	850	850	850	850	850
TOTAL GENERAL FUND	\$ 51,239	\$ 51,689	\$ 52,823	\$ 52,823	\$ 52,823	\$ 52,823	\$ 52,823

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the employment potential and personal independence of persons with disabilities.							
Individuals receiving financial aid for training	3,507	3,338	2,737 *	2,087 *	1,974 *	3,400	3,500
Students receiving Pre-Employment Transition Services	25,601	27,830	22,327	14,353 *	14,284 *	15,000	15,000
Number of eligible participants with active plans .	49,902	53,414	42,483	34,781	35,584	39,142	44,000
Number of participants successfully placed into competitive integrated employment	7,883	7,484	6,953	4,773	5,377	5,877	6,500
Number of persons successfully completing independent living/specialized services.....	1,236	1,260	1,292	600 *	756 *	1,024	1,300

* Decrease due to COVID-19 pandemic.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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OTHER FUNDS:

STATE STORES FUND:

General Operations (EA).....	\$ 676,467	\$ 722,865	\$ 756,700
(A)Sale of Automobiles.....	-	20	20
Purchase of Liquor (EA).....	1,710,600	1,646,000	1,656,300
Comptroller Operations (EA).....	6,130	6,333	6,333
Transfer to the General Fund (EA).....	185,100	185,100	222,000
STATE STORES FUND TOTAL	<u>\$ 2,578,297</u>	<u>\$ 2,560,318</u>	<u>\$ 2,641,353</u>

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
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LIQUOR CONTROL:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	2,578,297	2,560,318	2,641,353	2,683,053	2,755,753	2,830,753	2,908,153
DEPARTMENT TOTAL	<u>\$ 2,578,297</u>	<u>\$ 2,560,318</u>	<u>\$ 2,641,353</u>	<u>\$ 2,683,053</u>	<u>\$ 2,755,753</u>	<u>\$ 2,830,753</u>	<u>\$ 2,908,153</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 wines 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 product 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, [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)

<p>General Operations (EA)</p> <p>\$ 15,773 —to replace nonrecurring benefits cost reduction.</p> <p>18,062 —to continue current program.</p> <hr/> <p>\$ 33,835 <i>Executive Authorization Increase</i></p>	<p>Purchase of Liquor (EA)</p> <p>\$ 10,300 —for inventory costs.</p> <p>Transfer to the General Fund (EA)</p> <p>\$ 36,900 —for increased profit transfer.</p>
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Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE STORES FUND:							
General Operations (EA) ...	\$ 676,467	\$ 722,865	\$ 756,700	\$ 757,000	\$ 787,300	\$ 818,800	\$ 851,600
Purchase of Liquor (EA)	1,710,600	1,646,000	1,656,300	1,697,700	1,740,100	1,783,600	1,828,200
Comptroller Operations (EA).....	6,130	6,333	6,333	6,333	6,333	6,333	6,333
Transfer to the General Fund (EA)	<u>185,100</u>	<u>185,100</u>	<u>222,000</u>	<u>222,000</u>	<u>222,000</u>	<u>222,000</u>	<u>222,000</u>
TOTAL STATE STORES FUND	<u>\$2,578,297</u>	<u>\$2,560,298</u>	<u>\$2,641,333</u>	<u>\$2,683,033</u>	<u>\$2,755,733</u>	<u>\$2,830,733</u>	<u>\$2,908,133</u>

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase revenue contributions to the General Fund by maximizing returns.							
Pennsylvania State Liquor Stores	605	603	598	594	586	586	586
Gross sales (in thousands, excluding liquor taxes and sales taxes).....	\$2,055,555	\$2,133,811	\$2,077,840	\$2,237,109	\$2,427,021	\$2,480,811	\$2,553,400
Total contributions from State Stores Fund (in thousands, including liquor taxes, sales taxes, and General Fund transfer)	\$ 712,033	\$ 726,851	\$ 703,530	\$ 774,460	\$ 796,684	\$ 812,100	\$ 867,800
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	66	66	50	82	83	83	83
Alcohol education grant money awarded (in thousands)	\$ 1,154	\$ 1,135	\$ 817	\$ 1,400	\$ 1,388	\$ 1,700	\$ 1,700
Owners/managers receiving Responsible Alcohol Management Program (RAMP) training ..	5,902	6,720	5,933	5,577	6,595	6,925	7,271
Servers/sellers receiving RAMP training.....	78,656	85,391	80,025	70,833	98,851	103,794	108,983
Establishments that are RAMP certified.....	1,589	1,946	1,713	1,824	1,761	1,849	1,942



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 prepares the PNG for combat, performing worldwide combat and combat support operations; provides global reach and the projection of United States military power in support of national objectives; and, at the command of the Governor, provides trained personnel to support state and local authorities in times of natural disaster or civil strife.

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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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GENERAL FUND:

General Government:

General Government Operations	\$ 26,401	\$ 29,567	\$ 32,793
(F)Facilities Maintenance	84,000	89,000	88,039
(F)Federal Construction Grants.....	40,000	79,000	60,000
(F)Spotted Lanternfly (EA)	100	-	-
(F)PA State Opioid Response (EA).....	2,750	1,950	2,000
(A)Rental of Facilities	122	-	-
(A)Utility Reimbursements.....	137	146	146
(A)Housing Fees	78	91	95
(A)Miscellaneous.....	94	102	21
(R)Military Family Relief Assistance.....	17	100	100
Subtotal.....	\$ 153,699	\$ 199,956	\$ 183,194
Keystone State Challenge Academy.....	1,400	1,675	2,171
Burial Detail Honor Guard.....	99	187	187
American Battle Monuments	50	50	50
Armory Maintenance and Repair.....	1,645	2,645	3,145
Special State Duty	35	35	70
Subtotal - State Funds.....	\$ 29,630	\$ 34,159	\$ 38,416
Subtotal - Federal Funds.....	126,850	169,950	150,039
Subtotal - Augmentations.....	431	339	262
Subtotal - Restricted.....	17	100	100
Total - General Government.....	\$ 156,928	\$ 204,548	\$ 188,817

Institutional:

Veterans Homes.....	\$ 110,260	\$ 141,468	\$ 155,423
(F)Operations and Maintenance	53,156	44,929	48,913
(F)COVID-Operations and Maintenance (EA).....	5,482	-	-
(F)Medical Reimbursements	159	142	142
(F)Enhanced Veterans Reimbursement.....	34,791	34,346	38,950
(F)COVID-Enhanced Veterans Reimbursement (EA).....	4,650	2,700	469
(F)COVID-Testing (EA)	-	5,200	-
(F)COVID-Direct Relief Providers (EA).....	213	113	-
(F)COVID-Pandemic Response (EA).....	-	72	-
(A)Aid and Attendance Payments	5,873	6,364	6,693
(A)Residential Fees.....	12,078	13,250	13,878
(A)Estate Collections.....	3,173	2,480	2,505
(A)Insurance and Third-Party Reimbursements.....	21	42	40

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(A)Physical and Occupational Therapy Reimbursements.....	475	469	469
(A)Pharmaceutical Reimbursements	2,233	2,820	2,866
(A)Miscellaneous.....	2	75	75
Subtotal.....	\$ 232,566	\$ 254,470	\$ 270,423
Subtotal - State Funds.....	\$ 110,260	\$ 141,468	\$ 155,423
Subtotal - Federal Funds.....	98,451	87,502	88,474
Subtotal - Augmentations.....	23,855	25,500	26,526
Total - Institutional.....	\$ 232,566	\$ 254,470	\$ 270,423
Grants and Subsidies:			
Education of Veterans Children	\$ 135	\$ 135	\$ 135
Transfer to Educational Assistance Program Fund.....	12,525	13,525	13,525
Blind Veterans Pension.....	222	222	222
Amputee and Paralyzed Veterans Pension	3,878	3,951	3,951
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	3,279	3,756	4,378
Total - Grants and Subsidies.....	\$ 20,644	\$ 22,194	\$ 22,836
STATE FUNDS.....	\$ 160,534	\$ 197,821	\$ 216,675
FEDERAL FUNDS.....	225,301	257,452	238,513
AUGMENTATIONS	24,286	25,839	26,788
RESTRICTED	17	100	100
GENERAL FUND TOTAL.....	\$ 410,138	\$ 481,212	\$ 482,076
<u>OTHER FUNDS:</u>			
EDUCATIONAL ASSISTANCE PROGRAM FUND:			
National Guard Education (EA).....	\$ 3,285 ^a	\$ 2,882 ^a	\$ 3,780 ^a
(R)Military Family Education (EA)	-	-	-
EDUCATIONAL ASSISTANCE PROGRAM FUND TOTAL.....	\$ 3,285	\$ 2,882	\$ 3,780
PENNSYLVANIA VETERANS MONUMENTS AND MEMORIAL TRUST FUND:			
Veterans Memorial (EA).....	\$ 175	\$ 95	\$ 95
STATE TREASURY ARMORY FUND:			
Armory Improvements.....	\$ 559	\$ 812	\$ 450
VETERANS TRUST FUND:			
Grants and Assistance (EA).....	\$ 1,755	\$ 1,755	\$ 1,555

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 160,534	\$ 197,821	\$ 216,675
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	225,301	257,452	238,513
AUGMENTATIONS.....	24,286	25,839	26,788
RESTRICTED.....	17	100	100
OTHER FUNDS.....	5,774	5,544	5,880
TOTAL ALL FUNDS.....	<u>\$ 415,912</u>	<u>\$ 486,756</u>	<u>\$ 487,956</u>

^a The National Guard Education (EA) for 2021-22 is \$11,231,000; 2022-23 Available is \$11,661,000; and 2023-24 Budget is \$11,916,000. The (R)Military Family Education (EA) for 2021-22 Actual is \$4,579,000; 2022-23 Available is \$4,746,000; and 2023-24 Budget is \$5,389,000. 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)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE MILITARY READINESS:							
GENERAL FUND.....	\$ 28,230	\$ 32,484	\$ 36,245	\$ 36,329	\$ 36,485	\$ 36,545	\$ 36,545
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	126,850	169,950	150,039	150,039	150,039	150,039	150,039
AUGMENTATIONS	431	339	262	262	262	262	262
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	734	907	545	461	280	220	220
SUBCATEGORY TOTAL....	\$ 156,245	\$ 203,680	\$ 187,091	\$ 187,091	\$ 187,066	\$ 187,066	\$ 187,066
VETERANS HOMES:							
GENERAL FUND.....	\$ 110,260	\$ 141,468	\$ 155,423	\$ 159,523	\$ 159,523	\$ 159,523	\$ 159,523
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	98,451	87,502	88,474	83,905	83,905	83,905	83,905
AUGMENTATIONS	23,855	25,500	26,526	26,526	26,526	26,526	26,526
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 232,566	\$ 254,470	\$ 270,423	\$ 269,954	\$ 269,954	\$ 269,954	\$ 269,954
COMPENSATION AND ASSISTANCE:							
GENERAL FUND.....	\$ 22,044	\$ 23,869	\$ 25,007	\$ 32,691	\$ 37,514	\$ 41,428	\$ 45,107
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	17	100	100	101	101	101	101
OTHER FUNDS.....	5,040	4,637	5,335	1,575	1,571	1,130	1,130
SUBCATEGORY TOTAL....	\$ 27,101	\$ 28,606	\$ 30,442	\$ 34,367	\$ 39,186	\$ 42,659	\$ 46,338
ALL PROGRAMS:							
GENERAL FUND.....	\$ 160,534	\$ 197,821	\$ 216,675	\$ 228,543	\$ 233,522	\$ 237,496	\$ 241,175
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	225,301	257,452	238,513	233,944	233,944	233,944	233,944
AUGMENTATIONS	24,286	25,839	26,788	26,788	26,788	26,788	26,788
RESTRICTED.....	17	100	100	101	101	101	101
OTHER FUNDS.....	5,774	5,544	5,880	2,036	1,851	1,350	1,350
DEPARTMENT TOTAL	\$ 415,912	\$ 486,756	\$ 487,956	\$ 491,412	\$ 496,206	\$ 499,679	\$ 503,358

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 are evaluated according to established federal inspection and training standards. Primary efforts are directed toward having 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	
\$ 884	—to replace nonrecurring benefits cost reduction.	\$ 35	—for daily allowance increase per Act 38 of 2022.
<u>2,342</u>	—to continue current program.		
\$ 3,226	<i>Appropriation Increase</i>		
Armory Maintenance and Repair			
\$ 500	—to continue current program while ensuring continued solvency in the State Treasury Armory Fund.		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations...	\$ 26,401	\$ 29,567	\$ 32,793	\$ 32,793	\$ 32,793	\$ 32,793	\$ 32,793
Burial Detail Honor Guard.....	99	187	187	187	187	187	187
American Battle Monuments.....	50	50	50	50	50	50	50
Armory Maintenance and Repair ...	1,645	2,645	3,145	3,229	3,385	3,445	3,445
Special State Duty	<u>35</u>	<u>35</u>	<u>70</u>	<u>70</u>	<u>70</u>	<u>70</u>	<u>70</u>
TOTAL GENERAL FUND	<u>\$ 28,230</u>	<u>\$ 32,484</u>	<u>\$ 36,245</u>	<u>\$ 36,329</u>	<u>\$ 36,485</u>	<u>\$ 36,545</u>	<u>\$ 36,545</u>

Program: State Military Readiness, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	14,800	14,204	13,800	14,655	14,655	14,168	14,175
Pennsylvania Army National Guard Assigned	14,890	14,204	13,863	13,670	13,245	13,499	13,816
Percentage of Pennsylvania Army National Guard Current Strength	101%	100%	100%	93%	95%	95%	97%
Department of Defense personnel receiving training at Fort Indiantown Gap	157,692	147,402	114,261	103,066	93,177	99,934	100,000
Non-Department of Defense personnel receiving training at Fort Indiantown Gap	5,802	4,314	7,719	4,058	11,287	7,086	7,000
Maintain the strength and readiness of the Pennsylvania Air National Guard.							
Pennsylvania Air National Guard End Strength Ceiling	4,119	4,133	4,126	4,184	4,190	4,190	4,190
Pennsylvania Air National Guard Assigned ..	4,007	4,115	4,096	4,021	3,951	4,017	4,097
Percentage of the Pennsylvania Air National Guard Current Strength	97%	100%	99%	96%	94%	96%	98%
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..	32%	49%	45%	50%	46%	49%	50%

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 [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 [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 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)

	2021-22	2022-23	2023-24		2021-22	2022-23	2023-24
	Actual	Available	Budget		Actual	Available	Budget
Pennsylvania Soldiers and Sailors Home				Southwestern Veterans Center			
State Funds	\$ 12,462	\$ 13,670	\$ 16,350	State Funds	\$ 15,290	\$ 22,081	\$ 22,237
Federal Funds	8,519	10,455	8,770	Federal Funds	13,234	13,280	14,212
Augmentations	3,524	3,676	3,877	Augmentations	3,699	3,630	3,940
TOTAL	\$ 24,505	\$ 27,801	\$ 28,997	TOTAL	\$ 32,223	\$ 38,991	\$ 40,389
Hollidaysburg Veterans Home				Delaware Valley Veterans Home			
State Funds	\$ 34,669	\$ 38,067	\$ 41,015	State Funds	\$ 8,565	\$ 12,169	\$ 16,594
Federal Funds	17,599	15,654	19,075	Federal Funds	13,146	15,717	14,313
Augmentations	4,936	6,360	5,931	Augmentations	3,288	3,516	3,590
TOTAL	\$ 57,204	\$ 60,081	\$ 66,021	TOTAL	\$ 24,999	\$ 31,402	\$ 34,497
Southeastern Veterans Center				Central Veterans Homes Services			
State Funds	\$ 12,347	\$ 20,678	\$ 20,957	State Funds	\$ 15,616	\$ 19,336	\$ 19,943
Federal Funds	20,337	17,206	17,386	Federal Funds	10,653	-	-
Augmentations	4,962	4,916	5,643	Augmentations	-	-	-
TOTAL	\$ 37,646	\$ 42,800	\$ 43,986	TOTAL	\$ 26,269	\$ 19,336	\$ 19,943
Gino J. Merli Veterans Center							
State Funds	\$ 11,311	\$ 15,467	\$ 18,327				
Federal Funds	14,963	15,190	14,718				
Augmentations	3,446	3,402	3,545				
TOTAL	\$ 29,720	\$ 34,059	\$ 36,590				

Program: Veterans Homes, continued

Veterans Home Populations

	Population July 2021	Population July 2022	Projected Population July 2023	Projected Bed Capacity July 2023	Projected Percent of Capacity July 2023
Veterans Home					
Pennsylvania Soldiers and Sailors Home	134	130	155	207	74.9%
Holidaysburg Veterans Home	228	235	260	424	61.3%
Southeastern Veterans Center	181	190	215	292	73.6%
Gino J. Merli Veterans Center	139	135	150	196	76.5%
Southwestern Veterans Center.....	163	140	170	236	72.0%
Delaware Valley Veterans Home	100	121	150	171	87.7%
Total	945	951	1,100	1,526	72.1%

Program Recommendations:

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

Veterans Homes	
\$ 5,268	—to replace nonrecurring benefits cost reduction.
1,201	—for emergency repairs at veterans homes.
1,300	—to replace federal funding received in 2022-23 for COVID-19 response.
6,186	—to continue current program.
\$ 13,955	<i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Veterans Homes	\$ 110,260	\$ 141,468	\$ 155,423	\$ 159,523	\$ 159,523	\$ 159,523	\$ 159,523

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 Program](#). 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 Military Family Relief Assistance 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 Keystone State ChalleNGe 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		Veterans Outreach Services	
\$ 56	—to replace nonrecurring benefits cost reduction.	\$ 338	—to continue current program.
440	—to continue current program.	284	—to increase outreach resources to assist
\$ 496	<i>Appropriation Increase</i>		veterans in accessing available benefits.
		\$ 622	<i>Appropriation Increase</i>
Civil Air Patrol			
\$ 20	—to continue current program.		

Military and Veterans Affairs

Program: Compensation and Assistance, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
GENERAL FUND:	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Keystone State ChalleNGe Academy	\$ 1,400	\$ 1,675	\$ 2,171	\$ 2,171	\$ 2,171	\$ 2,171	\$ 2,171
Education of Veterans Children	135	135	135	135	135	135	135
Transfer to Educational Assistance Program Fund	12,525	13,525	13,525	21,209	26,032	29,946	33,625
Blind Veterans Pension	222	222	222	222	222	222	222
Amputee and Paralyzed Veterans Pension ..	3,878	3,951	3,951	3,951	3,951	3,951	3,951
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.....	3,279	3,756	4,378	4,378	4,378	4,378	4,378
TOTAL GENERAL FUND	\$ 22,044	\$ 23,869	\$ 25,007	\$ 32,691	\$ 37,514	\$ 41,428	\$ 45,107

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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.							
Number of Burial Honors Program services	2,848	2,731	2,227	3,407	3,424	3,200	3,200
Number of veterans who received benefits in accordance with the Veterans Temporary Assistance (VTA) Program	587	568	488	338	414	435	456
Number of new federal claims for Pennsylvania veterans (compensation and pension claims).....	N/A *	N/A *	N/A *	36,519 *	38,359 *	38,819 *	39,285
Number of new claims filed by participants in the Veterans Service Officer Outreach Grant Program (Act 66 of 2007)	N/A *	N/A *	N/A *	73,284 *	73,156 *	74,034 *	74,922
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	2,277	2,014	1,938	1,880	1,891	2,000	2,000
National Guard personnel receiving Medical and Health Officer incentives	38	36	35	42	35	45	40
Number of veterans assisted through Veterans Trust Fund grants	7,310	10,070	15,384	10,922	10,755	10,500	10,500
Number of new individuals registered through the Veterans Registry - service in Armed Forces	4,231	8,927	8,655	7,320	5,161	5,264	5,370
Number of new individuals registered through the Veterans Registry - no service in Armed Forces	138	266	290	309	267	272	278
Number of recipients in the Military Family Education Program (MFEP).....	N/A	N/A	N/A	196	225	650	1,200

* Measure data has been updated to reflect new reporting methodology.



MILK MARKETING BOARD

The mission of the [Milk Marketing Board \(MMB\)](#) 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)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

OTHER FUNDS:

MILK MARKETING FUND:

General Operations \$ 2,840 \$ 2,840 \$ 2,840

Program Funding Summary

(Dollar Amounts in Thousands)

2021-22 2022-23 2023-24 2024-25 2025-26 2026-27 2027-28
 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	2,840	2,840	2,840	2,840	2,840	2,840
DEPARTMENT TOTAL	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840

Program: Milk Industry Regulation

Goal: To maintain an adequate supply of wholesome fluid milk.

The [Milk Marketing Board \(MMB\)](#) 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 MMB 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. 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 MMB 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)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MILK MARKETING FUND:							
General Operations	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840	\$ 2,840

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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%	99%
Establish a Class 1 over-order premium based upon industry testimony which enhances Pennsylvania producer revenue that also maintains orderly milk marketing in Pennsylvania.							
Public hearings held to consider the level and duration of the Class 1 over-order premium	2	2	2	2	2	2	2
Include current dealer and retail store costs in minimum resale prices.							
General and cost replacement hearings held to determine dealer and retailer costs..	6	6	6	6	6	6	6
Audit milk dealers for compliance with milk sales rules and regulations.							
Audits of milk dealers for compliance with milk sales rules and regulations	956	912	925	948	900	950	950
Ensure all licensed milk dealers purchasing PA producer milk are in compliance with bonding requirements.							
Percent compliance with producer security requirements of the Milk Producers' Security Act	N/A	N/A	N/A	100%	100%	100%	100%



PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM

The mission of the [Public School Employees' Retirement System \(PSERS\)](#) is to serve the members and stakeholders of the system by providing timely and accurate payment of benefits, maintaining a financially sound system, prudently investing the assets of the system, clearly communicating members' and employers' rights and responsibilities, and effectively managing the resources of the system.

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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
OTHER FUNDS:			
PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND:			
Administration.....	\$ 52,294	\$ 55,467	\$ 57,102
Investment Related Expenses.....	31,482	36,219	40,883
(R)Health Insurance Account	699	1,415	1,264
(A)Health Options-Administration Reimbursement	434	-	-
PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND TOTAL	\$ 84,909	\$ 93,101	\$ 99,249
PSERS - DEFINED CONTRIBUTION FUND:			
(R)Administration.....	\$ 955	\$ 949	\$ 1,176
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS.....	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED.....	-	-	-
OTHER FUNDS.....	85,864	94,050	100,425
TOTAL ALL FUNDS	\$ 85,864	\$ 94,050	\$ 100,425

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
PUBLIC SCHOOL EMPLOYEES' RETIREMENT:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	85,864	94,050	100,425	100,425	100,425	100,425	100,425
DEPARTMENT TOTAL	\$ 85,864	\$ 94,050	\$ 100,425	\$ 100,425	\$ 100,425	\$ 100,425	\$ 100,425

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		
\$ 1,189	—to replace nonrecurring benefits cost reduction.	\$ 14	—to replace nonrecurring benefits cost reduction.		
446	—to continue current program.	213	—to continue current program.		
<u>\$ 1,635</u>	<i>Appropriation Increase</i>	<u>\$ 227</u>	<i>Appropriation Increase</i>		
Investment Related Expenses					
\$ 342	—to replace nonrecurring benefits cost reduction.				
4,322	—to continue current program.				
<u>\$ 4,664</u>	<i>Increase</i>				

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND:							
Administration	\$ 52,294	\$ 55,467	\$ 57,102	\$ 57,102	\$ 57,102	\$ 57,102	\$ 57,102
Investment Related Expenses	31,482	36,219	40,883	40,883	40,883	40,883	40,883
TOTAL PUBLIC SCHOOL EMPLOYEES' RETIREMENT FUND	<u>\$ 83,776</u>	<u>\$ 91,686</u>	<u>\$ 97,985</u>	<u>\$ 97,985</u>	<u>\$ 97,985</u>	<u>\$ 97,985</u>	<u>\$ 97,985</u>

Public School Employees' Retirement System

Program: Public School Employees' Retirement, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
PSERS - DEFINED CONTRIBUTION FUND:							
(R)Administration	\$ 955	\$ 949	\$ 1,176	\$ 1,176	\$ 1,176	\$ 1,176	\$ 1,176

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase members' awareness of PSERS benefits.							
Percentage of retiring members attending counseling with PSERS	70%	69%	70%	60%	62%	65%	65%
Provide timely and accurate retirement benefit payments.							
Total number of retired employees (annuitants), beneficiaries, and survivor annuitants.....	233,288	237,339	239,614	242,839	250,124	257,628	265,357
Total Pension and Health Care Premium Assistance benefit payments (in billions)	\$ 6.76	\$ 6.95	\$ 7.07	\$ 7.27	\$ 7.41	\$ 7.48	\$ 7.65



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
(R)General Government Operations	\$ 78,477	\$ 80,091	\$ 82,896
(F)Natural Gas Pipeline Safety.....	3,995	3,995	4,045
(F)Motor Carrier Safety	1,133	1,188	1,493
Subtotal - Federal Funds.....	5,128	5,183	5,538
Subtotal - Restricted.....	78,477	80,091	82,896
Total - General Government.....	\$ 83,605	\$ 85,274	\$ 88,434
FEDERAL FUNDS.....	5,128	5,183	5,538
RESTRICTED.....	78,477	80,091	82,896
GENERAL FUND TOTAL	\$ 83,605	\$ 85,274	\$ 88,434
OTHER FUNDS:			
MARCELLUS LEGACY FUND:			
Transfer to Highway Bridge Improvement (EA)	\$ 21,508	\$ 25,926	\$ 23,501
Transfer to Environmental Stewardship Fund (EA).....	8,603	10,371	9,400
(R)Transfer to Hazardous Sites Cleanup Fund (EA).....	15,000	15,000	15,000
Transfer to Hazardous Sites Cleanup Fund (EA).....	4,302	5,185	4,700
County Rec Planning, Development, and Rehabilitation (EA)	12,905	15,556	14,100
Transfer to Commonwealth Financing Authority-H2O (EA)	10,754	12,963	11,750
Transfer to Commonwealth Financing Authority (EA).....	17,206	20,741	18,800
MARCELLUS LEGACY FUND TOTAL	\$ 90,278	\$ 105,742	\$ 97,251
UNCONVENTIONAL GAS WELL FUND:			
Gas Well Fee Administration (EA).....	\$ 1,000	\$ 1,000	\$ 1,000
Conservation District Grants (EA)	4,430	4,652	4,768
Transfer to Conservation District Fund (EA)	4,430	4,652	4,768
Transfer to Housing Afford and Rehab Enhancement Fund (EA).....	5,830	5,000	5,000
Host Counties (EA).....	44,657	54,201	48,961
Host Municipalities (EA)	45,126	55,706	50,321
Local Municipalities (EA).....	33,434	40,651	36,720
Transfer to Marcellus Legacy Fund (EA)	86,031	103,705	94,001
UNCONVENTIONAL GAS WELL FUND TOTAL.....	\$ 224,938	\$ 269,567	\$ 245,539
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND	-	-	-
FEDERAL FUNDS.....	5,128	5,183	5,538
AUGMENTATIONS	-	-	-
RESTRICTED	78,477	80,091	82,896
OTHER FUNDS	315,216	375,309	342,790
TOTAL ALL FUNDS	\$ 398,821	\$ 460,583	\$ 431,224

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
REGULATION OF PUBLIC UTILITIES:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	5,128	5,183	5,538	5,538	5,538	5,538	5,538
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	78,477	80,091	82,896	82,896	82,896	82,896	82,896
OTHER FUNDS.....	315,216	375,309	342,790	342,781	352,617	326,456	315,129
DEPARTMENT TOTAL	<u>\$ 398,821</u>	<u>\$ 460,583</u>	<u>\$ 431,224</u>	<u>\$ 431,215</u>	<u>\$ 441,051</u>	<u>\$ 414,890</u>	<u>\$ 403,563</u>

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 experiences 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	
\$ 2,471	—to replace nonrecurring benefits cost reduction.
334	—to continue current program.
<u>\$ 2,805</u>	<i>Appropriation Increase</i>

Program: Regulation of Public Utilities, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
(R)General Government Operations...	\$ 78,477	\$ 80,091	\$ 82,896	\$ 82,896	\$ 82,896	\$ 82,896	\$ 82,896

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Maintain safe and reliable utility services at affordable rates for consumers.							
Fixed Utility Audits Conducted - Special.....	373	456	460	448	452	458	474
Fixed Utility Audits Conducted - Management	6	10	14	5	8	7	7
Enforcement/Investigations Audits Conducted - Gas safety	1,150	1,250	1,354	1,723	1,680	2,133	2,350
Transportation Audits Conducted - Rail safety	2,000	2,050	2,053	2,018	2,020	2,025	2,025
Transportation Audits Conducted - Motor safety	8,300	8,500	8,476	7,919	8,300	8,250	8,900



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 assure 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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 142,954	\$ 142,954	\$ 180,114 ^a
(A)Departmental Services	- ^b	- ^b	- ^b
(A)Local Sales Tax Administration Fees	5,952	5,424	5,393
(A)Interagency Services	1,041	940	851
(A)Cigarette Tax Collection	793	868	854
(A)Tax Information.....	710	100	100
(A)Small Games of Chance.....	212	212	212
(A)Miscellaneous.....	23	12	12
(R)Enhanced Revenue Collection Account.....	30,000	30,000	- ^a
Technology and Process Modernization.....	4,750	4,750	22,089
Commissions-Inheritance and Realty Transfer Taxes (EA).....	14,791	15,811	15,500
Subtotal - State Funds.....	\$ 162,495	\$ 163,515	\$ 217,703
Subtotal - Augmentations.....	8,731	7,556	7,422
Subtotal - Restricted.....	30,000	30,000	-
Total - General Government.....	\$ 201,226	\$ 201,071	\$ 225,125
<i>Grants and Subsidies:</i>			
Distribution of Public Utility Realty Tax	\$ 32,209	\$ 33,309	\$ 32,970
STATE FUNDS	\$ 194,704	\$ 196,824	\$ 250,673
AUGMENTATIONS	8,731	7,556	7,422
RESTRICTED	30,000	30,000	-
GENERAL FUND TOTAL	\$ 233,435	\$ 234,380	\$ 258,095
MOTOR LICENSE FUND:			
<i>General Government:</i>			
Collections-Liquid Fuels Taxes	\$ 21,792	\$ 23,125	\$ 23,564
(F)Federal Fuel Tax Evasion Project (EA)	150	250	250
Subtotal - State Funds.....	\$ 21,792	\$ 23,125	\$ 23,564
Subtotal - Federal Funds.....	150	250	250
Total - General Government.....	\$ 21,942	\$ 23,375	\$ 23,814
<i>Refunds:</i>			
Refunding Liquid Fuels Taxes (EA)	\$ 32,000	\$ 35,497	\$ 35,300
STATE FUNDS	\$ 53,792	\$ 58,622	\$ 58,864
FEDERAL FUNDS	\$ 150	\$ 250	\$ 250
MOTOR LICENSE FUND TOTAL.....	\$ 53,942	\$ 58,872	\$ 59,114

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
LOTTERY FUND:			
General Government:			
General Operations (EA)	\$ 70,308	\$ 82,909	\$ 77,665
(A)Licenses, Fees, and Assessments	165	163	163
Lottery Equipment Purchase (EA)	-	46,180	92,359
Lottery Advertising (EA)	51,000	51,000	51,000
(A)Responsible Gambling Advertising Campaign	500	500	500
Property Tax Rent Rebate-General Operations (EA).....	18,952	20,344	21,069
On-Line Vendor Commissions (EA).....	76,692	69,733	68,233
Instant Vendor Commissions (EA).....	55,100	67,487	66,233
iLottery Vendor Commissions (EA)	27,900	29,300	29,300
Payment of Prize Money (EA)	460,293	518,376	451,073
Subtotal - State Funds.....	\$ 760,245	885,329	856,932
Subtotal - Augmentations.....	665	663	663
Total - General Government.....	\$ 760,910	\$ 885,992	\$ 857,595
Grants and Subsidies:			
Property Tax and Rent Assist for Older Pennsylvanians (EA).....	\$ 234,600	\$ 213,800	\$ 207,600
Property Tax Rent Rebate (EA)	-	10,000	-
(F)COVID-SFR Property Tax Rent Rebate	-	140,000	-
Subtotal - State Funds.....	\$ 234,600	\$ 223,800	\$ 207,600
Subtotal - Federal Funds.....	-	140,000	-
Total - Grants and Subsidies.....	\$ 234,600	\$ 363,800	\$ 207,600
STATE FUNDS	\$ 994,845	\$ 1,109,129	\$ 1,064,532
FEDERAL FUNDS	-	140,000	-
AUGMENTATIONS	665	663	663
LOTTERY FUND TOTAL	\$ 995,510	\$ 1,249,792	\$ 1,065,195
OTHER FUNDS:			
FANTASY CONTEST FUND:			
(R)Fantasy Contest Operations.....	\$ 418	\$ 418	\$ 418
PA RACE HORSE DEVELOPMENT TRUST FUND:			
(R)Transfer to State Racing Fund-Drug Testing	\$ 10,066	\$ 10,066	\$ 10,066
(R)Transfer to State Racing Fund-Promotion of Racing (EA).....	1,840	2,080	2,000
PA RACE HORSE DEVELOPMENT TRUST FUND TOTAL.....	\$ 11,906	\$ 12,146	\$ 12,066
PROPERTY TAX RELIEF FUND:			
Transfer to Lottery Fund-Property Tax Rent Rebate (EA)	\$ - ^c	\$ - ^c	\$ - ^c
STATE GAMING FUND:			
(R)General Operations.....	\$ 6,707	\$ 6,848	\$ 6,995
STATE RACING FUND:			
Collections-State Racing Fund.....	\$ 262	\$ 266	\$ 273

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
VIDEO GAMING FUND:			
(R)Video Gaming Operations	\$ 231	\$ 683	\$ 683
(R)Loan Repayment to General Fund	898	-	-
VIDEO GAMING FUND TOTAL	\$ 1,129	\$ 683	\$ 683
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 194,704	\$ 196,824	\$ 250,673
MOTOR LICENSE FUND	53,792	58,622	58,864
LOTTERY FUND	994,845	1,109,129	1,064,532
FEDERAL FUNDS	150	140,250	250
AUGMENTATIONS	9,396	8,219	8,085
RESTRICTED	30,000	30,000	-
OTHER FUNDS	20,422	20,361	20,435
TOTAL ALL FUNDS	\$ 1,303,309	\$ 1,563,405	\$ 1,402,839

^a This budget proposes to appropriate Enhanced Revenue Collection within General Government Operations.

^b Not added to avoid double counting: 2021-22 Actual is \$19,373,989, 2022-23 Available is \$20,544,000, and 2023-24 Budget is \$20,359,000.

^c Not added to avoid double counting with the Property Tax and Rent Assistance for Older Pennsylvanians in the Lottery Fund: 2021-22 Actual is \$114,200,000, 2022-23 Available is \$88,800,000, and 2023-24 Budget is \$87,200,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
REVENUE COLLECTION AND ADMINISTRATION:							
GENERAL FUND.....	\$ 162,495	\$ 163,515	\$ 217,703	\$ 206,577	\$ 206,577	\$ 206,577	\$ 206,577
MOTOR LICENSE FUND ...	53,792	58,622	58,864	58,864	58,864	58,864	58,864
LOTTERY FUND	760,245	885,329	856,932	798,453	833,848	860,719	885,471
FEDERAL FUNDS.....	150	250	250	250	250	250	250
AUGMENTATIONS	9,396	8,219	8,085	8,085	8,085	8,085	8,085
RESTRICTED.....	30,000	30,000	-	-	-	-	-
OTHER FUNDS.....	20,422	20,361	20,435	20,379	20,345	20,320	20,300
SUBCATEGORY TOTAL....	\$ 1,036,500	\$ 1,166,296	\$ 1,162,269	\$ 1,092,608	\$ 1,127,969	\$ 1,154,815	\$ 1,179,547
COMMUNITY DEVELOPMENT AND PRESERVATION:							
GENERAL FUND.....	\$ 32,209	\$ 33,309	\$ 32,970	\$ 33,794	\$ 34,639	\$ 35,505	\$ 36,393
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 32,209	\$ 33,309	\$ 32,970	\$ 33,794	\$ 34,639	\$ 35,505	\$ 36,393
HOMEOWNERS AND RENTERS ASSISTANCE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	234,600	223,800	207,600	337,800	345,900	353,600	362,700
FEDERAL FUNDS.....	-	140,000	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
SUBCATEGORY TOTAL....	\$ 234,600	\$ 363,800	\$ 207,600	\$ 337,800	\$ 345,900	\$ 353,600	\$ 362,700
ALL PROGRAMS:							
GENERAL FUND.....	\$ 194,704	\$ 196,824	\$ 250,673	\$ 240,371	\$ 241,216	\$ 242,082	\$ 242,970
MOTOR LICENSE FUND ...	53,792	58,622	58,864	58,864	58,864	58,864	58,864
LOTTERY FUND	994,845	1,109,129	1,064,532	1,136,253	1,179,748	1,214,319	1,248,171
FEDERAL FUNDS.....	150	140,250	250	250	250	250	250
AUGMENTATIONS	9,396	8,219	8,085	8,085	8,085	8,085	8,085
RESTRICTED.....	30,000	30,000	-	-	-	-	-
OTHER FUNDS.....	20,422	20,361	20,435	20,379	20,345	20,320	20,300
DEPARTMENT TOTAL	\$ 1,303,309	\$ 1,563,405	\$ 1,402,839	\$ 1,464,202	\$ 1,508,508	\$ 1,543,920	\$ 1,578,640

Program: Revenue Collection and Administration

Goal: To assure the availability of resources for the Commonwealth's programs through the equitable and efficient administration of Pennsylvania's revenue system.

The [Department of Revenue](#) 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 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 portal system that taxpayers can use to file their tax returns, [pay personal income tax](#), liquid fuels tax, fuels tax, and apply for a property tax/rent rebate. All business taxes, such as sales tax, employer withholding tax, and corporation tax, have also been integrated into myPATH. Revenue collection efforts are being enhanced to improve violation enforcement and improve business practices. To ensure fairness in tax administration, the Department of Revenue 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		General Operations (EA)	
\$ 5,852	—to replace nonrecurring benefits cost reduction.	\$ (10,000)	—nonrecurring equipment purchase for new retailer pilot.
1,308	—to continue current program.	1,318	—to replace nonrecurring benefits cost reduction.
30,000	—for the costs associated with expanded tax return reviews and tax collection activities.	<u>3,438</u>	—to continue current program.
		\$ (5,244)	<i>Executive Authorization Decrease</i>
<u>\$ 37,160</u>	<i>Appropriation Increase</i>		
Technology and Process Modernization		Lottery Equipment Purchase (EA)	
\$ 17,339	—to complete system upgrades.	\$ 46,179	—to continue to replace outdated equipment and increase points of distribution.
Commissions-Inheritance and Realty Transfer Taxes (EA)		Property Tax Rent Rebate-General Operations (EA)	
\$ (311)	—based on current estimates.	\$ 347	—to replace nonrecurring benefits cost reduction.
		<u>378</u>	—to continue current program.
		\$ 725	<i>Executive Authorization Increase</i>
MOTOR LICENSE FUND:		On-Line Vendor Commissions (EA)	
Collections-Liquid Fuels Taxes		—based on the latest projection of program requirements.	
\$ 352	—to replace nonrecurring benefits cost reduction.		
<u>87</u>	—to continue current program.	\$ (1,500)	
<u>\$ 439</u>	<i>Appropriation Increase</i>		
Refunding Liquid Fuels Taxes (EA)		Instant Vendor Commissions (EA)	
\$ (197)	—based on current estimates.	\$ (1,254)	—based on the latest projection of program requirements.
		\$ (67,303)	Payment of Prize Money (EA)
			—based on the latest projection of program requirements.

Program: Revenue Collection and Administration, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations.....	\$ 142,954	\$ 142,954	\$ 180,114	\$ 191,077	\$ 191,077	\$ 191,077	\$ 191,077
Technology and Process Modernization..	4,750	4,750	22,089	-	-	-	-
Commissions-Inheritance and Realty Transfer Taxes (EA)	14,791	15,811	15,500	15,500	15,500	15,500	15,500
TOTAL GENERAL FUND	\$ 162,495	\$ 163,515	\$ 217,703	\$ 206,577	\$ 206,577	\$ 206,577	\$ 206,577
MOTOR LICENSE FUND:							
Collections-Liquid Fuels Taxes.....	\$ 21,792	\$ 23,125	\$ 23,564	\$ 23,564	\$ 23,564	\$ 23,564	\$ 23,564
Refunding Liquid Fuels Taxes (EA)	32,000	35,497	35,300	35,300	35,300	35,300	35,300
TOTAL MOTOR LICENSE FUND	\$ 53,792	\$ 58,622	\$ 58,864	\$ 58,864	\$ 58,864	\$ 58,864	\$ 58,864
LOTTERY FUND:							
General Operations (EA)	\$ 70,308	\$ 82,909	\$ 77,665	\$ 77,665	\$ 77,665	\$ 77,665	\$ 77,665
Lottery Equipment Purchase (EA)	-	46,180	92,359	-	-	-	-
Lottery Advertising (EA)	51,000	51,000	51,000	51,000	51,000	51,000	51,000
Property Tax Rent Rebate-General Operations (EA)	18,952	20,344	21,069	21,069	21,069	21,069	21,069
On-Line Vendor Commissions (EA).....	76,692	69,733	68,233	72,160	76,118	79,072	81,769
Instant Vendor Commissions (EA).....	55,100	67,487	66,233	69,885	73,718	76,579	79,192
iLottery Vendor Commissions (EA).....	27,900	29,300	29,300	30,727	32,225	33,797	35,447
Payment of Prize Money (EA)	460,293	518,376	451,073	475,947	502,053	521,537	539,329
TOTAL LOTTERY FUND.....	\$ 760,245	\$ 885,329	\$ 856,932	\$ 798,453	\$ 833,848	\$ 860,719	\$ 885,471

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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)	11.48	18.04	9.08	8.35	13.47	13.00	12.00
Continually improve business processes and technology.							
Percentage of returns filed electronically	N/A	85%	87%	87%	93%	94%	95%
Continually improve public confidence.							
Percentage of refunds paid by the required timeframe.....	91%	95%	95%	89%	91%	95%	95%
Continually improve Lottery sales and net profits.							
Net Lottery profits (in billions)	\$ 1.089	\$ 1.160	\$ 1.071	\$ 1.238	\$ 1.112	\$ 1.100	\$ 1.051

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

\$ (339) —reflects estimated tax assessments.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Distribution of Public Utility Realty Tax.....	\$ 32,209	\$ 33,309	\$ 32,970	\$ 33,794	\$ 34,639	\$ 35,505	\$ 36,393

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 citizens 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. Currently, homeowners with household incomes of \$35,000 or less qualify for rebates of \$250 to \$650, homeowners with household incomes under \$30,000 may receive a maximum rebate of \$975, and renters with household incomes of \$15,000 or less qualify for rebates of \$500 to \$650.

This budget proposes a program expansion beginning in 2024-25 that will enable homeowners and renters with household incomes of \$45,000 or less to qualify for rebates of \$380 to \$1,000.

Program Recommendations:

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

<p>Property Tax and Rent Assist for Older Pennsylvanians (EA)</p> <p>\$ (6,200) —based on current estimates for participation.</p>	<p>Property Tax Rent Rebate (EA)</p> <p>\$ (10,000) —nonrecurring program.</p>
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Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
LOTTERY FUND:							
Property Tax and Rent Assist for Older Pennsylvanians (EA).....	\$ 234,600	\$ 213,800	\$ 207,600	\$ 337,800 *	\$ 345,900 *	\$ 353,600 *	\$ 362,700 *
Property Tax Rent Rebate (EA).....	-	10,000	-	-	-	-	-
TOTAL LOTTERY FUND.....	\$ 234,600	\$ 223,800	\$ 207,600	\$ 337,800	\$ 345,900	\$ 353,600	\$ 362,700

* This budget proposes a program expansion which increases the income cap and rebates for homeowners and renters.

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Continually improve business processes and technology.							
Property Tax/Rent Rebate claims sent to Treasury with a July 1 payment date.....	89% ^a	88% ^{a,b}	94% ^{a,b}	96% ^b	65% ^c	95%	95%

^a This measure was previously reported as "Property Tax/Rent Rebate Claims Paid by July 1 (For Applications Received by June 1)", these years correspond to this standard.

^b Actual year measure data has been corrected.

^c 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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 5,795	\$ 6,085	\$ 11,358
(F)Federal Election Reform.....	18,122	11,934	11,110
(F)Occupational Licensing Assessment (EA)	77	-	-
(A)Election Non-Federal Grant Awards	192	-	-
(A)Departmental Services	- *	- *	- *
(R)Professional and Occupational Affairs.....	55,325	63,953	74,085
(R)State Board of Medicine.....	8,849	9,398	11,163
(R)State Board of Osteopathic Medicine	2,490	2,651	3,176
(R)State Board of Podiatry	393	410	439
(R)State Athletic Commission	868	868	900
(R)Bureau of Corporations and Charitable Organizations (EA).....	12,434	9,235	9,364
Subtotal	<u>\$ 104,545</u>	<u>\$ 104,534</u>	<u>\$ 121,595</u>
Statewide Uniform Registry of Electors.....	11,791	11,791	11,791
Voter Registration and Education	462	502	545
Lobbying Disclosure.....	285	714	561
(R)Lobbying Disclosure.....	516	538	538
Subtotal	<u>\$ 801</u>	<u>\$ 1,252</u>	<u>\$ 1,099</u>
Publishing Constitutional Amendments (EA).....	4,500	4,500	1,300
Publishing Federal Reapportionment Maps	400	-	-
Publishing State Reapportionment Maps	2,500	-	-
Subtotal - State Funds.....	\$ 25,733	\$ 23,592	\$ 25,555
Subtotal - Federal Funds.....	18,199	11,934	11,110
Subtotal - Restricted.....	80,875	87,053	99,665
Total - General Government.....	<u>\$ 124,807</u>	<u>\$ 122,579</u>	<u>\$ 136,330</u>
<i>Grants and Subsidies:</i>			
Voting of Citizens in Military Service	\$ 20	\$ 20	\$ 20
County Election Expenses (EA)	2,400	400	400
Election Code Debt Service	9,275	9,264	9,256
Total - Grants and Subsidies	<u>\$ 11,695</u>	<u>\$ 9,684</u>	<u>\$ 9,676</u>
STATE FUNDS	\$ 37,428	\$ 33,276	\$ 35,231
FEDERAL FUNDS	18,199	11,934	11,110
RESTRICTED	80,875	87,053	99,665
GENERAL FUND TOTAL.....	<u>\$ 136,502</u>	<u>\$ 132,263</u>	<u>\$ 146,006</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
OTHER FUNDS:			
REAL ESTATE RECOVERY FUND:			
Real Estate Recovery Payments (EA).....	\$ 150	\$ 150	\$ 150
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 37,428	\$ 33,276	\$ 35,231
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS	18,199	11,934	11,110
AUGMENTATIONS.....	192	-	-
RESTRICTED	80,875	87,053	99,665
OTHER FUNDS	150	150	150
TOTAL ALL FUNDS	\$ 136,844	\$ 132,413	\$ 146,156

* Not added to avoid double counting: 2021-22 Actual is \$5,282,000, 2022-23 Available is \$5,897,000, and 2023-24 Budget is \$6,702,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
CONSUMER PROTECTION:							
GENERAL FUND.....	\$ 37,428	\$ 33,276	\$ 35,231	\$ 32,822	\$ 32,807	\$ 32,801	\$ 32,794
MOTOR LICENSE FUND....	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS	18,199	11,934	11,110	11,110	11,110	11,110	11,110
AUGMENTATIONS.....	192	-	-	-	-	-	-
RESTRICTED.....	80,875	87,053	99,665	99,665	99,665	99,665	99,665
OTHER FUNDS	150	150	150	150	150	150	150
DEPARTMENT TOTAL.....	<u>\$ 136,844</u>	<u>\$ 132,413</u>	<u>\$ 146,156</u>	<u>\$ 143,747</u>	<u>\$ 143,732</u>	<u>\$ 143,726</u>	<u>\$ 143,719</u>

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 Absentee 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. All counties transitioned to a new voting system prior to the 2020 Primary Election.

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 supports counties in their 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 citizens 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
\$ 200	—to replace nonrecurring benefits cost reduction.
3,323	—to continue current program.
<u>1,750</u>	—for notaries application system.
\$ 5,273	<i>Appropriation Increase</i>
	Voter Registration and Education
\$ 16	—to replace nonrecurring benefits cost reduction.
<u>27</u>	—to continue current program.
\$ 43	<i>Appropriation Increase</i>
	Lobbying Disclosure
\$ 12	—to replace nonrecurring benefits cost reduction.
235	—to continue current program.
<u>(400)</u>	—nonrecurring costs for disclosure system.
\$ (153)	<i>Appropriation Decrease</i>
	Publishing Constitutional Amendments (EA)
\$ (3,200)	—nonrecurring costs associated with advertising and publishing proposed Constitutional Amendments.
	Election Code Debt Service
\$ (8)	—the net effect on principal and interest requirements and other costs relating to debt service.

This budget also recommends the following changes in appropriations and executive authorizations from restricted accounts:

	Professional and Occupational Affairs
\$ 132	—to continue current program.
<u>10,000</u>	—for professional licensure system.
\$ 10,132	<i>Appropriation Increase</i>
	State Board of Medicine
\$ 314	—to continue current program.
<u>1,451</u>	—for professional licensure system.
\$ 1,765	<i>Appropriation Increase</i>
	State Board of Osteopathic Medicine
\$ 276	—to continue current program.
<u>249</u>	—for professional licensure system.
\$ 525	<i>Appropriation Increase</i>
	State Board of Podiatry
\$ 29	—to continue current program.
	State Athletic Commission
\$ 32	—to continue current program.
	Bureau of Corporations and Charitable Organizations (EA)
\$ 129	—to continue current program.

Program: Consumer Protection, continued

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 5,795	\$ 6,085	\$ 11,358	\$ 9,608	\$ 9,608	\$ 9,608	\$ 9,608
Statewide Uniform Registry of Electors	11,791	11,791	11,791	11,131	11,131	11,131	11,131
Voter Registration and Education	462	502	545	545	545	545	545
Lobbying Disclosure	285	714	561	561	561	561	561
Publishing Constitutional Amendments (EA)	4,500	4,500	1,300	1,300	1,300	1,300	1,300
Electoral College	-	-	-	10	-	-	-
Publishing Federal Reapportionment Maps	400	-	-	-	-	-	-
Publishing State Reapportionment Maps	2,500	-	-	-	-	-	-
Voting of Citizens in Military Service	20	20	20	20	20	20	20
County Election Expenses (EA)	2,400	400	400	400	400	400	400
Election Code Debt Service	9,275	9,264	9,256	9,247	9,242	9,236	9,229
TOTAL GENERAL FUND	\$ 37,428	\$ 33,276	\$ 35,231	\$ 32,822	\$ 32,807	\$ 32,801	\$ 32,794

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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	31%	56%	60%	72%	64%	66%	70%
Percentage of absentee ballot applications submitted by calendar year through the online process versus paper submission	N/A	N/A	68%	45%	54%	56%	62%
Strengthen public safety by increasing compliance in inspections for licensed facilities.							
Number of inspections and investigations completed	28,270	28,968	22,948	29,650	35,258	35,200	35,200
Modernizing the Charities Registration System allows for an online presence to file transactions.							
Percentage of charities filings online	N/A	N/A	10%	26%	26%	50%	70%
Regulate all State Athletic Commission sports in a safe and orderly manner by professionally licensing athletes and ensuring rules and regulations are followed at all wrestling, boxing, and mixed martial arts events.							
Number of wrestling, professional and amateur boxing, kickboxing, and mixed martial arts events	477	552	560	148 *	360	380	380

* Decrease due to COVID-19 pandemic.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
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OTHER FUNDS:

STATE EMPLOYEES' RETIREMENT FUND:

Administration.....	\$ 33,069	\$ 34,048	\$ 35,708
Investment Related Expenses.....	7,188	11,630	11,978

STATE EMPLOYEES' RETIREMENT FUND TOTAL.....	\$ 40,257	\$ 45,678	\$ 47,686
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SERS - DEFINED CONTRIBUTION FUND:

(R)Administration.....	\$ 4,398	\$ 4,431	\$ 5,311
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DEPARTMENT TOTAL - ALL FUNDS

GENERAL FUND.....	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	-	-	-
AUGMENTATIONS.....	-	-	-
RESTRICTED.....	-	-	-
OTHER FUNDS.....	44,655	50,109	52,997
TOTAL ALL FUNDS.....	\$ 44,655	\$ 50,109	\$ 52,997

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
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STATE EMPLOYEES' RETIREMENT:

GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND.....	-	-	-	-	-	-	-
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS.....	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	44,655	50,109	52,997	52,997	52,997	52,997	52,997
DEPARTMENT TOTAL.....	\$ 44,655	\$ 50,109	\$ 52,997	\$ 52,997	\$ 52,997	\$ 52,997	\$ 52,997

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. Normal retirement for most employees is age 60 or at any age with 35 years of service.

[Act 5 of 2017](#) changed the benefit structure for new employees beginning January 1, 2019. New employees can choose one of three new 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	
\$	821	\$	89
	—to replace nonrecurring benefits cost reduction.		—to replace nonrecurring benefits cost reduction.
	<u>839</u>		<u>791</u>
	—to continue current program.		—to continue current program.
\$	1,660	\$	880
	<i>Appropriation Increase</i>		<i>Appropriation Increase</i>
Investment Related Expenses			
\$	126		
	—to replace nonrecurring benefits cost reduction.		
	<u>222</u>		
	—to continue current program.		
\$	348		
	<i>Increase</i>		

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
STATE EMPLOYEES' RETIREMENT FUND:							
Administration	\$ 33,069	\$ 34,048	\$ 35,708	\$ 35,708	\$ 35,708	\$ 35,708	\$ 35,708
Investment Related Expenses	<u>7,188</u>	<u>11,630</u>	<u>11,978</u>	<u>11,978</u>	<u>11,978</u>	<u>11,978</u>	<u>11,978</u>
TOTAL STATE EMPLOYEES' RETIREMENT FUND	<u>\$ 40,257</u>	<u>\$ 45,678</u>	<u>\$ 47,686</u>	<u>\$ 47,686</u>	<u>\$ 47,686</u>	<u>\$ 47,686</u>	<u>\$ 47,686</u>
SERS - DEFINED CONTRIBUTION FUND:							
(R)Administration	<u>\$ 4,398</u>	<u>\$ 4,431</u>	<u>\$ 5,311</u>	<u>\$ 5,311</u>	<u>\$ 5,311</u>	<u>\$ 5,311</u>	<u>\$ 5,311</u>

State Employees' Retirement System

Program: State Employees' Retirement, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Provide adequate retirement counseling sessions to members as requested.							
Number of retirement counseling sessions.....	5,200	5,900	5,100	5,300	4,625	5,500	5,000
Number of members and participants attending Lunch and Learn programs.	N/A	N/A	N/A	2,800	5,163	6,000	5,200
Maintain a record of the total number of retired employees.							
Total number of retired employees and beneficiaries.....	127,340	129,470	131,570	135,000	138,000	140,500	142,000
Maintain a record of total benefit payments.							
Total benefit payments (in billions)	\$ 3.35	\$ 3.45	\$ 3.57	\$ 3.59	\$ 3.85	\$ 3.86	\$ 4.00



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
General Government Operations	\$ 614,827	\$ 720,208	\$ -
(F)Area Computer Crime	12,095	11,415	-
(F)Homeland Security Grants (EA)	4,965	5,000	-
(F)Law Enforcement Preparedness (EA)	7,450	7,450	-
(F)Law Enforcement Projects (EA).....	8,778	10,515	-
(F)PA State Opioid Response (EA).....	2,000	2,063	-
(A)Turnpike Police Coverage	57,832	62,000	-
(A)Delaware River Toll Bridge Police Coverage	3,144	2,800	-
(A)Construction Zone Patrolling	6,234	4,200	-
(A)Criminal History Record Checks.....	33,492	31,000	-
(A)Fingerprint Record Checks	1,933	2,050	-
(A)Reimbursement for Services	3,956	2,500	-
(A)Superload Reimbursements	779	900	-
(A)Miscellaneous.....	1,674	2,500	-
(R)Federal Property Forfeiture	1,132	2,925	-
(R)State Drug Act Forfeiture.....	1,450	3,000	-
(R)State Drug Act Forfeiture - Municipalities.....	-	55	-
(R)State Criminal Enforcement Forfeiture	-	65	-
(R)Crime Lab User Fees	1,590	1,100	-
(R)Auto Theft and Insurance Fraud Investigation	2,896	2,650	-
(R)Vehicle Code Fines	-	1,100	-
Subtotal.....	<u>\$ 766,227</u>	<u>\$ 875,496</u>	<u>\$ -</u>
(F)Office of Homeland Security (EA).....	2,021	2,311	-
Statewide Public Safety Radio System.....	6,992	7,043	-
(F)Broadband Network Planning	4,050	4,050	-
(R)Radio Systems Development Project.....	1,025	2,000	-
(R)Tower Management	293	800	-
(R)Broadband Middle Mile.....	-	5	-
Subtotal.....	<u>\$ 12,360</u>	<u>\$ 13,898</u>	<u>\$ -</u>
Law Enforcement Information Technology	6,899	6,899	-
Municipal Police Training	1,708	1,708	-
(A)Pre-Employment Testing	42	50	-
(A)Retired Law Enforcement Identification.....	120	5	-
Subtotal.....	<u>\$ 1,870</u>	<u>\$ 1,763</u>	<u>\$ -</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Automated Fingerprint Identification System	885	885	-
Gun Checks	4,400	5,970	-
(R)Firearm Records Check	201	4,800	-
(R)Firearms License Validation System.....	-	500	-
Subtotal.....	\$ 4,601	\$ 11,270	\$ -
STATE FUNDS	\$ 635,711	\$ 742,713	\$ -
FEDERAL FUNDS	41,359	42,804	-
AUGMENTATIONS	109,206	108,005	-
RESTRICTED	8,587	19,000	-
GENERAL FUND TOTAL	\$ 794,863	\$ 912,522	\$ -
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
Transfer to Public Safety and Protection Fund	\$ -	\$ -	\$ 400,000
General Government Operations	426,191	424,285	-
Statewide Public Safety Radio System	20,977	21,130	-
Law Enforcement Information Technology	20,697	20,697	-
Municipal Police Training	1,708	1,708	-
Patrol Vehicles	12,000	13,000	-
(R)Vehicle Sales and Purchases.....	376	1,500	-
Subtotal.....	\$ 481,949	\$ 482,320	\$ 400,000
Commercial Vehicle Inspections	13,427	14,180	-
(F)Motor Carrier Safety	8,335	8,243	-
(F)IIJA-Motor Carrier Safety	-	8,100	-
(A)Sale of Vehicles	145	35	-
(A)Waste Transportation Safety Enforcement	751	750	-
Subtotal.....	\$ 22,658	\$ 31,308	\$ -
Subtotal - State Funds.....	\$ 495,000	\$ 495,000	\$ 400,000
Subtotal - Federal Funds.....	8,335	16,343	-
Subtotal - Augmentations.....	896	785	-
Subtotal - Restricted.....	376	1,500	-
Total - General Government.....	\$ 504,607	\$ 513,628	\$ 400,000
<i>Grants and Subsidies:</i>			
Municipal Police Training Grants	\$ 5,000	\$ 5,000	\$ -
STATE FUNDS	\$ 500,000	\$ 500,000	\$ 400,000
FEDERAL FUNDS	8,335	16,343	-
AUGMENTATIONS	896	785	-
RESTRICTED	376	1,500	-
MOTOR LICENSE FUND TOTAL	\$ 509,607	\$ 518,628	\$ 400,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

OTHER FUNDS:

PUBLIC SAFETY AND PROTECTION FUND:

Pennsylvania State Police Operations	\$	-	\$	-	\$	1,089,808 ^a
(F)Area Computer Crime	-	-	-	-	-	12,700
(F)Broadband Network Planning	-	-	-	-	-	4,050
(F)Motor Carrier Safety	-	-	-	-	-	8,323
(F)IIJA-Motor Carrier Safety	-	-	-	-	-	8,500
(F)Law Enforcement Preparedness (EA)	-	-	-	-	-	7,500
(F)Law Enforcement Projects (EA)	-	-	-	-	-	4,300
(F)Homeland Security Grants (EA)	-	-	-	-	-	4,470
(F)PA State Opioid Response (EA)	-	-	-	-	-	2,250
(F)Office of Homeland Security (EA)	-	-	-	-	-	2,412
(R)Federal Property Forfeiture	-	-	-	-	-	2,925
(R)State Drug Act Forfeiture	-	-	-	-	-	3,000
(R)State Drug Act Forfeiture-Municipalities	-	-	-	-	-	55
(R)State Criminal Enforcement Forfeiture	-	-	-	-	-	65
(R)Radio Systems Development Project	-	-	-	-	-	2,000
(R)Tower Management	-	-	-	-	-	800
(R)Broadband Middle Mile	-	-	-	-	-	5
(R)Crime Lab User Fees	-	-	-	-	-	1,100
(R)Auto Theft and Insurance Fraud Investigation	-	-	-	-	-	2,650
(R)Vehicle Code Fines	-	-	-	-	-	1,100
(R)Vehicle Sales and Purchases	-	-	-	-	-	1,500
(R)Firearm Records Check	-	-	-	-	-	4,000
(R)Firearms License Validation System	-	-	-	-	-	500
PUBLIC SAFETY AND PROTECTION FUND TOTAL	\$	-	\$	-	\$	1,164,013

DNA DETECTION FUND:

DNA Detection of Offenders (EA)	\$	5,152	\$	5,152	\$	-
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STATE GAMING FUND:

(R)Gaming Enforcement	\$	30,033	\$	35,665	\$	36,696
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STATE STORES FUND:

Liquor Control Enforcement	\$	33,196	\$	35,398	\$	-
(A)Enforcement Reimbursement	-	-	-	25	-	-
(A)Sale of Vehicles	-	59	-	50	-	-
STATE STORES FUND TOTAL	\$	33,255	\$	35,473	\$	-

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND.....	\$ 635,711	\$ 742,713	\$ -
MOTOR LICENSE FUND.....	500,000	500,000	400,000
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS.....	49,694	59,147	-
AUGMENTATIONS.....	110,102	108,790	-
RESTRICTED.....	8,963	20,500	-
OTHER FUNDS.....	68,440	76,290	1,200,709
TOTAL ALL FUNDS.....	\$ 1,372,910	\$ 1,507,440	\$ 1,600,709

^a Motor License Fund Transfer to Public Safety and Protection Fund not added to the total to avoid double counting. Pennsylvania State Police Operations 2023-24 Budget is \$1,489,808,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
PUBLIC PROTECTION AND LAW ENFORCEMENT:							
GENERAL FUND.....	\$ 635,711	\$ 742,713	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND...	500,000	500,000	400,000	300,000	200,000	100,000	-
LOTTERY FUND.....	-	-	-	-	-	-	-
FEDERAL FUNDS.....	49,694	59,147	-	-	-	-	-
AUGMENTATIONS.....	110,102	108,790	-	-	-	-	-
RESTRICTED.....	8,963	20,500	-	-	-	-	-
OTHER FUNDS.....	68,440	76,290	1,200,709	1,292,130	1,392,130	1,490,863	1,580,563
DEPARTMENT TOTAL.....	\$ 1,372,910	\$ 1,507,440	\$ 1,600,709	\$ 1,592,130	\$ 1,592,130	\$ 1,590,863	\$ 1,580,563

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, 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 and the Commonwealth's "[Alert-PA](#)" website 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 citizen 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 are 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)

This budget proposes to redirect General Fund and Motor License Fund appropriations to the Public Safety and Protection Fund.

PUBLIC SAFETY AND PROTECTION FUND:

Pennsylvania State Police Operations

\$ 1,351,503	—transfer of personnel and operating costs from the General Fund and Motor License Fund.
35,473	—transfer of personnel and operating costs from the State Stores Fund.
5,152	—transfer of personnel and operating costs from the DNA Detection Fund.
8,673	—to replace nonrecurring benefits cost reduction.
52,179	—to continue current program.
4,600	—to maintain appropriate replacement cycle of current aircraft fleet.
2,827	—to replace radio systems in fleet vehicles that have reached end of life cycle.
16,401	—Initiative—for cadet class schedule, including 4 new classes beginning in 2023-24, to train 384 new trooper cadets.
13,000	—Initiative—to reduce the average mileage of fleet vehicles and maintain appropriate replacement cycle.
<hr/>	
\$ 1,489,808	<i>Appropriation Increase</i>

This budget proposes to decrease overall Pennsylvania State Police budget reliance on the Motor License Fund to \$400,000,000 in 2023-24 to assure state match requirements for federal transportation infrastructure funding. Additionally, this budget proposes to further reduce the reliance on the Motor License Fund by \$100,000,000 annually until the support is eliminated in 2027-28.

For additional information, please see the Ensuring Access to Effective Emergency Services and Public Safety Resources theme in the Overview and Summaries Section.

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
General Government Operations	\$ 614,827	\$ 720,208	\$ -	\$ -	\$ -	\$ -	\$ -
Statewide Public Safety Radio System	6,992	7,043	-	-	-	-	-
Law Enforcement Information Technology .	6,899	6,899	-	-	-	-	-
Municipal Police Training	1,708	1,708	-	-	-	-	-
Automated Fingerprint Identification System.....	885	885	-	-	-	-	-

Program: Public Protection and Law Enforcement, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Gun Checks	4,400	5,970	-	-	-	-	-
TOTAL GENERAL FUND	\$ 635,711	\$ 742,713	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND:							
Transfer to Public Safety and Protection Fund	\$ -	\$ -	\$ 400,000	\$ 300,000	\$ 200,000	\$ 100,000	\$ -
General Government Operations	426,191	424,285	-	-	-	-	-
Statewide Public Safety Radio System	20,977	21,130	-	-	-	-	-
Law Enforcement Information Technology	20,697	20,697	-	-	-	-	-
Municipal Police Training	1,708	1,708	-	-	-	-	-
Patrol Vehicles	12,000	13,000	-	-	-	-	-
Commercial Vehicle Inspections	13,427	14,180	-	-	-	-	-
Municipal Police Training Grants	5,000	5,000	-	-	-	-	-
TOTAL MOTOR LICENSE FUND	\$ 500,000	\$ 500,000	\$ 400,000	\$ 300,000	\$ 200,000	\$ 100,000	\$ -
PUBLIC SAFETY AND PROTECTION FUND:							
Pennsylvania State Police Operations	\$ -	\$ -	\$ 1,489,808	\$ 1,481,229	\$ 1,481,229	\$ 1,479,962	\$ 1,479,962

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Reduce motor vehicle crashes.							
Number of motor vehicle crashes	83,722	82,617	70,457	71,221	75,366	74,100	72,900
Reduce fatal motor vehicle crashes.							
Number of fatal motor vehicle crashes	546	533	452	544	550	540	530
Reduce DUI-related crashes.							
DUI-related crashes	5,051	4,848	4,658	4,742	4,666	4,600	4,500
Reduce violent crime.							
Number of violent crimes per 100,000 population	122	129	128	114	95	94	92
Arrests for violent crimes per 100,000 population	101	89	90	68	52	53	54
Percentage of violent crimes cleared (i.e., cases solved and prosecuted or disposed of through other legal means)	73%	71%	72%	70%	73%	75%	78%

Program: Public Protection and Law Enforcement, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Reduce property crime.							
Number of property crimes per 100,000 population	773	709	646	546	570	560	550
Arrests for property crimes per 100,000 population	245	222	213	151	175	178	181
Percentage of property crimes cleared (i.e., cases solved and prosecuted or disposed of through other legal means).....	34%	35%	36%	31%	35%	36%	37%
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	895	838	773	660	666	650	640
Arrests for Crime Index offenses per 100,000 population	347	311	303	219	227	230	240
Percentage of Crime Index offenses cleared (i.e., cases solved and prosecuted or disposed of through other legal means)	39%	41%	42%	38%	40%	41%	43%
Increase drug enforcement efforts.							
Drug offenses per 100,000 population.....	366	425	427	480	333	330	320
Drug-related arrests per 100,000 population ..	317	381	393	432	292	300	300
Increase compliance with liquor laws at licensed establishments.							
Liquor law violations	11,043	14,438	11,248	14,085	9,905	9,700	9,600
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.....	1,156	1,206	1,156	1,207	1,268	1,290	1,310
Intelligence products disseminated by the Pennsylvania Criminal Intelligence Center and the Western Pennsylvania All-Hazards Fusion Center	57,563	57,102	56,743	68,084	61,761	62,800	63,800
Ensure the rapid collection and appropriate dissemination of accurate information on emergency situations throughout the Commonwealth.							
State Police Watch Center immediate reports	2,341	2,637	3,422	2,637	2,703	2,750	2,790
Municipal public safety agencies receiving road closure reports from the State Police Watch Center.....	1,270	1,270	1,270	1,270	1,286	1,286	1,286
Increase the effectiveness of the Pennsylvania Statewide Radio Network (PA-STARNet).							
Percentage of statewide land area covered by PA-STARNet.....	97.3%	97.3%	97.3%	97.9%	97.9%	98.3%	98.6%
Percentage of statewide road coverage by PA-STARNet.....	98.1%	98.1%	98.3%	98.4%	98.4%	98.7%	98.9%

Program: Public Protection and Law Enforcement, continued

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the number of cadet applications, applicant retention rates, and applicants from traditionally underrepresented groups.							
Cadet applications	10,752	7,890	7,131	5,928	3,645	3,710	3,770
Cadet applications from traditionally underrepresented groups	4,192	3,038	2,858	2,714	1,632	1,660	1,690
Total number of individuals from traditionally underrepresented groups graduating from the State Police Academy.....	40	65	63	13 *	64	65	66
Total number of individuals graduating from the State Police Academy.....	279	393	398	51 *	261	270	341
Average length of time in months from application date until State Police Academy start date	25	33	21	25	18	18	17

* Reflects reduction in size and frequency of cadet classes due to COVID-19 pandemic.



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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
<u>GENERAL FUND:</u>			
<i>General Government:</i>			
Vehicle Sales Tax Collections	\$ 520	\$ 552	\$ 496
Voter Registration.....	550	577	639
Infrastructure Projects	1,900	1,900	-
Transfer to Aviation Restricted Account.....	-	-	1,600
(R)Child Passenger Restraint Fund	238	300	300
(R)School Bus Safety Grant Program	-	25	25
Subtotal - State Funds.....	\$ 2,970	\$ 3,029	\$ 2,735
Subtotal - Restricted.....	238	325	325
Total - General Government.....	\$ 3,208	\$ 3,354	\$ 3,060
<i>Grants and Subsidies:</i>			
(F)Surface Transportation Assistance.....	\$ 750	\$ 975	\$ 975
(F)FTA-Capital Improvement Grants	30,000	39,000	39,000
(F)TEA 21-Access to Jobs	2,000	2,000	2,000
(F)Surface Transportation-Operating	15,000	19,500	19,500
(F)Surface Transportation Assistance Capital	40,000	52,000	52,000
(F)FTA-Safety Oversight	3,000	3,000	3,000
(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)FRA-State of Good Repair.....	15,000	30,000	30,000
(R)Reimbursements to Municipalities-Vehicle Code Fines	5,499	7,000	7,000
Subtotal - Federal Funds.....	205,750	246,475	246,475
Subtotal - Restricted.....	5,499	7,000	7,000
Total - Grants and Subsidies.....	\$ 211,249	\$ 253,475	\$ 253,475
STATE FUNDS.....	\$ 2,970	\$ 3,029	\$ 2,735
FEDERAL FUNDS.....	205,750	246,475	246,475
RESTRICTED	5,737	7,325	7,325
GENERAL FUND TOTAL	\$ 214,457	\$ 256,829	\$ 256,535
<u>MOTOR LICENSE FUND:</u>			
<i>General Government:</i>			
General Government Operations	\$ 57,600	\$ 73,193	\$ 76,342
(A)Reimbursements	969	1,414	1,414
(A)Duplicating Services	357	300	300
(A)Administrative Hearings.....	8	40	40
Welcome Centers.....	4,115	4,323	4,599
Subtotal.....	\$ 63,049	\$ 79,270	\$ 82,695

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Highway and Safety Improvements	190,000	500,000	650,000
(F)Highway Research, Planning, and Construction	1,284,099 ^a	2,023,039 ^a	2,067,384 ^a
(F)COVID-FHWA-Surface Transportation.....	407,152	-	-
(F)COVID-SFR Highway and Safety Capital Projects.....	279,000	-	-
(F)National Electric Vehicle Infrastructure.....	-	-	10,000
(A)Highway Construction Contributions and Reimbursements	17,228	12,213	12,213
(A)Joint Use Leases	502	415	415
(A)Reimbursements	163	206	206
(A)Proceeds from Sale of Right-of-Way.....	269	85	85
(A)Licensing Fees-Engineering Software.....	60	81	81
Highway Capital Projects (EA)	230,000	240,000	240,000
(R)Highway Capital Projects-Excise Tax (EA)	379,200	385,339	375,640
(R)Bridges-Excise Tax (EA).....	123,465	125,235	122,083
(R)Highway Bridge Projects (EA).....	135,000	140,000	145,000
(F)Federal Aid-Highway Bridge Projects.....	214,223	299,694	300,000
(F)Federal Disaster Reimbursement-FHWA.....	272	306	-
(A)Bridge Construction Contributions.....	12,509	3,003	3,003
(A)Reimbursements from Local Governments.....	602	-	-
Subtotal.....	<u>\$ 3,273,744</u>	<u>\$ 3,729,616</u>	<u>\$ 3,926,110</u>
Highway Maintenance	896,879	960,000	987,766
(F)Highway Research, Planning, and Construction	40,092	148,045	149,845
(F)Disaster Recovery-FHWA.....	630	20,000	12,500
(F)Disaster Recovery-FEMA.....	-	20,000	12,500
(F)COVID-Reimbursement-FEMA.....	617	-	-
(F)Highway Safety-Maintenance (EA).....	28,540	28,540	28,540
(A)Highway Maintenance Contributions.....	9,503	21,595	23,191
(A)Accident Damage Claims	9,787	9,283	8,000
(A)Sale of Equipment and Supplies	2,513	5,000	5,000
(A)Marcellus Shale Road Damage.....	506	703	700
(A)Heavy Hauling-Bonded Roads	432	531	500
(A)Miscellaneous.....	229	114	100
(R)Highway Maintenance-Excise Tax (EA).....	178,795	183,036	178,429
(R)Highway Maintenance Enhancement (EA)	266,520	270,319	263,160
(R)Expanded Highway and Bridge Maintenance (EA)	320,624	324,383	315,792
(A)Expanded Maintenance Contributions	896	10,000	10,000
(R)Automated Work Zone Speed Enforcement (EA)	- ^b	- ^b	- ^b
Highway Systems Technology and Innovation	16,000	16,000	16,000
(F)Intelligent Transportation System	2,805	2,080	2,080

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Reinvestment in Facilities	16,000	16,500	16,500
(A)Proceeds from Bond Sales.....	7,910	-	-
(R)Delegated Facility Projects.....	2,018	-	-
Subtotal.....	<u>\$ 1,801,296</u>	<u>\$ 2,036,129</u>	<u>\$ 2,030,603</u>
Driver and Vehicle Services	221,834	242,258	234,925
Homeland Security-REAL ID	25,901	30,135	31,130
(F)COVID-Reimbursement FEMA.....	26	-	-
(F)Motor Carrier Safety Improvement (EA).....	4,000	4,000	4,000
(A)Photo ID Program.....	37,903	32,500	42,500
(A)Reimbursements.....	1,368	1,087	1,112
(A)Postage.....	583	564	564
(A)Miscellaneous.....	122	302	276
(R)Reimbursements to Other States-AppORTioned Registration.....	14,126	15,000	15,000
(R)Motorcycle Safety Education.....	3,990	5,000	5,000
(R)CDL-Hazardous Material Fees.....	281	500	500
Subtotal.....	<u>\$ 310,134</u>	<u>\$ 331,346</u>	<u>\$ 335,007</u>
(R)Aviation Operations.....	5,530	3,614	4,400
(F)Aviation Planning (EA).....	600	900	900
(A)Reimbursement-Flight Operations.....	486	460	460
(A)Airport Inspections and Licensing.....	31	40	40
Subtotal.....	<u>\$ 6,647</u>	<u>\$ 5,014</u>	<u>\$ 5,800</u>
Subtotal - State Funds.....	<u>\$ 1,658,329</u>	<u>\$ 2,082,409</u>	<u>\$ 2,257,262</u>
Subtotal - Federal Funds.....	<u>2,262,056</u>	<u>2,546,604</u>	<u>2,587,749</u>
Subtotal - Augmentations.....	<u>104,936</u>	<u>99,936</u>	<u>110,200</u>
Subtotal - Restricted.....	<u>1,429,549</u>	<u>1,452,426</u>	<u>1,425,004</u>
Total - General Government.....	<u>\$ 5,454,870</u>	<u>\$ 6,181,375</u>	<u>\$ 6,380,215</u>
Grants and Subsidies:			
Local Road Maintenance and Construction	\$ 229,361	\$ 255,000	\$ 244,887
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
(A)Green Light Go Match Program.....	423	-	-
Payment to Turnpike Commission (EA)	28,000	28,000	28,000
(R)Toll Roads-Excise Tax (EA).....	135,782	136,959	134,754
(R)Local Road Payments-Excise Tax (EA).....	112,397	115,603	112,693
(R)Payments to Municipalities (EA).....	79,127	81,096	78,948
(R)Local Grants for Bridge Projects (EA).....	25,000	25,000	25,000

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
(F)Federal Aid-Local Grants for Bridge Projects	11,896	27,551	12,500
(A)Bridge Reimbursements from Local Governments	2,006	1,400	100
(R)Local Bridge Projects (EA)	26,450	26,950	26,700
(R)County Bridges-Excise Tax (EA).....	17,052	26,574	9,390
(F)Federal Aid-County Bridges.....	(223) ^c	-	-
(R)County Bridge Projects-Marcellus Shale (EA)	12,758	21,508	25,926
(R)Annual Maintenance Payments-Highway Transfer (EA).....	19,372	19,372	19,376
(R)Restoration Projects-Highway Transfer (EA)	11,000	11,000	11,000
(R)Airport Development.....	6,000	5,000	5,500
(F)Airport Development (EA).....	40,000	40,000	40,000
(F)COVID-Airport Operations (EA).....	3,500	-	-
(R)Real Estate Tax Rebate	250	250	250
(R)Fee for Local Use	40,794	30,000	30,000
(R)Federal Reimbursements-Local Bridge Projects.....	46,121	75,000	75,000
(R)Red Light Photo Enforcement	6,812	5,000	5,000
(R)Federal Reimbursements-Political Subdivisions	117,502	140,000	140,000
Subtotal.....	<u>\$ 1,051,380</u>	<u>\$ 1,156,263</u>	<u>\$ 1,105,024</u>
Subtotal - State Funds.....	\$ 337,361	\$ 368,000	\$ 352,887
Subtotal - Federal Funds.....	55,173	67,551	52,500
Subtotal - Augmentations.....	2,429	1,400	100
Subtotal - Restricted.....	<u>656,417</u>	<u>719,312</u>	<u>699,537</u>
Total - Grants and Subsidies.....	<u>\$ 1,051,380</u>	<u>\$ 1,156,263</u>	<u>\$ 1,105,024</u>
Refunds:			
Refunding Collected Monies (EA)	<u>\$ 2,500</u>	<u>\$ 2,500</u>	<u>\$ 2,500</u>
Subtotal.....	\$ 2,500	\$ 2,500	\$ 2,500
STATE FUNDS	\$ 1,998,190	\$ 2,452,909	\$ 2,612,649
FEDERAL FUNDS	2,317,229	2,614,155	2,640,249
AUGMENTATIONS	107,365	101,336	110,300
RESTRICTED	<u>2,085,966</u>	<u>2,171,738</u>	<u>2,124,541</u>
MOTOR LICENSE FUND TOTAL.....	<u>\$ 6,508,750</u>	<u>\$ 7,340,138</u>	<u>\$ 7,487,739</u>
LOTTERY FUND:			
Grants and Subsidies:			
Older Pennsylvanians Shared Rides (EA).....	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 75,000</u>
Transfer to Public Transportation Trust Fund (EA).....	<u>95,907</u>	<u>95,907</u>	<u>95,907</u>
Total - Grants and Subsidies.....	<u>\$ 170,907</u>	<u>\$ 170,907</u>	<u>\$ 170,907</u>
LOTTERY FUND TOTAL	<u>\$ 170,907</u>	<u>\$ 170,907</u>	<u>\$ 170,907</u>

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24
	ACTUAL	AVAILABLE	BUDGET

OTHER FUNDS:

HIGHWAY BEAUTIFICATION FUND:

Control of Outdoor Advertising (EA).....	\$ 350	\$ 350	\$ 350
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LIQUID FUELS TAX FUND:

Payments to Counties.....	\$ 25,825	\$ 28,223	\$ 28,179
Auditor General's Audit Costs (EA).....	700	700	700

LIQUID FUELS TAX FUND TOTAL	\$ 26,525	\$ 28,923	\$ 28,879
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MOTOR VEHICLE TRANSACTION RECOVERY FUND:

Titling and Registration Fees.....	\$ 139	\$ 76	\$ 4
Titling and Registration-Sales Tax.....	193	119	16

MOTOR VEHICLE TRANSACTION RECOVERY FUND TOTAL	\$ 332	\$ 195	\$ 20
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MULTIMODAL TRANSPORTATION FUND:

Aviation Grants (EA).....	\$ 6,720	\$ 6,720	\$ 6,989
Rail Freight Grants (EA).....	11,197	11,197	11,645
Passenger Rail Grants (EA).....	8,959	8,959	9,317
Ports and Waterways Grants (EA).....	11,197	11,197	11,645
Bicycle and Pedestrian Facilities Grants (EA).....	2,239	2,239	2,329
Statewide Programs Grants (EA).....	40,000	40,000	40,000
Multimodal Administration and Oversight (EA).....	4,317	5,317	5,370
Transfer to Commonwealth Financing Authority (EA).....	54,615	69,060	74,346

MULTIMODAL TRANSPORTATION FUND TOTAL	\$ 139,244	\$ 154,689	\$ 161,641
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PENNSYLVANIA INFRASTRUCTURE BANK FUND:

Infrastructure Bank Loans (EA).....	\$ 42,000	\$ 30,000	\$ 30,000
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PUBLIC TRANSPORTATION ASSISTANCE FUND:

Mass Transit (EA).....	\$ 262,183	\$ 262,666 ^d	\$ 267,054
Transfer to Public Transportation Trust Fund (EA).....	- ^e	- ^e	- ^e

PUBLIC TRANSPORTATION ASSISTANCE FUND TOTAL	\$ 262,183	\$ 262,666	\$ 267,054
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GOV. CASEY ORGAN AND TISSUE DONATION AWARENESS TRUST FUND:

Reimbursement to Transportation (EA).....	\$ 80	\$ -	\$ -
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PUBLIC TRANSPORTATION TRUST FUND:

(R)Mass Transit Operating (EA).....	\$ 919,093 ^f	1,014,093 ^f	1,044,093 ^f
(R)Asset Improvement (EA).....	900,000	965,000	520,000
(F)Passenger Rail Capital (EA).....	12,500	33,000	33,000
(R)Capital Improvement (EA).....	57,582	35,000	25,000
(A)Capital Improvement-Reimbursements.....	1,576	1,000	1,000
(R)Programs of Statewide Significance (EA).....	160,000	150,000	195,000
(A)Programs of Statewide Significance-CNG Capital.....	-	50	50
(R)Transit Administration and Oversight (EA).....	4,488	4,854	5,000

PUBLIC TRANSPORTATION TRUST FUND TOTAL	\$ 2,055,239	\$ 2,202,997	\$ 1,823,143
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Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
UNCONVENTIONAL GAS WELL FUND:			
Rail Freight Assistance (EA)	\$ 1,000	\$ 1,000	\$ 1,000
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 2,970	\$ 3,029	\$ 2,735
MOTOR LICENSE FUND	1,998,190	2,452,909	2,612,649
LOTTERY FUND	170,907	170,907	170,907
FEDERAL FUNDS	2,522,979	2,860,630	2,886,724
AUGMENTATIONS	107,365	101,336	110,300
RESTRICTED	2,091,703	2,179,063	2,131,866
OTHER FUNDS	2,526,953	2,680,820	2,312,087
TOTAL ALL FUNDS	\$ 9,421,067	\$ 10,448,694	\$ 10,227,268

^a Includes funding above the traditional allotment as authorized under the Federal Infrastructure Investment and Jobs Act: 2021-22 Actual is \$265,153,000, 2022-23 Available is \$748,039,000, and 2023-24 Budget is \$792,384,000.

^b Not added to avoid double counting: 2021-22 Actual is \$3,618,000, 2022-23 Available is \$4,000,000, and 2023-24 Budget is \$4,000,000.

^c Refund of prior year augmenting revenues.

^d Reflects recommended executive authorization reduction of \$7,823,000.

^e Not added to the total to avoid double counting. 2021-22 Actual is \$24,834,000, 2022-23 Available is \$24,757,000, and 2023-24 Budget is \$24,636,000.

^f Lottery Fund transfer to Public Transportation Trust Fund not added to avoid double counting. Mass Transit Operating (EA) for 2021-22 Actual is \$1,015,000,000, 2022-23 Available is \$1,110,000,000, and 2023-24 Budget is \$1,140,000,000.

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
TRANSPORTATION SUPPORT SERVICES:							
GENERAL FUND.....	\$ 1,900	\$ 1,900	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	60,100	75,693	78,842	78,842	78,842	78,842	78,842
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	3,500	-	-	-	-	-	-
AUGMENTATIONS	1,334	1,754	1,754	1,754	1,754	1,754	1,754
RESTRICTED.....	238	325	325	325	325	325	325
OTHER FUNDS.....	139	76	4	4	4	4	4
SUBCATEGORY TOTAL....	\$ 67,211	\$ 79,748	\$ 80,925	\$ 80,925	\$ 80,925	\$ 80,925	\$ 80,925
HIGHWAYS AND BRIDGES:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	1,380,994	1,764,823	1,942,865	1,743,146	1,865,693	1,998,240	2,120,787
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	2,257,456	2,541,704	2,582,849	2,658,082	2,704,219	1,820,465	1,821,465
AUGMENTATIONS	63,109	63,229	63,494	63,494	63,494	63,494	63,494
RESTRICTED.....	1,541,685	1,565,771	1,535,358	1,514,512	1,509,311	1,499,421	1,494,556
OTHER FUNDS.....	42,350	30,350	30,350	30,350	30,350	30,350	30,350
SUBCATEGORY TOTAL....	\$ 5,285,594	\$ 5,965,877	\$ 6,154,916	\$ 6,009,584	\$ 6,173,067	\$ 5,411,970	\$ 5,530,652
LOCAL HIGHWAY AND BRIDGE ASSISTANCE:							
GENERAL FUND.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND ...	309,361	340,000	324,887	326,635	317,107	316,229	315,372
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	11,673	27,551	12,500	12,500	12,500	12,500	12,500
AUGMENTATIONS	2,429	1,400	100	100	100	100	100
RESTRICTED.....	514,385	577,103	559,033	549,064	548,301	548,266	545,565
OTHER FUNDS.....	26,525	28,923	28,879	28,496	28,396	28,300	28,204
SUBCATEGORY TOTAL....	\$ 864,373	\$ 974,977	\$ 925,399	\$ 916,795	\$ 906,404	\$ 905,395	\$ 901,741
MULTIMODAL TRANSPORTATION:							
GENERAL FUND.....	\$ -	\$ -	\$ 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.....	246,350	287,375	287,375	287,375	287,375	287,375	287,375
AUGMENTATIONS	517	500	500	500	500	500	500
RESTRICTED.....	17,279	15,864	17,150	16,650	16,550	16,550	16,550
OTHER FUNDS.....	2,457,746	2,621,352	2,252,838	2,288,790	2,328,531	2,367,906	2,406,776
SUBCATEGORY TOTAL....	\$ 2,892,799	\$ 3,095,998	\$ 2,730,370	\$ 2,765,822	\$ 2,805,463	\$ 2,844,838	\$ 2,883,708

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
DRIVER AND VEHICLE SERVICES:							
GENERAL FUND.....	\$ 1,070	\$ 1,129	\$ 1,135	\$ 1,135	\$ 1,135	\$ 1,135	\$ 1,135
MOTOR LICENSE FUND ...	247,735	272,393	266,055	266,055	266,055	266,055	266,055
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	4,000	4,000	4,000	4,000	4,000	4,000	4,000
AUGMENTATIONS	39,976	34,453	44,452	44,452	44,452	44,452	44,452
RESTRICTED.....	18,116	20,000	20,000	20,000	20,000	20,000	20,000
OTHER FUNDS.....	193	119	16	16	16	16	16
SUBCATEGORY TOTAL....	\$ 311,090	\$ 332,094	\$ 335,658	\$ 335,658	\$ 335,658	\$ 335,658	\$ 335,658
ALL PROGRAMS:							
GENERAL FUND.....	\$ 2,970	\$ 3,029	\$ 2,735	\$ 2,735	\$ 2,735	\$ 2,735	\$ 2,735
MOTOR LICENSE FUND ...	1,998,190	2,452,909	2,612,649	2,414,678	2,527,697	2,659,366	2,781,056
LOTTERY FUND	170,907	170,907	170,907	170,907	170,907	170,907	170,907
FEDERAL FUNDS.....	2,522,979	2,860,630	2,886,724	2,961,957	3,008,094	2,124,340	2,125,340
AUGMENTATIONS	107,365	101,336	110,300	110,300	110,300	110,300	110,300
RESTRICTED.....	2,091,703	2,179,063	2,131,866	2,100,551	2,094,487	2,084,562	2,076,996
OTHER FUNDS.....	2,526,953	2,680,820	2,312,087	2,347,656	2,387,297	2,426,576	2,465,350
DEPARTMENT TOTAL	\$ 9,421,067	\$10,448,694	\$10,227,268	\$10,108,784	\$10,301,517	\$ 9,578,786	\$ 9,732,684

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)

GENERAL FUND:	MOTOR LICENSE FUND:
Infrastructure Projects	General Government Operations
\$ (1,900) —program elimination.	\$ 1,205 —to replace nonrecurring benefits cost reduction. 1,944 —to continue current program. <hr style="width: 50%; margin-left: 0;"/> \$ 3,149 <i>Appropriation Increase</i>

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
GENERAL FUND:	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
Infrastructure Projects.....	\$ 1,900	\$ 1,900	\$ -	\$ -	\$ -	\$ -	\$ -
MOTOR LICENSE FUND:							
General Government Operations...	\$ 57,600	\$ 73,193	\$ 76,342	\$ 76,342	\$ 76,342	\$ 76,342	\$ 76,342
Refunding Collected Monies (EA)..	2,500	2,500	2,500	2,500	2,500	2,500	2,500
TOTAL MOTOR LICENSE FUND .	\$ 60,100	\$ 75,693	\$ 78,842	\$ 78,842	\$ 78,842	\$ 78,842	\$ 78,842

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 [State 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	
\$ 190	—to replace nonrecurring benefits cost reduction.	\$ 26,611	—to replace nonrecurring benefits cost reduction.
86	—to continue current program.	1,155	—to continue current program.
<u>\$ 276</u>	<i>Appropriation Increase</i>	<u>\$ 27,766</u>	<i>Appropriation Increase</i>
Highway and Safety Improvements			
\$ 5,484	—to replace nonrecurring benefits cost reduction.		
144,516	—to ensure state match requirements for federal transportation infrastructure funding based on current revenue estimates.		
<u>\$ 150,000</u>	<i>Appropriation Increase</i>		

Program: Highways and Bridges, continued

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Welcome Centers	\$ 4,115	\$ 4,323	\$ 4,599	\$ 4,599	\$ 4,599	\$ 4,599	\$ 4,599
Highway and Safety Improvements	190,000	500,000	650,000	430,000	530,000	645,000	745,000
Highway Capital Projects (EA).....	230,000	240,000	240,000	240,000	245,000	245,000	250,000
Highway Maintenance	896,879	960,000	987,766	1,009,547	1,027,094	1,044,641	1,062,188
Highway Systems Technology and Innovation	16,000	16,000	16,000	16,000	16,000	16,000	16,000
Reinvestment in Facilities ..	16,000	16,500	16,500	15,000	15,000	15,000	15,000
Payment to Turnpike Commission (EA).....	28,000	28,000	28,000	28,000	28,000	28,000	28,000
TOTAL MOTOR LICENSE FUND	\$1,380,994	\$1,764,823	\$1,942,865	\$1,743,146	\$1,865,693	\$1,998,240	\$2,120,787

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Increase the percentage of highway system in good or excellent condition.							
Miles of new highway construction	18	14	12	8	16 ^a	8 ^a	8 ^a
Miles of Interstate reconstruction or restoration	101	164	73	140	110 ^a	125 ^a	125 ^a
Miles of Non-Interstate reconstruction or restoration	83	335	216	190	160 ^a	160 ^a	160 ^a
Percentage of Interstate Highway System in good condition.....	67.2%	65.1%	67.1%	70.8%	65.3%	67.9%	67.1%
Percentage of Interstate Highway System in fair condition.....	32.4%	34.7%	32.5%	28.5%	33.8%	31.4%	32.2%
Percentage of Interstate Highway System in poor condition	0.4%	0.2%	0.4%	0.7%	0.9%	0.7%	0.7%
Percentage of National Highway System Non-Interstate highways in good condition ..	36.8%	33.1%	36.6%	34.5%	35.2%	36.5%	34.5%
Percentage of National Highway System Non-Interstate highways in fair condition	60.9%	65.7%	60.9%	62.4%	61.6%	60.1%	61.9%
Percentage of National Highway System Non-Interstate highways in poor condition...	2.3%	1.2%	2.5%	3.1%	3.2%	3.4%	3.6%
Percentage of bridges in good condition	31.7%	32.8%	33.6%	30.0%	30.0%	31.6%	34.3%
Percentage of bridges in fair condition	56.2%	56.1%	56.1%	64.0%	64.5%	63.7%	61.6%
Percentage of bridges in poor condition	12.1%	11.1%	10.3%	6.0%	5.5%	4.7%	4.1%
Poor bridges rehabilitated/replaced	402	171	181	119	141	155	145

Program: Highways and Bridges, continued

Program Measures, continued:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Number of closed bridges	28	34	29	28	29	30	35
Number of posted bridges	553	488	456	437	444	450	475
Bridge Preservations	229	181	191	175	248	300	280
Continue to maintain miles of highways and bridges.							
Structural restoration	86	415	323	109	323	305	372
Resurfacing.....	2,754	1,780	2,449	258 ^b	1,054	1,368	1,057
Surface repairs	3,316	2,990	3,369	2,726 ^b	4,100	4,586	3,859

^a Does not include impact of federal transportation infrastructure funding or additional funding resulting from the reduction of State Police reliance on the Motor License Fund.

^b Reflects change in methodology for reporting resurfacing and surface repair mileage.

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 Rural Transportation 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)

<p>Local Road Maintenance and Construction</p> <p>\$ (10,113) —based on current revenue estimates.</p>	<p>Municipal Traffic Signals</p> <p>\$ (5,000) —based on estimated program requirements.</p>
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	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Local Road Maintenance and Construction.....	\$ 229,361	\$ 255,000	\$ 244,887	\$ 246,635	\$ 237,107	\$ 236,229	\$ 235,372
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.....	<u>40,000</u>	<u>45,000</u>	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>
TOTAL MOTOR LICENSE FUND	<u>\$ 309,361</u>	<u>\$ 340,000</u>	<u>\$ 324,887</u>	<u>\$ 326,635</u>	<u>\$ 317,107</u>	<u>\$ 316,229</u>	<u>\$ 315,372</u>

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

The [Intercity Bus Services](#) supports 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)

GENERAL FUND:

Transfer to Aviation Restricted Account

\$ 1,600 —to ensure state match requirements for federal transportation infrastructure funding based on current revenue estimates.

Appropriations

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Transfer to Aviation Restricted Account.....	\$ -	\$ -	\$ 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
PUBLIC TRANSPORTATION TRUST FUND:							
(R)Mass Transit Operating (EA).....	\$ 1,015,000	\$ 1,110,000	\$ 1,140,000	\$ 1,064,093	\$ 1,084,093	\$ 1,104,093	\$ 1,124,093
(R)Asset Improvement (EA)	900,000	965,000	520,000	524,000	530,000	537,000	542,000
(R)Capital Improvement (EA).....	57,582	35,000	25,000	25,000	25,000	25,000	25,000
(R)Programs of Statewide Significance (EA).....	160,000	150,000	195,000	199,000	202,000	206,000	206,000
(R)Transit Administration and Oversight (EA).....	4,488	4,854	5,000	5,150	5,305	5,464	5,628
TOTAL PUBLIC TRANSPORTATION TRUST FUND.....	\$ 2,137,070	\$ 2,264,854	\$ 1,885,000	\$ 1,817,243	\$ 1,846,398	\$ 1,877,557	\$ 1,902,721

Program: Multimodal Transportation, continued

Appropriations within this Program, continued:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MULTIMODAL TRANSPORTATION FUND:							
Aviation Grants (EA)	\$ 6,720	\$ 6,720	\$ 6,989	\$ 6,989	\$ 7,269	\$ 7,269	\$ 7,560
Rail Freight Grants (EA)	11,197	11,197	11,645	11,645	12,111	12,111	12,595
Passenger Rail Grants (EA).....	8,959	8,959	9,317	9,317	9,690	9,690	10,078
Ports and Waterways Grants (EA).....	11,197	11,197	11,645	11,645	12,111	12,111	12,595
Bicycle and Pedestrian Facilities Grants (EA).....	2,239	2,239	2,329	2,329	2,422	2,422	2,519
Statewide Programs Grants (EA).....	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Multimodal Administration and Oversight (EA)	4,317	5,317	5,370	5,370	5,370	5,370	5,370
Transfer to Commonwealth Financing Authority (EA)....	54,615	69,060	74,346	74,055	75,711	76,216	80,010
TOTAL MULTIMODAL TRANSPORTATION FUND	\$ 139,244	\$ 154,689	\$ 161,641	\$ 161,350	\$ 164,684	\$ 165,189	\$ 170,727

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	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).....	397.4	387.4	299.1	142.6 *	196.2	202.0	208.1
Passengers per vehicle hour	35.4	34.4	28.9	14.5 *	19.6	20.3	20.8
<u>Older Pennsylvanians Transit</u>							
Number of free transit trips (in millions).....	33.7	33.8	27.5	17.8 *	20.5	21.1	21.7
Trips on state-assisted shared ride vehicles (in millions).....	3.5	3.3	3.1	1.6 *	2.1	2.1	2.2
Cost to the Commonwealth per trip:							
Free transit.....	\$ 2.85	\$ 2.83	\$ 3.49	\$ 5.40	\$ 4.68	\$ 4.54	\$ 4.40
State-assisted shared ride vehicles	\$ 19.65	\$ 19.98	\$ 23.87	\$ 45.74	\$ 36.61	\$ 35.51	\$ 34.44
<u>Intercity Transportation</u>							
Intercity Bus:							
Passengers handled (in thousands)	211.8	204.6	163.7	61.6 *	132.6	135.0	135.0
Intercity Rail:							
Passengers handled (in thousands)	1,713.5	1,567.7	1,273.8	402.7 *	891.7	1,085.0	1,200.0
Subsidy per passenger mile	\$ 0.10	\$ 0.10	\$ 0.12	\$ 0.30	\$ 0.26	\$ 0.28	\$ 0.28
<u>Aviation</u>							
Runways with a pavement condition index of fair or better	84%	90%	92%	90%	90%	88%	88%

* Decrease due to COVID-19 pandemic.

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	
\$	(56)	—to continue current program.	\$ 5,308	—to replace nonrecurring benefits cost reduction.	
			(12,641)	—nonrecurring system upgrade costs.	
			\$ (7,333)	<i>Appropriation Decrease</i>	
Voter Registration				Homeland Security - REAL ID	
\$	62	—to continue current program.	\$ 1,061	—to replace nonrecurring benefits cost reduction.	
			(66)	—to continue current program.	
			\$ 995	<i>Appropriation Increase</i>	

Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Vehicle Sales Tax Collections	\$ 520	\$ 552	\$ 496	\$ 496	\$ 496	\$ 496	\$ 496
Voter Registration	550	577	639	639	639	639	639
TOTAL GENERAL FUND	\$ 1,070	\$ 1,129	\$ 1,135	\$ 1,135	\$ 1,135	\$ 1,135	\$ 1,135

Program: Driver and Vehicle Services, continued

Appropriations within this Program, continued:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
MOTOR LICENSE FUND:							
Driver and Vehicle Services.....	\$ 221,834	\$ 242,258	\$ 234,925	\$ 234,925	\$ 234,925	\$ 234,925	\$ 234,925
Homeland Security-REAL ID	25,901	30,135	31,130	31,130	31,130	31,130	31,130
TOTAL MOTOR LICENSE FUND .	\$ 247,735	\$ 272,393	\$ 266,055	\$ 266,055	\$ 266,055	\$ 266,055	\$ 266,055

Program Measures:

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
	Actual	Actual	Actual	Actual	Actual	Estimated	Estimated
Provide exceptional customer service through a customer-focused business approach.							
Number of online eGov transactions (in millions).....	10.0	10.6	12.5	10.6	10.1	11.8	11.9
Percentage of service center customers served within 30 minutes.....	69.1%	65.0%	82.0%	82.0%	80.0%	77.0%	80.0%
Access rate of driver and vehicle services call center	99.1%	99.0%	99.3%	80.0% *	82.0%	81.0%	99.5%

* Decrease due to COVID-19 pandemic.



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 including Philadelphia Municipal Court, Pittsburgh Municipal Court, and magisterial district 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)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

GENERAL FUND:

General Government:

Supreme Court:

Supreme Court	\$ 17,150	\$ 17,493	\$ 20,176
Justice Expenses	118	118	118
Judicial Center Operations.....	814	830	1,129
Judicial Council.....	141	141	141
District Court Administrators.....	19,657	20,050	24,556
Interbranch Commission	350	350	363
Court Management Education	73	73	80
Rules Committees	1,595	1,595	1,595
Court Administrator	11,577	11,809	13,608
(F)Court Improvement Project	1,130	1,130	1,130
(F)Adult Drug Court Outcome Evaluation	175	-	-
(F)STOP Violence Against Women (EA).....	237	237	240
(F)Veterans Treatment Court Strategic Planning (EA)	200	196	-
Integrated Criminal Justice System	2,372	2,372	2,372
(R)Judicial Computer System	45,626	45,626	46,572
Unified Judicial System Security.....	2,002	2,002	2,002
Office of Elder Justice in the Courts	496	496	496
(F)Elder Justice Innovation	-	1,000	1,000
Subtotal.....	\$ 103,713	\$ 105,518	\$ 115,578

Superior Court:

Superior Court.....	\$ 32,377	\$ 33,025	\$ 36,097
Judges Expenses	183	183	183
Subtotal.....	\$ 32,560	\$ 33,208	\$ 36,280

Commonwealth Court:

Commonwealth Court.....	\$ 21,192	\$ 21,616	\$ 23,104
Judges Expenses	132	132	132
Subtotal.....	\$ 21,324	\$ 21,748	\$ 23,236

Courts of Common Pleas:

Courts of Common Pleas	\$ 117,739	\$ 120,094	\$ 136,469
Senior Judges.....	4,004	4,084	4,283
Judicial Education.....	1,247	1,272	1,468
Problem-Solving Courts	1,103	1,103	1,358
Subtotal.....	\$ 124,093	\$ 126,553	\$ 143,578

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Magisterial District Judges:			
Magisterial District Judges.....	\$ 82,802	\$ 84,458	\$ 94,506
Magisterial District Judge Education	744	759	939
Subtotal.....	\$ 83,546	\$ 85,217	\$ 95,445
Philadelphia Courts:			
Municipal Court	\$ 7,794	\$ 7,950	\$ 9,469
Subtotal.....	\$ 7,794	\$ 7,950	\$ 9,469
Judicial Conduct:			
Judicial Ethics Advisory Board	\$ 62	\$ 62	\$ 214
Judicial Conduct Board	2,505	2,555	2,555
Court of Judicial Discipline	606	618	618
Subtotal.....	\$ 3,173	\$ 3,235	\$ 3,387
Subtotal - State Funds	\$ 328,835	\$ 335,240	\$ 378,031
Subtotal - Federal Funds	1,742	2,563	2,370
Subtotal - Restricted	45,626	45,626	46,572
Total - General Government	\$ 376,203	\$ 383,429	\$ 426,973
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.....	1,500	1,500	3,000
Subtotal.....	\$ 27,129	\$ 27,129	\$ 28,629
Total - Grants and Subsidies	\$ 27,129	\$ 27,129	\$ 28,629
STATE FUNDS	\$ 355,964	\$ 362,369	\$ 406,660
FEDERAL FUNDS	1,742	2,563	2,370
RESTRICTED	45,626	45,626	46,572
GENERAL FUND TOTAL	\$ 403,332	\$ 410,558	\$ 455,602

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
STATE JUDICIAL SYSTEM:							
GENERAL FUND.....	\$ 355,964	\$ 362,369	\$ 406,660	\$ 406,660	\$ 406,660	\$ 406,660	\$ 406,660
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	1,742	2,563	2,370	2,370	2,370	2,370	2,370
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	45,626	45,626	46,572	46,572	46,572	46,572	46,572
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 403,332</u>	<u>\$ 410,558</u>	<u>\$ 455,602</u>	<u>\$ 455,602</u>	<u>\$ 455,602</u>	<u>\$ 455,602</u>	<u>\$ 455,602</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 [problem-solving 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)

<p>Supreme Court</p> <p>\$ 2,683 —to continue current program.</p> <p>Judicial Center Operations</p> <p>\$ 299 —to continue current program.</p> <p>District Court Administrators</p> <p>\$ 4,506 —to continue current program.</p> <p>Interbranch Commission</p> <p>\$ 13 —to continue current program.</p> <p>Court Management Education</p> <p>\$ 7 —to continue current program.</p> <p>Court Administrator</p> <p>\$ 1,799 —to continue current program.</p> <p>Superior Court</p> <p>\$ 3,072 —to continue current program.</p> <p>Commonwealth Court</p> <p>\$ 1,488 —to continue current program.</p> <p>Courts of Common Pleas</p> <p>\$ 16,375 —to continue current program.</p>	<p>Senior Judges</p> <p>\$ 199 —to continue current program.</p> <p>Judicial Education</p> <p>\$ 196 —to continue current program.</p> <p>Problem-Solving Courts</p> <p>\$ 255 —to continue current program.</p> <p>Magisterial District Judges</p> <p>\$ 10,048 —to continue current program.</p> <p>Magisterial District Judge Education</p> <p>\$ 180 —to continue current program.</p> <p>Municipal Court</p> <p>\$ 1,519 —to continue current program.</p> <p>Judicial Ethics Advisory Board</p> <p>\$ 152 —to continue current program.</p> <p>Court Interpreter County Grant</p> <p>\$ 1,500 —to enhance language access in the courts.</p>
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Appropriations within this Program:

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Judiciary.....	\$ 355,964	\$ 362,369	\$ 406,660	\$ 406,660	\$ 406,660	\$ 406,660	\$ 406,660



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)

2021-22 2022-23 2023-24
 ACTUAL AVAILABLE BUDGET

GENERAL FUND:

General Government:

Senate:

Senators' Salaries	\$ 8,864	\$ 9,307	\$ 9,307
Employees of Chief Clerk	3,085	3,239	3,239
Salaried Officers and Employees	13,973	14,672	14,672
Reapportionment Expenses-Senate	800	-	-
Incidental Expenses	3,595	3,775	3,775
Expenses-Senators	1,416	1,487	1,487
Legislative Printing and Expenses	8,048	8,450	8,450
Committee on Appropriations (R) and (D)	-	-	3,166
Committee on Appropriations (R)	1,508	1,583	-
Committee on Appropriations (D)	1,507	1,583	-
Caucus Operations (R) and (D)	-	-	88,526
Caucus Operations (R)	46,939	48,804	-
Caucus Operations (D)	37,372	41,722	-
(F)COVID-SFR Pandemic Response (R)	-	2,000	-
(F)COVID-SFR Pandemic Response (D)	-	2,000	-
Subtotal	\$ 127,107	\$ 138,622	\$ 132,622

House of Representatives:

Members' Salaries, Speaker's Extra Compensation	\$ 35,890	\$ 37,940	\$ 37,940
Reapportionment Expenses-House	800	-	-
Caucus Operations (R) and (D)	-	-	140,044
Caucus Operations (R)	69,275	72,823	-
Caucus Operations (D)	64,100	67,221	-
Speaker's Office	1,756	1,703	1,703
Bi-Partisan Committee, Chief Clerk, Comptroller, and EMS	15,234	14,834	14,834
Mileage-Representatives, Officers, and Employees	672	672	672
Chief Clerk and Legislative Journal	2,816	2,816	2,816
Contingent Expenses (R) and (D)	-	-	2,118
Speaker	20	20	-
Chief Clerk	1,091	2,000	-
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	-

Summary by Fund and Appropriation

(Dollar Amounts in Thousands)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
Chairman-Appropriations Committee (R)	6	6	-
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	7,769	7,569	7,569
Expenses-Representatives	4,251	4,251	4,251
Legislative Printing and Expenses	10,674	11,174	11,174
Committee on Appropriations (R)	3,223	3,223	3,223
Committee on Appropriations (D)	3,223	3,223	3,223
Special Leadership Account (R)	6,045	7,045	6,045
Special Leadership Account (D)	6,045	7,045	6,045
(F)COVID-SFR Pandemic Response (R)	-	2,000	-
(F)COVID-SFR Pandemic Response (D)	-	2,000	-
Subtotal	\$ 232,982	\$ 247,657	\$ 241,657
STATE FUNDS	\$ 360,089	\$ 378,279	\$ 374,279
FEDERAL FUNDS	-	8,000	-
GENERAL FUND TOTAL	\$ 360,089	\$ 386,279	\$ 374,279

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
LEGISLATURE:							
GENERAL FUND.....	\$ 360,089	\$ 378,279	\$ 374,279	\$ 374,279	\$ 374,279	\$ 374,279	\$ 374,279
MOTOR LICENSE FUND...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	8,000	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	-	-	-	-	-	-	-
DEPARTMENT TOTAL	<u>\$ 360,089</u>	<u>\$ 386,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</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](#). Both bodies are funded by numerous General Fund appropriations.

Program Recommendations:

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

Senate:		House of Representatives:	
Caucus Operations (R) and (D)		Special Leadership Account (R)	
\$ (2,000)	—to reflect appropriation level in Act 1-A of 2022.	\$ (1,000)	—to reflect appropriation level in Act 1-A of 2022.
		Special Leadership Account (D)	
		\$ (1,000)	—to reflect appropriation level in Act 1-A of 2022.

Appropriations within this Program:

	(Dollar Amounts in Thousands)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Legislature	<u>\$ 360,089</u>	<u>\$ 378,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</u>	<u>\$ 374,279</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)

	2021-22 ACTUAL	2022-23 AVAILABLE	2023-24 BUDGET
GENERAL FUND:			
<i>General Government:</i>			
Legislative Reference Bureau:			
Legislative Reference Bureau-Salaries and Expenses.....	\$ 9,985	\$ 10,285	\$ 10,285
Printing of PA Bulletin and PA Code.....	886	886	886
Contingent Expenses.....	25	25	25
Subtotal	\$ 10,896	\$ 11,196	\$ 11,196
Legislative Budget and Finance Committee.....	2,020	2,020	2,020
Legislative Data Processing Center	32,255	32,255	32,255
LDP-Information Technology Modernization	2,500	2,500	2,500
Joint State Government Commission	1,701	1,701	1,701
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	2,155	2,155
Capitol Preservation Committee.....	827	827	827
Capitol Restoration	3,157	3,157	3,157
Commission on Sentencing	2,553	2,553	2,553
Center for Rural Pennsylvania	1,128	1,250	1,250
Commonwealth Mail Processing Center.....	3,583	3,583	3,583
Legislative Reapportionment Commission	1,053	-	-
Independent Fiscal Office.....	2,343	2,343	2,343
Subtotal	\$ 56,867	\$ 55,936	\$ 55,936
Total - General Government.....	\$ 67,763	\$ 67,132	\$ 67,132
GENERAL FUND TOTAL	\$ 67,763	\$ 67,132	\$ 67,132
OTHER FUNDS:			
JUSTICE REINVESTMENT FUND:			
(R)Commission on Sentencing (EA)	\$ 400	\$ 152	\$ 400
DEPARTMENT TOTAL - ALL FUNDS			
GENERAL FUND	\$ 67,763	\$ 67,132	\$ 67,132
MOTOR LICENSE FUND.....	-	-	-
LOTTERY FUND.....	-	-	-
FEDERAL FUNDS	-	-	-
AUGMENTATIONS	-	-	-
RESTRICTED	-	-	-
OTHER FUNDS	400	152	400
TOTAL ALL FUNDS	\$ 68,163	\$ 67,284	\$ 67,532

Government Support Agencies

Program Funding Summary

(Dollar Amounts in Thousands)

	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GOVERNMENT SUPPORT AGENCIES:							
GENERAL FUND.....	\$ 67,763	\$ 67,132	\$ 67,132	\$ 67,132	\$ 67,132	\$ 67,132	\$ 67,132
MOTOR LICENSE FUND ...	-	-	-	-	-	-	-
LOTTERY FUND	-	-	-	-	-	-	-
FEDERAL FUNDS.....	-	-	-	-	-	-	-
AUGMENTATIONS	-	-	-	-	-	-	-
RESTRICTED.....	-	-	-	-	-	-	-
OTHER FUNDS.....	400	152	400	400	-	-	-
DEPARTMENT TOTAL	<u>\$ 68,163</u>	<u>\$ 67,284</u>	<u>\$ 67,532</u>	<u>\$ 67,532</u>	<u>\$ 67,132</u>	<u>\$ 67,132</u>	<u>\$ 67,132</u>

Program: Government Support Agencies

Goal: To provide research, fiscal and regulatory review, and administrative and operational support.

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 assuring 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 all 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 will enable 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 and dispatches correspondence, packages, and parcels.

The [Legislative Reapportionment Commission](#) receives the United States Census Bureau redistricting data in the year following the federal decennial census. It is used as a basis for apportioning seats in the United States House of Representatives. Census data is also used to redraw legislative districts for the Pennsylvania Senate and House of Representatives.

The [Independent Fiscal Office](#) provides nonpartisan budget information and analysis.

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)						
	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Available	Budget	Estimated	Estimated	Estimated	Estimated
GENERAL FUND:							
Government Support Agencies....	\$ 67,763	\$ 67,132	\$ 67,132	\$ 67,132	\$ 67,132	\$ 67,132	\$ 67,132



Commonwealth of Pennsylvania

Governor's Executive Budget

CAPITAL BUDGET

Program Summary

This section presents the 2023-24 Capital Budget and Five-Year Capital Program. The proposed funding sources and amounts needed to support capital programs are projected for five fiscal years.

All projects are grouped by categories regardless of the source of funding. The six categories, as explained below, are consistently used for projects which are to be funded by Commonwealth debt obligations, current revenues, and funds received from other jurisdictions. Funding source distinctions are clearly noted throughout the section, which itemizes the recommended capital program.

Public Improvement Projects — this category includes 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, Keystone Recreation, Park, and Conservation, and Environmental Stewardship projects are administered by the Department of Conservation and Natural Resources.

Public Improvement — Original Furniture and Equipment Projects — this category provides for the equipping of newly completed public improvement projects by purchasing original movable furniture and equipment through the Department of General Services. Replacement furniture and equipment to be used in existing buildings are purchased as fixed assets.

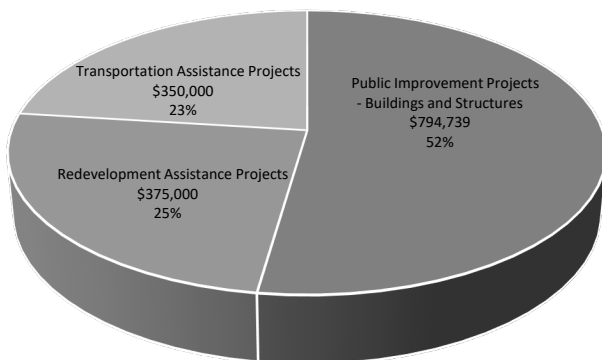
Transportation Assistance Projects — this category of projects includes: the purchase of rolling stock and construction or improvement of facilities operated by mass transportation agencies throughout the Commonwealth; the acquisition, construction, and equipping of rural and intercity common carrier surface transportation systems or any components thereof; and air transportation systems. These projects are administered by the Department of Transportation.

Redevelopment Assistance Projects — this category provides grants for the acquisition and construction of regional economic, cultural, civic, recreational, and historical improvements.

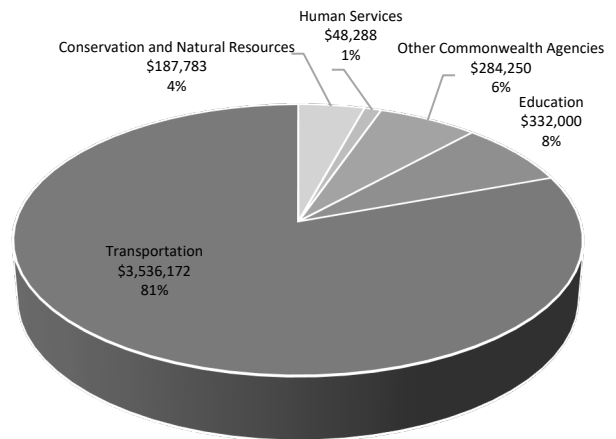
Flood Control Projects — this category provides the state's share of federal flood control works, and improvements to prevent floods and to preserve, control, and regulate the flow of rivers and streams in the Commonwealth. These projects are administered by the Department of Environmental Protection.

Highway Projects — this category includes the design, purchase of rights-of-way, construction, reconstruction, and other improvements to highways and bridges on the state highway system. These projects are designed and constructed by the Department of Transportation.

**2023-24 Estimated Capital Expenditures
Capital Facilities Bond Fund**
(Dollar Amounts in Thousands)



Recommended 2023-24 New Project Authorizations
(Dollar Amounts in Thousands)



Capital Budget Financing. Most project authorizations recommended in the capital budget are debt financed by General Obligation Bonds. However, other capital projects are financed by current revenues either from dedicated sources or appropriations through operating budgets. An additional \$3.0 billion in 2023-24 new project authorizations (mostly highway projects) is financed by current revenues.

Program Summary, continued

The Capital Budget section consists of the following three subsections.

2023-24 New Project Authorizations — this section itemizes and describes the new capital projects recommended for authorization and their proposed source of funding. The projects are listed by department and capital project category.

Impact on Operating Costs — the description of each recommended capital project contains a statement concerning the impact on program operating costs expected from the implementation of the capital project. With certain exceptions, the statement indicates little or no effect on operating costs. This is due to the fact that 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 avoided maintenance. These items, when viewed in terms of the total agency or program budget, generally tend to be negligible.

An exception is when a large-scale project is implemented which will dramatically change efficiencies and other components of an operating budget. In this case, the expected change in operating expenses is quantified. The net change in operating cost also is quantified when new construction will result in a significant increase in the capital asset base. A more precise figure will be recommended in the agency's operating budget when the project has been completed, which is usually several years after a capital project is 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 flood protection projects undertaken as part of the Public Improvement category. 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 a statement of operating cost impact. 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 rehabilitation takes place, high maintenance costs are avoided. These avoided maintenance costs are then shifted to other segments of roadway where repair needs are relatively significant. As a result, the total highway operating budget experiences little net change.

Future New Project Authorizations — this section contains a dollar forecast of new capital projects requested during each of the fiscal years 2023-24 through 2027-28. The projections are grouped by department and capital project category. Since design, acquisition, and construction of a project are not generally completed during the fiscal year in which the project is initiated, actual expenditures usually occur over several fiscal years. The estimated expenditures determine the amount of bonds which must be issued, or the current revenue appropriations required in each fiscal year.

ESTIMATED CAPITAL EXPENDITURES State Funds

This table presents summary data on the source of funding and use 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)

	2023-24 Estimated	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
GENERAL OBLIGATION BOND FUNDING					
Revenues					
Capital Facilities Bonds:					
Public Improvement Projects - Buildings and Structures.....	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000
Public Improvement Projects - Furniture and Equipment.....	10,000	10,000	10,000	10,000	10,000
Redevelopment Assistance Capital Projects.....	375,000	375,000	300,000	300,000	300,000
Transportation Assistance Projects.....	350,000	175,000	175,000	175,000	175,000
Less: Costs of Issue.....	(2,500)	(2,500)	(2,500)	(2,500)	(2,500)
Miscellaneous Revenue.....	1,000	1,000	1,000	1,000	1,000
Change in Available Cash.....	(186,239)	(401,530)	(451,051)	(303,740)	(261,860)
Total.....	\$ 1,519,739	\$ 1,560,030	\$ 1,534,551	\$ 1,387,240	\$ 1,345,360
Expenditures					
Capital Facilities Fund:					
Public Improvement Projects - Buildings and Structures.....	\$ 794,739	\$ 1,010,030	\$ 1,059,551	\$ 912,240	\$ 870,360
Redevelopment Assistance Capital Projects.....	375,000	375,000	300,000	300,000	300,000
Transportation Assistance Projects.....	350,000	175,000	175,000	175,000	175,000
Total - General Obligation Bonds.....	\$ 1,519,739	\$ 1,560,030	\$ 1,534,551	\$ 1,387,240	\$ 1,345,360
FROM CURRENT REVENUES					
State Forestry Bridge –					
Parks and Forest Management.....	\$ 14,245	\$ 9,391	\$ 9,272	\$ 9,239	\$ 9,206
Keystone Recreation, Park, and Conservation Fund–					
Acquisition, Rehabilitation, and Development Projects.....	104,325	40,000	40,000	40,000	40,000
ISTEA - Parks and Forest Management.....	1,700	0	0	0	0
BRC Grant - Parks and Forest Management.....	628	0	0	0	0
Environmental Stewardship Fund –					
Acquisition, Rehabilitation, and Development Projects.....	10,399	15,000	15,000	15,000	15,000
Forest Regeneration Funds –					
Parks and Forest Management.....	7,895	4,000	4,000	4,000	4,000
Dirt and Gravel Funds –					
Acquisition, Improvements, and Rehabilitation.....	7,000	7,000	7,000	7,000	7,000
Highway Projects – Motor License Fund.....	2,991,100	2,906,000	2,921,600	2,948,300	2,965,500
Total Current Revenues.....	\$ 3,137,292	\$ 2,981,391	\$ 2,996,872	\$ 3,023,539	\$ 3,040,706
TOTAL - ALL FUNDS	\$ 4,657,031	\$ 4,541,421	\$ 4,531,423	\$ 4,410,779	\$ 4,386,066

FORECAST OF NEW PROJECT AUTHORIZATIONS State Funds

This table provides a summary of the budget recommendations and potential future authorizations by department.

(Dollar Amounts in Thousands)

	2023-24	2024-25	2025-26	2026-27	2027-28	Total
Agriculture.....	\$ 28,992	\$ 30,370	\$ 31,865	\$ 33,453	\$ 35,125	\$ 159,805
Conservation and Natural Resources.....	187,783	79,791	88,635	86,872	85,872	528,953
Corrections.....	50,342	52,826	55,411	58,126	61,032	277,737
Education.....	332,000	339,600	335,000	335,000	335,000	1,676,600
Environmental Protection.....	23,207	24,590	25,734	26,966	28,314	128,811
General Services.....	32,349	34,715	37,696	39,620	40,871	185,251
Historical and Museum Commission.....	22,956	30,093	37,586	45,404	47,674	183,713
Human Services.....	48,288	62,128	105,216	119,880	125,874	461,386
Military and Veterans Affairs.....	44,526	46,682	48,930	51,349	53,916	245,403
State Police.....	81,878	78,479	64,244	50,132	41,132	315,865
Transportation.....	<u>3,536,172</u>	<u>3,143,636</u>	<u>3,161,080</u>	<u>3,189,735</u>	<u>3,209,007</u>	<u>16,239,630</u>
TOTAL.....	<u>\$ 4,388,493</u>	<u>\$ 3,922,910</u>	<u>\$ 3,991,397</u>	<u>\$ 4,036,537</u>	<u>\$ 4,063,817</u>	<u>\$ 20,403,154</u>

RECOMMENDED 2023-24 NEW PROJECT AUTHORIZATIONS State Funds

This table provides a summary of new project authorizations by department and capital program category within bond and current revenue sources.

(Dollar Amounts in Thousands)

	<u>Capital Facilities Bond Funds</u>			
	Public Improvement Projects	Original Furniture & Equipment	Transportation Assistance Projects	Flood Control Projects
Agriculture.....	\$ 28,992	\$ 0	\$ 0	\$ 0
Conservation and Natural Resources.....	41,591	0	0	0
Corrections.....	50,342	0	0	0
Education.....	332,000	0	0	0
Environmental Protection.....	23,207	0	0	0
General Services.....	32,349	0	0	0
Historical and Museum Commission.....	22,956	0	0	0
Human Services.....	48,288	0	0	0
Military and Veterans Affairs.....	44,526	0	0	0
State Police.....	81,878	0	0	0
Transportation.....	35,853	0	713,000	0
TOTAL.....	\$ 741,982	\$ 0	\$ 713,000	\$ 0

	<u>Current Revenues</u>		<u>All Funds</u>
	Highway Projects	Public Improvement Projects	
Agriculture.....	\$ 0	\$ 0	\$ 28,992
Conservation and Natural Resources.....	0	146,192	187,783
Corrections.....	0	0	50,342
Education.....	0	0	332,000
Environmental Protection.....	0	0	23,207
General Services.....	0	0	32,349
Historical and Museum Commission.....	0	0	22,956
Human Services.....	0	0	48,288
Military and Veterans Affairs.....	0	0	44,526
State Police.....	0	0	81,878
Transportation.....	2,787,319	0	3,536,172
TOTAL.....	\$ 2,787,319	\$ 146,192	\$ 4,388,493

DEPARTMENT OF AGRICULTURE

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

2023-24 PUBLIC IMPROVEMENT PROJECTS

Protection and Development of Agricultural Industries.....

TOTAL

**Total
Project Cost**

\$ 28,992

\$ 28,992

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund - Buildings and Structures.....

TOTAL

\$ 28,992

\$ 28,992

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUND

Program: Protection and Development of Agricultural Industries

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

**Total
Project Cost**

Centre County

Animal Diagnostic Laboratory

CONSTRUCT NEW PA EQUINE TOXICOLOGY & RESEARCH LABORATORY AT THE UNIVERSITY OF PENNSYLVANIA:
Design & Construction funds.

\$ 13,978

Chester County

Diagnostic Laboratory

MODERNIZATION AND UPGRADES OF FACILITIES AT THE PENNSYLVANIA STATE UNIVERSITY: Design funds.

7,639

Dauphin County

Farm Show Complex

REPAIRS TO EAST WALL: Construction funds.

5,469

REPAIRS TO NORTH WALL: Construction funds.

1,906

PROGRAM TOTAL

\$ 28,992

DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

2023-24 PUBLIC IMPROVEMENT PROJECTS

	Total Project Cost
Parks and Forest Management.....	\$ 187,783
TOTAL	\$ 187,783

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund - Buildings and Structures.....	\$ 41,591
Capital Facilities Fund - Furniture and Equipment.....	0
Subtotal General Obligation Bond Issues.....	\$ 41,591

Current Revenues

Keystone Recreation, Park, and Conservation Fund – Improvements and Rehabilitation.....	\$ 104,325
Forest Regeneration Fund – Parks and Forest Management.....	7,895
Dirt and Gravel Fund – Acquisition, Improvements, and Rehabilitation.....	7,000
Environmental Stewardship Fund – Parks and Forest Management.....	10,399
State Forestry Bridge Funds - Parks and Forest Management.....	14,245
ISTEA - Parks and Forest Management.....	1,700
BRC Grant - Parks and Forest Management.....	628
Subtotal Current Revenues.....	\$ 146,192
TOTAL	\$ 187,783

Department of Conservation and Natural Resources 2023-24 Projects

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUND Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Adams/Cumberland Counties</u>		
Michaux State Forest		
DESIGN: Construct resource management center and storage building.	\$	450
<u>Allegheny County</u>		
Point State Park		
DESIGN & CONSTRUCTION: Rehabilitate flag bastion, pedestrian access and parking lot.		9,016
<u>Bucks County</u>		
Delaware Canal State Park		
CONSTRUCTION: Construct new resource center with storage.		7,122
<u>Carbon County</u>		
Hickory Run State Park		
CLOSE-OUT: Replace pit latrines with modern comfort stations.		45
<u>Erie County</u>		
Presque Isle State Park		
CONSTRUCTION: Beach nourishment.		1,500
<u>Greene County</u>		
Ryerson Station State Park		
CONSTRUCTION: Improvements to Ryerson Station State Park – park improvements.		1,305
<u>Mercer County</u>		
MK Goddard State Park		
CONSTRUCTION: Replace existing marina facilities with new structure.		1,732
DESIGN: Redevelopment of park facilities.		165
<u>Northumberland County</u>		
Shikellamy State Park		
CLOSE-OUT: Fish passageway.		87
<u>Venango County</u>		
Oil Creek State Park		
DESIGN: Infrastructure construction and other costs related to a three mile trail extension.		1,435
<u>STATEWIDE County</u>		
Various State Parks and Forest Districts		
DESIGN & CONSTRUCTION: Dredging of various state park lakes & dams.		18,734
PROGRAM TOTAL	\$	<u>41,591</u>

Department of Conservation and Natural Resources 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS

FROM KEYSTONE RECREATION, PARK, AND CONSERVATION CURRENT REVENUES

Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands) Total
Project Cost

Beaver County

Raccoon Creek State Park

Structure Replacement, Bridge #213-1202 - Cabin Road over UNT to Traverse Creek.

\$ 350

Berks County

Nolde Forest Environmental Education Center

McConnell Hall Rehabilitation.

150

Blair County

Canoe Creek State Park

Lower Trail Extension.

1,000

Bucks County

Washington Crossing Historic Park

Ida Flood Repairs at Bowmans Hill Wildflower Preserve.

200

Delaware Canal State Park

Replacement of Sunday Road Bridge, Bridge No. 6450-4787.

550

Bowman's Hill Wastegate Repair.

300

Farley's Wastegate Repair/Replace Wingwall.

250

Renovate Interior of Odettes Building.

350

Construct Access Bridge over Canal at New Hope River Intake.

1,000

Rodges Run Culvert Repair.

250

Spahrs Bridge Substructure Rehab.

200

High Falls Sub Canal Culvert Headwall Repairs CV-12.

1,000

Delaware Canal Lumberville Aqueduct & Towpath Bridge over Paunacussing Creek.

1,500

Neshaminy State Park

Pool Concession and Bath House Rehab.

2,200

Nockamixon State Park

Replace Boat Rental Docks (CULP).

200

Construct ADA Cabin.

200

Ralph Stover State Park

Replace Pit Latrines with CXT Vaults.

300

Butler County

Moraine State Park

Rehabilitation Sewage System North Shore.

2,000

Construct Full Service Campsites.

3,400

Sewage Line Rehabilitation.

1,500

Forcemain Replacement.

150

Cambria County

Gallitzin State Forest

RMC Furniture.

250

Prince Gallitzin State Park

Replace Pumps at Three Lift Stations.

650

Replace Waterlines - Phase 2.

1,000

L&I NOV - Phase II - Main Maintenance Area Update.

200

Cameron County

Elk State Forest

District Office Pipe Replacement and Paving.

300

Hicks Run Forest Maintenance HQ and 5-Bay Pole Building.

2,500

Sizerville State Park

Restrooms, Bathhouse, Sewage.

2,500

Carbon County

Hickory Run State Park

LOC Augmentation for DGS 114-6.

700

Department of Conservation and Natural Resources 2023-24 Projects, continued

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Centre County</u>		
Penn-Roosevelt State Park		
Rehabilitate Dam.	\$	900
Black Moshannon State Park		
Philipsburg Rod and Gun Club facilities demolition.		150
Environmental Learning Center.		1,000
Site Improvements at Park Office and Boat Concession.		400
Bald Eagle State Park		
Sewage Treatment Plant Rehabilitation.		400
<u>Chester County</u>		
Marsh Creek State Park		
Construct New Park Office.		3,500
On Lot Sewage Disposal Systems - West Side of Park.		360
<u>Clarion County</u>		
Cook Forest State Park		
Rehab Suspension Bridge.		400
<u>Clearfield County</u>		
Parker Dam State Park		
Rehabilitate Sewage Treatment Plant.		1,000
Dam Repairs.		550
Rustic Cabin Restroom Replacement.		1,500
Moshannon State Forest		
Shaggers Inn Waterfowl Dam Repairs.		5,600
<u>Clinton County</u>		
Hyner Run State Park		
Hyner Run Pool Rehabilitation.		3,500
<u>Cumberland County</u>		
Pine Grove Furnace State Park		
Rehabilitate Iron Master's Mansion.		1,200
Replace Waterlines.		500
Kings Gap Environmental Education Center		
Rehab Water Tower.		275
<u>Elk County</u>		
Bendigo State Park		
Replace Bathhouse/Lifeguard Station/Concession/Pool Deck.		2,500
<u>Erie County</u>		
Presque Isle State Park		
Building Rehab - Stull Center Rehabilitation Phase 2.		1,500
Paving - Multi Purpose Trail Rehab, Phase 2.		1,000
<u>Fayette County</u>		
Ohiopyle State Park		
Improvements to Ferncliff Parking.		1,000
Campground Full Service Sites - The Ol' Predicament Loop.		3,000
Construct Parking Lot Adjacent to Borough.		600
Reline Brunner Run Culvert 0933.		1,000
GAP Trail over UNT to Youghiogheny River.		400
<u>Franklin County</u>		
Buchanan State Forest		
Construct 5-bay Storage Building - Bear Valley.		350
<u>Fulton County</u>		
Cowans Gap State Park		
Construct New Office/Relocate Park Lease.		1,900
Pavilion #3 and #4 Repairs/Replace.		300
Rehab STP - Fine Screen, Blowers, Paint Tanks.		450
Buchanan State Forest		
Sideling Hill Maintenance/Mechanic Shop.		4,900
<u>Huntingdon County</u>		
Greenwood Furnace State Park		
Mansion Renovations – Interior.		250
<u>Lackawanna County</u>		
Lackawanna State Park		
Pool Liner Replacement.		300
Replace Washhouses Campground.		1,500

Capital Budget

Department of Conservation and Natural Resources 2023-24 Projects, continued

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Luzerne County</u>		
Frances Slocum State Park		
Sewer Connection to DAMA, STP Demolition (CULP).		\$ 1,200
Ricketts Glen State Park		
Modern Camping Shower Houses.		1,600
<u>McKean County</u>		
Kinzua Bridge State Park		
Skywalk Structural Repairs.		1,500
<u>Monroe County</u>		
Gouldsboro State Park		
Replace Pit Bathhouse with CXT style facility.		1,000
<u>Montgomery County</u>		
Evansburg State Park		
Replace Sewer Lines.		365
<u>Northumberland County</u>		
Weiser State Forest		
Keffers Fire Tower Reconstruction.		350
Shikellamy State Park		
Upgrade Dam Control Facilities/Place Stream Sensors for Dam Operation.		1,500
<u>Perry County</u>		
Little Buffalo State Park		
Replace 5 Camping Cottages.		400
Rehab or Replace Pool Buildings.		1,200
<u>Pike County</u>		
Promised Land State Park		
Construct Full Service Campsites Phase 2.		1,250
Repave and Widen Pickerel Point Road (Phase 3) and Repave North Shore Road (Phase 4).		1,500
<u>Potter County</u>		
Lyman Run State Park		
Install Electric Dam Gate Operators and Generator.		400
Cherry Springs State Park		
Cherry Springs Astronomy Programming Area Rehabilitation.		2,500
<u>Schuylkill County</u>		
Tuscarora State Park		
Construct New Beach Showerhouse.		2,500
Locust Lake State Park		
Showerhouse Replacement Phase 1 and Full Service Campsites.		3,800
<u>Sullivan County</u>		
Loyalsock State Forest		
Emergency Backup Power Hillsgrove HQ.		175
Worlds End State Park		
Cabin Road Bridge Over Loyalsock.		300
<u>Tioga County</u>		
Leonard Harrison State Park		
Visitor Center Addition.		3,400
Tioga State Forest		
Rip-Rap at Bab Creek and Pine Creek.		500
Hills Creek State Park		
Construct New Park Office.		4,000
<u>Venango County</u>		
Oil Creek State Park		
Construct Trail Bridge, Columbia Farm Crossing.		1,750
<u>York County</u>		
Gifford Pinchot State Park		
Rehab 7 Shower Houses.		1,500
<u>Warren County</u>		
Chapman State Park		
Construct Full Service Campsites.		1,500
<u>Westmoreland County</u>		
Keystone State Park		
New Park Office.		2,800
 PROGRAM TOTAL		 \$ 104,325

Department of Conservation and Natural Resources 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS
FROM FOREST REGENERATION FUNDS CURRENT REVENUES
Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Adams, Cumberland, and Franklin Counties</u>		
Michaux State Forest		
Construct Woven Wire Deer Fencing.	\$	185
<u>Bradford, Lycoming, and Sullivan Counties</u>		
Loyalsock State Forest		
Construct Woven Wire Deer Fencing.		460
<u>Centre, Clinton, Mifflin, Union, and Snyder Counties</u>		
Bald Eagle State Forest		
Construct Woven Wire Deer Fencing.		270
<u>Northampton County</u>		
Jacobsburg Environmental Education Center		
Stream Assessment/Streambank Stabilization.		600
<u>Various Counties</u>		
Susquehannock and Tioga State Forests		
Construct Woven Wire Deer Fencing.		380
<u>Location To Be Determined</u>		
Core Storage Facility		
Acquire and/or construct core storage facilities for Geologic Survey.		6,000
PROGRAM TOTAL	\$	<u>7,895</u>

PUBLIC IMPROVEMENT PROJECTS
FROM DIRT AND GRAVEL ROAD FUNDS CURRENT REVENUES
Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Beaver County</u>		
Raccoon Creek State Park		
Road Rehabilitation Beach Rd.	\$	1,500
<u>Butler County</u>		
Moraine State Park		
Road Rehabilitation, Phase 1.		1,500
<u>Fayette County</u>		
Ohiopyle State Park		
Seal Coat Bruner Run Road.		300
<u>Delaware County</u>		
Ridley Creek State Park		
Repave Forge Road		300
Repave North Sandy Flash Road.		1,500
<u>Montgomery County</u>		
Evansburg State Park		
Skippack Creek Road paving Phase 3.		200
Paving - Various Park Roads.		700
<u>Schuylkill County</u>		
Locust Lake State Park		
Pave CG loop roads for sites 89-213 and tent loop and beach lot.		1,000
PROGRAM TOTAL	\$	<u>7,000</u>

Department of Conservation and Natural Resources 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS
FROM ENVIRONMENTAL STEWARDSHIP FUNDS CURRENT REVENUES
Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Berks County</u>		
French Creek State Park		
Big Woods Trail.		\$ 420
<u>Butler County</u>		
Moraine State Park		
Dam Repairs- Moraine Dam.		650
<u>Centre County</u>		
Penn Nursery		
Repave Nursery Parking Lots and Travel Lanes.		568
Black Moshannon State Park		
Spahrs Bridge Substructure Rehab.		6,100
<u>Fayette County</u>		
Ohioyle State Park		
Construct Solar Array at Heliport.		2,500
<u>Montgomery County</u>		
Evansburg State Park		
Bridge Replacement Bridge No. 6434-1602 Fern Ave over Tributary to Skippack Creek.		161
PROGRAM TOTAL		<u>\$ 10,399</u>

PUBLIC IMPROVEMENT PROJECTS
FROM FORESTRY BRIDGE FUNDS CURRENT REVENUES
Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Adams County</u>		
Michaux State Forest		
Structure Replacement, Culvert No. 01-0031, Birch Run Road over Unnamed Tributary to Birch Run.		\$ 320
<u>Cameron County</u>		
Elk State Forest		
Simons Lane over Bender Run & Simons Lane over Portable Run.		550
<u>Centre County</u>		
Moshannon State Forest		
Sixmile Road over Wolf Rocks Run.		225
Claymine Road over Corbin Run.		465
<u>Clearfield County</u>		
Moshannon State Forest		
McGeorge Road over Alex Branch.		300
Hoover Nelson Road over UNT to Woods Run.		325
Wallace Mines over Trib to Alex Branch & Wallace Mines over Trout Run.		600
<u>Clinton County</u>		
Sproul State Forest		
Cooks Run over Onion Run & Cooks Run over Milligan Run & Coon Run over E.B. Big Run.		1,000
Boone Road over Sandy Run.		350
Structure Replacement - Hensel Fork Rd over Hensel Fork and Streambank Restoration.		290
Structure Replacements - Structure A: Bridge 10-0062 Pfoutz Valley Road over Hensel Fork, Structure B: Bridge No. 10-0085		580
Stony Run Road over Unnamed Tributary to Stony Run.		2,440
Graham Road over East Ferney & Graham Road over Graham Run (2 Structures).		2,440

Department of Conservation and Natural Resources 2023-24 Projects, continued

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Cumberland County</u>		
Michaux State Forest		
Structure Replacements, Bridge No. 01-0033 and Bridge No. 01-0034, Woodrow Road over Mountain Creek Side Streams.	\$	480
<u>Elk County</u>		
Lehigh Gorge State Park		
Repairs to Lehigh Gorge Trail Bridge over Buck Mountain Creek.		300
<u>Fulton County</u>		
Buchanan State Forest		
Structure Replacement, Bridge No. 02-0012, Roaring Run Road over West Fork of Roaring Run.		320
Structure Replacement, Bridge No. 02-00XX, Oregon Road over Oregon Creek.		280
<u>Huntingdon County</u>		
Rothrock State Forest		
Martin Rd. over East Branch Standing Stone Creek.		350
Bridge Maintenance Repair - F.D. #5.		800
<u>Lycoming County</u>		
Loyalsock State Forest		
Structure Replacement, Bridge No. 20-9020 Upper Pleasant Stream Road over Pleasant Stream, Bridge No. 20-9016 Masten Road over Sixth Bottom Run.		650
<u>Luzerne County</u>		
Pinchot State Forest		
Replacement of Bear Creek Blvd over Laurel Run.		350
<u>Mifflin County</u>		
Tuscarora State Forest		
Structure Replacement, Bridge No. 03-0052 Wynn Gap Haul Rd over UNT to East Licking Creek.		250
<u>Monroe County</u>		
Delaware State Forest		
Laurel Run Road Culvert Replacement.		225
<u>Perry County</u>		
Tuscarora State Forest		
Structure Replacements - Culvert A: No. 5103-0050, Second Narrows Road & Culvert B: 5103-0051, Laurel Run Road over Cold Spring Run.		720
Structure Replacement - Bridge No. 03-0048 Wolf Road over UNT to Shaeffer Run.		350
Structure Replacement - Bridge No. 03-0023, Laurel Run Road over Unnamed Tributary to Laurel Run.		300
<u>Potter County</u>		
Susquehannock State Forest		
Structure Replacement, Bridge 15-9006, Horton Run Road over UNT to Horton Run.		300
<u>Schuylkill County</u>		
Weiser State Forest		
Weaver Road Over Panther Creek Superstructure Replacement.		200
<u>Tioga County</u>		
Tioga State Forest		
Reynolds Spring Road over Morris Run.		300
Fallbrook Cemetery Road over Hemlock Hollow Run.		275
<u>Union County</u>		
Bald Eagles State Forest		
Rehab/Repairs, Bridge No. 07-0059, White Mtn. Rd. over Penns Creek.		350
PROGRAM TOTAL	\$	<u>14,245</u>

Department of Conservation and Natural Resources 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS
FROM BRC GRANT CURRENT REVENUES
Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Adams & Cumberland Counties</u>		
Michaux State Forest		
ATV Trail System Rehab.	\$	628
PROGRAM TOTAL	\$	628

PUBLIC IMPROVEMENT PROJECTS
FROM ISTE A CURRENT REVENUES
Program: Parks and Forest Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Bucks County</u>		
Delaware Canal State Park		
Yardley Aqueduct	\$	1,700
PROGRAM TOTAL	\$	1,700

DEPARTMENT OF CORRECTIONS

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

2023-24 PUBLIC IMPROVEMENT PROJECTS

	Total Project Cost
Institutionalization of Offenders.....	\$ 50,342
TOTAL	\$ 50,342

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund - Buildings and Structures.....	\$ 50,342
Capital Facilities Fund - Furniture and Equipment.....	0
Subtotal General Obligation Bond Issues.....	\$ 50,342

Other Revenues

Buildings and Structures.....	0
TOTAL	\$ 50,342

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUNDS

Program: Institutionalization of Offenders

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

	Total Project Cost
<u>Centre County</u>	
State Correctional Institution at Brenner	
RENOVATE INSTITUTION: Bus/maintenance facility upgrades.	\$ 495
RENOVATE INSTITUTION: Construct 3 new residences.	169
State Correctional Institution at Rockview	
RENOVATE INSTITUTION: Expand parking and re-pave roads & lots.	16
RENOVATE INSTITUTION: Renovate laundry building.	29
RENOVATE INSTITUTION: Replace boilers.	394
RENOVATE INSTITUTION: Renovations of A&D blocks.	900
<u>Clearfield County</u>	
Quehanna Motivational Boot Camp	
RENOVATE INSTITUTION: Renovations to building D.	505
<u>Crawford County</u>	
State Correctional Institution at Cambridge Springs	
RENOVATE INSTITUTION: Air condition program services and building 3 (medical).	24
<u>Cumberland County</u>	
State Correctional Institution at Camp Hill	
RENOVATE INSTITUTION: Renovate boiler plant.	70
RENOVATE INSTITUTION: Renovate kitchen number two.	7,328
RENOVATE INSTITUTION: Renovate P block HVAC systems.	16
RENOVATE INSTITUTION: Renovate switchgear, generators and electrical upgrades.	382
RENOVATE INSTITUTION: Door control renovations.	75
<u>Erie County</u>	
State Correctional Institution at Albion	
RENOVATE INSTITUTION: Replace roofs & flashing.	44

Department of Corrections 2023-24 Projects, continued

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Fayette County</u>		
State Correctional Institution at Fayette		
RENOVATE INSTITUTION: Replace power inverters.		\$ 17
<u>Forest County</u>		
State Correctional Institution at Forest		
RENOVATE INSTITUTION: Renovation to water tower.		170
RENOVATE INSTITUTION: Upgrade/replace PLC.		394
RENOVATE INSTITUTION: Update IP Cameras.		2,148
RENOVATE INSTITUTION: Microlite system & BAS system upgrades.		559
<u>Greene County</u>		
State Correctional Institution at Greene		
RENOVATE INSTITUTION: Renovate switchgear & generators and electrical upgrades.		5,738
RENOVATE INSTITUTION: Upgrade central utility plant.		4,475
<u>Huntingdon County</u>		
State Correctional Institution at Huntingdon		
RENOVATE INSTITUTION: Replace condensate.		237
State Correctional Institution at Smithfield		
RENOVATE INSTITUTION: Replacement of the high voltage lines & generators.		6,562
<u>Indiana County</u>		
State Correctional Institution at Pine Grove		
RENOVATE INSTITUTION: Replace control room and upgrade camera system.		1,582
RENOVATE INSTITUTION: Replace generators and switchgear.		100
<u>Luzerne County</u>		
State Correctional Institution at Dallas		
RENOVATE INSTITUTION: Roof replacement.		135
<u>Lycoming County</u>		
State Correctional Institution at Muncy		
RENOVATE INSTITUTION: Construct new intake/admin area.		2,100
RENOVATE INSTITUTION: Expand visitor center & construct new training center.		564
<u>Montgomery County</u>		
State Correctional Institution Phoenix		
RENOVATE INSTITUTION: PIDS upgrade to Micronet II.		25
RENOVATE INSTITUTION: Construct four residential single-story homes.		225
<u>Northumberland County</u>		
State Correctional Institution at Coal Township		
RENOVATE INSTITUTION: Expansion loops and support reinforcing for pipes.		5,562
<u>Schuylkill County</u>		
State Correctional Institution at Frackville		
RENOVATE INSTITUTION: Upgrade main electrical switchgear.		868
RENOVATE INSTITUTION: Camera system upgrade.		191
State Correctional Institution at Mahanoy		
RENOVATE INSTITUTION: Replacement of rubber roofs on various buildings.		15
RENOVATE INSTITUTION: Electrical upgrades and repairs/renovations to switchgear & generators.		5,625
<u>Wayne County</u>		
State Correctional Institution at Waymart		
RENOVATE INSTITUTION: Replace steam lines and traps.		2,578
RENOVATE INSTITUTION: Air condition three housing units.		25
PROGRAM TOTAL		<u>\$ 50,342</u>

DEPARTMENT OF EDUCATION

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

	Total Project Cost
2023-24 PUBLIC IMPROVEMENT PROJECTS	
Higher Education - State-Related Universities.....	\$ 247,000
Higher Education - State System of Higher Education.....	85,000
Educational Support Services.....	0
TOTAL	\$ 332,000

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund - Buildings and Structures.....	\$ 332,000
Capital Facilities Fund - Furniture and Equipment.....	0
Subtotal General Obligation Bond Issues.....	\$ 332,000
TOTAL	\$ 332,000

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUNDS

Program: Higher Education - State Related Universities

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

	Total Project Cost
<u>Allegheny County</u>	
University of Pittsburgh	
CONSTRUCTION FUNDING: Provide funding for renovations of Chevron Science Center.	\$ 5,000
CONSTRUCTION FUNDING: Provide funding for renovations of Hillman Library.	10,000
CONSTRUCTION FUNDING: Provide funding for track & field complex.	37,000
<u>Centre County</u>	
Pennsylvania State University	
CONSTRUCTION FUNDING: Provide funding for construction of capital renewal phase IX, University Park.	30,000
CONSTRUCTION FUNDING: Provide funding for Sackett Building Renovation & Addition, University Park.	45,000
CONSTRUCTION FUNDING: Provide funding for construction of capital renewal phase IV, Central Commonwealth Campuses.	2,000
CONSTRUCTION FUNDING: Provide funding for construction of capital renewal phase IV, Western Commonwealth Campuses.	6,000
CONSTRUCTION FUNDING: Provide funding for construction of capital renewal phase IV, Western Commonwealth Campuses.	2,000
<u>Chester County</u>	
Lincoln University	
CLOSE-OUT: Provide funding for renovations to Vail Hall.	190
CONSTRUCTION FUNDING: Provide funding for renovations to Cresson Hall.	897
DESIGN & CONSTRUCTION FUNDING: Provide funding for renovations to Manuel Rivero (Hall) gymnasium.	1,749
DESIGN & CONSTRUCTION FUNDING: Provide funding for renovations to Houston Hall.	8,914
DESIGN & CONSTRUCTION FUNDING: Provide funding for renovations and additions to two historic buildings (Lincoln House & Bond House).	8,250
<u>Lancaster County</u>	
Thaddeus Stevens College of Technology	
CONSTRUCTION FUNDING: Provide funding for a community learning center.	638
CLOSE-OUT: Provide funding for Leonard/dormitory.	44
CONSTRUCTION FUNDING: Provide funding for a new multi-purpose dormitory building.	10,253
DESIGN, CONSTRUCTION & CLOSE-OUT FUNDING: Provide funding for roof replacements.	1,470
DESIGN & CONSTRUCTION FUNDING: Provide funding for Student Center addition.	2,595
<u>Philadelphia County</u>	
Temple University	
CONSTRUCTION FUNDING: Provide funding for Interdisciplinary Research Facility.	45,000
CONSTRUCTION FUNDING: Provide funding for Multi-Use Facility.	30,000
PROGRAM TOTAL	\$ 247,000

Department of Education 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUNDS Program: Higher Education - State System of Higher Education

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Berks County</u>		
Kutztown University		
CLOSE-OUT: Provide funding for Poplar House renovation/addition.	\$	75
DESIGN FUNDING: Provide funding for expansion to Keystone Hall/Fieldhouse renovation.		466
<u>Butler County</u>		
Slippery Rock University		
CONSTRUCTION FUNDING: Provide funding for upgrades to electrical infrastructure.		10,988
<u>Chester County</u>		
West Chester University		
CONSTRUCTION FUNDING: Provide funding for the Sturzebecker Health Science Center addition.		26,158
<u>Clinton County</u>		
Lock Haven University		
DESIGN FUNDING: Provide funding for the Raub Hall.		5,503
<u>Columbia County</u>		
CONSTRUCTION & CLOSE-OUT FUNDING: Provide funding for McCormick Center renovation.		
		2,143
<u>Cumberland County</u>		
Shippensburg University		
DESIGN 7 CLOSE-OUT FUNDING: Provide funding for Franklin Science Center renovation.		10,005
<u>Delaware County</u>		
Cheney University		
CLOSE-OUT: Provide funding for Cope Hall renovation/addition.		415
CLOSE-OUT: Provide funding for project 403-85 Phase 2, deferred maintenance and repairs.		29
<u>Indiana County</u>		
Indiana University		
CLOSE-OUT FUNDING: Provide funding for project 407-75 Phase 2, demolition of underutilized and obsolete buildings.		20
CONSTRUCTION & CLOSE-OUT: Provide funding for chilled water plant expansion.		847
CONSTRUCTION FUNDING: Provide funding for upgrades to campus utility infrastructure.		4,187
<u>Lancaster County</u>		
Millersville University		
CONSTRUCTION FUNDING: Provide funding for Brooks Hall Business School.		7,680
<u>Monroe County</u>		
East Stroudsburg University		
CLOSE-OUT: Provide funding for project 405-58 Phase 1, Information Commons construction.		489
<u>Tioga County</u>		
Mansfield University		
DESIGN FUNDING: Provide funding for upgrades to campus utility infrastructure.		930
<u>Washington County</u>		
California University of Pennsylvania		
DESIGN & CONSTRUCTION FUNDING: Provide funding for science building.		14,885
DESIGN FUNDING: Provide funding for upgrades to boiler plant.		180
PROGRAM TOTAL	\$	<u>85,000</u>

DEPARTMENT OF ENVIRONMENTAL PROTECTION

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

	Total Project Cost
2023-24 PUBLIC IMPROVEMENT PROJECTS	
Environmental Protection and Management.....	\$ 23,207
TOTAL	\$ 23,207
SOURCE OF FUNDS	
General Obligation Bond Issues	
Capital Facilities Fund - Buildings and Structures.....	\$ 23,207
TOTAL	\$ 23,207

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUNDS Program: Environmental Protection and Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

	Total Project Cost
<u>Cambria County</u>	
Northern Cambria	
CONSTRUCTION FUNDING: West Branch of Susquehanna Flood Control.	\$ 1,024
N.B. Little Conemaugh River	
CONSTRUCTION FUNDING: Provide construction funds for project 183-22, Wilmore flood protection.	190
<u>Clearfield County</u>	
Stinky Run	
CONSTRUCTION FUNDING: Provide flood control funding.	293
<u>Fayette County</u>	
Ohioyle Mine water treatment	
CONSTRUCTION FUNDING: Provide funding for upgrades to treatment facility.	2,207
<u>Lackawanna County</u>	
Blakely Flood Protection	
CONSTRUCTION FUNDING: Provide funding for project 181-27, rehabilitation for flood protection at Hull Creek.	43
Rushbrook Creek- Jermyn Borough	
CONSTRUCTION FUNDING: Provide funding for project 181-21, flood control.	209
<u>Luzerne County</u>	
Ashley Borough	
CONSTRUCTION & CLOSE-OUT: Provide funding for project 181-20, flood protection at Sulfur Run.	251
Duryea 2 – Lackawanna River	
DESIGN FUNDING: Provide funding for project 181-22, rehabilitation of flood protection.	40
<u>McKean County</u>	
Allegheny River and Lillibridge Creek, Port Allegany	
CONSTRUCTION FUNDING: Provide funding for project 182-10, flood control.	3,300
<u>Northumberland County</u>	
Butternut Creek	
CONSTRUCTION 7 CLOSE-OUT: Provide funding for project 182-19, flood control.	117
<u>Warren County</u>	
Glade Run	
CONSTRUCTION FUNDING: Provide construction funds for project 183-14 Phase 2, flood protection.	806
<u>Westmoreland County</u>	
Jeannette 2	
CONSTRUCTION & CLOSE OUT: Provide construction funds for project 182-07 Phase 2, Brush Creek flood control.	111
Banning #4/Euclid Treatment	
CONSTRUCTION FUNDING: New treatment facility.	14,561
Northmont Street Area	
CONSTRUCTION FUNDING: Provide construction funds for project 182-07 Phase 2, Brush Creek flood control.	55
PROGRAM TOTAL	\$ 23,207

DEPARTMENT OF GENERAL SERVICES

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

2023-24 PUBLIC IMPROVEMENT PROJECTS

	Total Project Cost
Facility, Property and Commodity Management.....	\$ 32,349
TOTAL	\$ 32,349

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund - Buildings and Structures.....	\$ 32,349
Capital Facilities Fund - Furniture and Equipment.....	0
TOTAL	\$ 32,349

PUBLIC IMPROVEMENT PROJECTS

FROM CAPITAL FACILITIES BOND FUND

Program: Facility, Property and Commodity Management

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

Dauphin County

Arsenal Building

DESIGN & CONSTRUCTION FUNDING: Provide funding for elevator upgrades. \$ 890

Capitol Complex - Central Plant

CONSTRUCTION FUNDING: Provide funding for renovations, chiller system replacement, and electrical system upgrades. 1,975

Capitol Complex

CONSTRUCTION FUNDING: Provide funding for automation system upgrades. 440

Capitol Complex - East Wing

CONSTRUCTION FUNDING: Provide funding for escalator repair/replacement. 358

CONSTRUCTION FUNDING: Provide funding for replacement of diffusers & cafeteria upgrades. 1,897

Capitol Complex - East Wing/Capital Core

CONSTRUCTION 7 CLOSE-OUT: Provide funding for water Infiltration project. 1,650

Finance Building

CONSTRUCTION FUNDING: Provide funding for elevator renovations. 6,248

Keystone Building

DESIGN FUNDING: Provide funding for fire alarm replacement. 4,886

L&I and H&W

CONSTRUCTION FUNDING: Provide funding for caulking exteriors and window replacement. 2,567

333 Market Street

DESIGN FUNDING: Provide funding for elevator upgrades. 292

Museum

DESIGN & CONSTRUCTION FUNDING: Provide funding for paver repair/replacement. 7,911

Rachel Carson State Office Building

DESIGN FUNDING: Provide funding to replace diffusers. 3,075

State Street Bridge

CONSTRUCTION & CLOSE-OUT: Provide funding for upgrades. 160

PROGRAM TOTAL **\$ 32,349**

HISTORICAL AND MUSEUM COMMISSION

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

	Total Project Cost
2023-24 PUBLIC IMPROVEMENT PROJECTS	
State Historic Preservation.....	\$ 22,956
TOTAL	\$ 22,956

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund - Buildings and Structures.....	\$ 22,956
TOTAL	\$ 22,956

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUND

Program: State Historic Preservation

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

	Total Project Cost
<u>Berks County</u>	
Daniel Boone Homestead	
CLOSE-OUT FUNDING: Infrastructure, building, and site improvements.	\$ 38
<u>Dauphin County</u>	
State Museum of PA	
CONSTRUCTION & CLOSE-OUT: Infrastructure upgrades and renovations.	315
DESIGN & CONSTRUCTION FUNDING: Renovations and upgrades to exhibits and galleries.	3,200
DESIGN & CONSTRUCTION FUNDING: Infrastructure upgrades and renovation.	11,565
<u>Delaware County</u>	
Brandywine Battlefield Park	
DESIGN & CONSTRUCTION FUNDING: Provide permanent exhibits for visitor's center.	1,090
<u>Erie County</u>	
Erie Maritime Museum	
DESIGN FUNDING: Building and infrastructure improvements.	560
<u>Lancaster County</u>	
Railroad Museum	
CONSTRUCTION FUNDING: Roundhouse.	972
<u>Lackawanna County</u>	
Scranton Cultural Center	
CONSTRUCTION FUNDING: Renovations.	3,216
<u>STATEWIDE</u>	
Somerset Historical Center	
DESIGN & CONSTRUCTION FUNDING: Upgrade exhibits.	2,000
PROGRAM TOTAL	\$ 22,956

DEPARTMENT OF HUMAN SERVICES

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

2023-24 PUBLIC IMPROVEMENT PROJECTS

	Total Project Cost
Human Services.....	\$ 48,288
TOTAL	\$ 48,288

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund – Buildings and Structures.....	\$ 48,288
Capital Facilities Fund – Furniture and Equipment.....	0
TOTAL	\$ 48,288

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUND Program: Human Services

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

	Total Project Cost
<u>Berks County</u> Wernersville State Hospital CONSTRUCTION FUNDING: Provide funding for electrical system upgrades.	\$ 9,033
<u>Cambria County</u> Ebensburg Center DESIGN FUNDING: Provide funding for HVAC, sprinkler, electrical, and misc. improvements.	2,362
<u>Franklin County</u> South Mountain Restoration Center & Secure Treatment Unit DESIGN FUNDING: Security upgrades.	40
<u>Montgomery County</u> Norristown State Hospital DESIGN AND CONSTRUCTION FUNDING: Provide funding for new forensic building.	35,195
<u>Montour County</u> Danville State Hospital DESIGN FUNDING: Replace steam generation equipment.	405
North Central Secure Treatment Unit CONSTRUCTION FUNDING: Provide funding for HVAC upgrades at Reed & Green buildings.	640
DESIGN FUNDING: Replace Reed building windows.	78
<u>Perry County</u> Loysville Youth Development Center DESIGN & CONSTRUCTION FUNDING: Provide funding for window replacement.	535
PROGRAM TOTAL	\$ 48,288

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

2023-24 PUBLIC IMPROVEMENT PROJECTS

	Total Project Cost
State Military Readiness.....	\$ 57,846
Veterans Homes.....	9,825
TOTAL	\$ 67,671

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund - Buildings and Structures.....	\$ 44,526
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Other Revenues

Federal Funds*.....	23,145
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TOTAL	\$ 67,671
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* VA Federal reimbursement \$4.204 million will be reimbursed to the State once projects are completed.

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUND Program: State Military Readiness

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

		Total Project Cost
<u>Adams County</u>		
Gettysburg Readiness Center		
REHABILITATE READINESS CENTER: Design funds for rehabilitation for the readiness center.	State	\$ 163
	Federal	0
<u>Cumberland County</u>		
Carlisle Readiness Center		
REHABILITATE READINESS CENTER: Design & Construction funds for the rehabilitation of the readiness center.	State	4,323
	Federal	0
<u>Lebanon County</u>		
FTIG Readiness Center		
COMMUNITY CLUB BUILDING: Design funds for community club building.	State	570
	Federal	0
EAST APC AND SECURITY FENCING: Construction funds for perimeter security.	State	5,772
	Federal	0
NEW AUDITORIUM: Construction funds for new auditorium.	State	7,995
	Federal	0
INFRASTRUCTURE IMPROVEMENTS: Design funds for intersection improvement and utility replacements.	State	200
	Federal	0
Marquette Lake Dam		
REHABILITATE LAKE DAM: Design & Construction funds for the rehabilitation of the dam.	State	6,613
	Federal	2,999
REPLACE BRIDGE: Construction & Close-out funds for the replacement of the bridge.	State	753
	Federal	161

Department of Military and Veterans Affairs 2023-24 Projects, continued

(Dollar Amounts in Thousands)

		Total Project Cost
<u>Luzerne County</u>		
Wilkes-Barre Readiness Center		
REHABILITATE READINESS CENTER: Construction funds for the rehabilitation of the readiness center.	State	\$ 4,058
	Federal	2,999
<u>Mercer County</u>		
Hermitage Readiness Center		
REHABILITATE READINESS CENTER: Construction funds for the rehabilitation of the readiness center.	State	6,642
	Federal	10,600
<u>Montgomery County</u>		
Plymouth Meeting Readiness Center		
REHABILITATE READINESS CENTER: Close-out funds for the rehabilitation of the readiness center.	State	80
	Federal	0
Horsham Readiness Center		
REHABILITATE READINESS CENTER: Close-out funds for the rehabilitation of the readiness center.	State	33
	Federal	0
Biddle Air National Guard Station RC		
REHABILITATE READINESS CENTER: Design funds for the renovation of building 237.	State	385
	Federal	0
<u>Union County</u>		
Danville Field Maintenance Building		
NEW FACILITY: Construction funds for the construction of a new maintenance building.	State	3,500
	Federal	0
TOTAL STATE		\$ 41,087
TOTAL FEDERAL		16,759
PROGRAM TOTAL		\$ 57,846

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUND Program: Veterans Homes

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

		Total Project Cost
<u>Blair County</u>		
Hollidaysburg Veterans Home		
VETERANS HOME: Construction & Close-out funds for expansion of dietary department.	State	\$ 1,925
	Federal	3,575
VETERANS HOME: Construction & Close-out funds for new community living center.	State	1,514
	Federal	2,811
TOTAL STATE		\$ 3,439
TOTAL FEDERAL		6,386
PROGRAM TOTAL		\$ 9,825

STATE POLICE

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

2023-24 PUBLIC IMPROVEMENT PROJECTS

	Total Project Cost
Public Protection and Law Enforcement.....	\$ 81,878
TOTAL	<u>\$ 81,878</u>

SOURCE OF FUNDS

General Obligation Bond Issues

Capital Facilities Fund – Buildings and Structures.....	\$ 81,878
Capital Facilities Fund – Furniture and Equipment.....	0
TOTAL	<u>\$ 81,878</u>

PUBLIC IMPROVEMENT PROJECTS FROM CAPITAL FACILITIES BOND FUNDS Program: Public Protection and Law Enforcement

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

(Dollar Amounts in Thousands)

Dauphin County

BESO HQ

CONSTRUCTION FUNDING: Provide funding for new Bureau of Emergency and Special Operations facility. \$ 14,686

Training Academy

CONSTRUCTION FUNDING: Provide funding for 211-05, modernization of training academy. 67,192

PROGRAM TOTAL \$ 81,878

DEPARTMENT OF TRANSPORTATION

Summary of Recommended Authorization Amounts by Program and Source of Funds

(Dollar Amounts in Thousands)

	<u>Total Project Cost</u>
2023-24 PUBLIC IMPROVEMENT PROJECTS	
State Highway, Bridge, & Administration Construction/Reconstruction.....	\$ 2,777,000
HIGHWAY AND BRIDGE PROJECTS	
State Highway and Bridge Maintenance.....	46,172
TRANSPORTATION ASSISTANCE PROJECTS	
Public Transportation.....	685,000
Rail Freight Transportation.....	28,000
Subtotal.....	<u>\$ 713,000</u>
TOTAL	<u><u>\$ 3,536,172</u></u>
SOURCE OF FUNDS	
General Obligation Bond Issues	
Capital Facilities Fund - Public Improvement Projects.....	\$ 35,853
Capital Facilities Fund - Furniture and Equipment.....	0
Capital Facilities Fund - Transportation Assistance.....	713,000
Subtotal.....	<u>\$ 748,853</u>
Current Revenues	
Motor License Fund.....	\$ 2,787,319
Federal Funds.....	0
Local Funds.....	0
Subtotal.....	<u>\$ 2,787,319</u>
TOTAL	<u><u>\$ 3,536,172</u></u>

Department of Transportation 2023-24 Projects

PUBLIC IMPROVEMENT PROJECTS FROM BOND FUND OR CURRENT REVENUES

Program: State Highway, Bridge, & Administration Construction/Reconstruction

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Allegheny County</u>		
Maintenance Facility County Office		
Replace roof systems at the Fort Pitt, Liberty, and Squirrel Hill Tunnel Facilities. Renovate, expand, replace, upgrade facilities building systems, including HVAC, boilers, building envelope, and interior upgrades.	\$	3,000
Maintenance Facility County Office		
New construction, renovations, expansion & alterations to existing maintenance facility, including site acquisition & development, design, construction and utility work at Fort Pitt Tunnel, Liberty Tunnel, and Squirrel Hill Tunnel. \$12 million each.		36,000
Maintenance Facility Generator		
Renovate, expand, replace and upgrade facilities backup generator, switchgear, transformer and electrical system at Fort Pitt, Liberty, and Squirrel Hill Tunnel Facilities.		3,000
<u>Allegheny, Cambria, Centre, Crawford, Fayette, Greene, Lawrence, Lebanon, Mercer, Mifflin, Schuylkill, Snyder, Somerset, Venango, and Warren Counties</u>		
Drivers Licensing Facility		
Drivers Licensing Center. Renovate, construct new, and expand including; roof replacement, upgrade building systems, sidewalks, curbing, step replacement, parking lot upgrades and sewage plant upgrades. \$12 million each.		180,000
<u>Armstrong, Allegheny, Bedford, Cambria, Dauphin, Delaware, Fayette, Lackawanna, Montour, Perry, and Washington Counties</u>		
Maintenance Facility Stockpile. Two projects in Armstrong, Cambria, and Dauphin counties.		
Stockpile Facility. Develop new, upgrade, or replace: This project will provide for the construction of a new, or renovation of an existing stockpile facility to meet code and program requirements. \$8 million each.		112,000
<u>Bedford and Berks Counties</u>		
Winter Material Storage Building		
Salt Storage Building. Construct new, upgrade, or replace: This project will provide for the construction or renovation of four (4) salt storage buildings. \$12 million each.		24,000
<u>Beaver County</u>		
Maintenance Vehicle Wash Facility		
Vehicle Wash Facility. Construct new or retrofit: This project will provide for the new construction or retrofitting of a facility and may include; site work, utilities and equipment.		12,000
Maintenance Facility Stockpile		
Fleet Management Maintenance Facility. Construct new, upgrade or replace: This project will provide for the construction or renovation of a facility. May include: site acquisition and development, design and construction of buildings, and utility work.		12,000
<u>Clinton County</u>		
Rest Area Facility		
Renovate and expand Rest Site 33 and 34 including; roof replacement, building systems upgrades, sidewalks, curbing, step replacement, parking lot upgrades and sewage plant upgrades. \$16 million each.		32,000
<u>Columbia, Cumberland, and Monroe Counties</u>		
Rest Area Facility. Two projects in Columbia and Cumberland counties.		
New construction, renovations, expansion & alterations to existing roadside rest area, including site acquisition & development, design, construction & utility work. \$16 million each.		80,000

Department of Transportation 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS FROM BOND FUND OR CURRENT REVENUES

Program: State Highway, Bridge, & Administration Construction/Reconstruction, continued

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Dauphin County</u>		
Server Farm Facility		
Construct new, upgrade or replace: This project will provide for the construction or renovation of a facility. May include: site acquisition and development, design and construction of buildings and utility work.	\$	4,000
Fleet Management Facility		
Construct new, upgrade or replace: This project will provide for the construction or renovation of a facility. May include: site acquisition and development, design and construction of buildings and utility work.		10,000
Sign Shop Facility Sign Shop Maintenance Facility. Construct new, upgrade, or replace: This project will provide for the construction or renovation of a facility. May include: site acquisition and development, design and construction of buildings and utility work.		6,000
Testing Lab Facility		
Testing Laboratory Maintenance Facility. Construct new, upgrade, or replace: This project will provide for the construction or renovation of a facility. May include: site acquisition and development, design and construction of buildings and utility work.		10,000
<u>ALL COUNTIES except: Adams, Allegheny, Armstrong, Beaver, Bedford, Berks, Blair, Bradford, Bucks, Butler, Cambria, Cameron, Carbon, Centre, Chester, Clarion, Clearfield, Clinton, Columbia, Crawford, Cumberland, Dauphin, and Delaware</u>		
Maintenance Facility General Storage		
General Storage Building. Construct new, upgrade, or replace: This project will provide for the construction or renovation of four (4) general storage buildings. \$5 million each.		220,000
<u>ALL COUNTIES except: Allegheny, Bedford, Carbon, Cumberland, Franklin, Lawrence, Northampton, Northumberland, Snyder, Union, and Wyoming</u>		
Maintenance Facility County Office		
Maintenance Facility. Construct new, upgrade, or replace: This project will provide for the construction or renovation of a facility. May include: site acquisition and development, design and construction of buildings and utility work. \$12 million each.		672,000
<u>Erie, Franklin, Mercer, Monroe, Tioga, and Washington Counties</u>		
Welcome Center Facility		
New construction, renovations, expansion & alterations to existing welcome center, including site acquisition & development, design, construction & utility work. \$16 million each.		96,000
<u>Fayette and Indiana Counties</u>		
District Office		
New construction, renovations, expansion & alterations to existing district office, including site acquisition & development, design, construction & utility work. Fayette \$6 million and Indiana \$10 million.		16,000
<u>ALL COUNTIES except: Bedford, Berks, Carbon, Delaware, Elk, Philadelphia, and Wyoming</u>		
Winter Material Storage Building. Two projects in Somerset county.		
Salt Storage Building. Construct new, upgrade, or replace: This project will provide for the construction or renovation of four (4) salt storage buildings. \$5 million each.		305,000
<u>ALL COUNTIES except: Carbon, Delaware, Elk, Philadelphia, and Somerset</u>		
Winter Material Storage Building		
Salt Storage Building. High capacity construct new: This project will provide for the construction of four (4) high capacity salt storage buildings. \$8 million each.		496,000
<u>Philadelphia County</u>		
Winter Material Storage Building		
New construction, renovations, expansion & alterations to existing Salt Warehouse Building Hunting Park facility, including site acquisition & development, design, construction & utility work.		5,000
<u>Somerset County</u>		
Winter Material Storage Building		
Salt Storage Building. Construct new, upgrade or replace: This project will provide for the construction or renovation of six (6) high capacity salt storage buildings.		8,000
<u>ALL COUNTIES except: Berks and Beaver</u>		
Maintenance Vehicle Wash Facility. Two projects in Dauphin county.		
Vehicle Wash Facility. Construct new or retrofit: This project will provide for the new construction or retrofitting of a facility and may include; site work, utilities and equipment. \$3.5 million each.		231,000

Department of Transportation 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS

FROM BOND FUND OR CURRENT REVENUES

Program: State Highway, Bridge, & Administration Construction/Reconstruction, continued

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

ALL 67 COUNTIES

Maintenance Facility Generator. Two projects in Erie county.

Renovate, expand, replace, upgrade facilities backup generator, switchgear, transformer, and electrical system. \$3 million each.	\$ 204,000
PROGRAM TOTAL	<u>\$ 2,777,000</u>

PUBLIC IMPROVEMENT PROJECTS

FROM MOTOR LICENSE FUNDS

Program: State Highway and Bridge Maintenance- Highway

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Butler County</u>		
Highway Projects		
Installation of six Digital Messaging Signs and three CCTV cameras along US 422 in Muddy Creek, Franklin, Butler, Summit and Clearfield Townships, Butler County.	\$	2,290
<u>Cambria County</u>		
Highway Projects		
Resurfacing of SR 3007 (Goucher Street) from T-377 (Westgate Drive) to PA 56 (Fairfield Avenue) in Lower Yoder Township and the City of Johnstown.		2,770
<u>Columbia County</u>		
Highway Projects		
Region-wide installation of recessed pavement markers along various routes in all five SEDA-COG counties.		300
<u>Clarion County</u>		
Highway Projects		
Resurfacing along SR 2019 (Oak Ridge Road) from SR 1015 to PA 28 in Redbank Township.		1,425
Resurfacing along SR 1009 (Stoney Lonesome Road) from PA 68 to Ridge Avenue in Monroe and Clarion Townships, Clarion County.		302
<u>Fulton County</u>		
Highway Projects		
Resurfacing of SR 1001 (Cito Road) from SR 1002 (Union Church Road) to PA 16 in Ayr Township and McConnellsburg Borough.		2,290
<u>Snyder County</u>		
Highway Projects		
Resurfacing of SR 11 from Roosevelt Avenue to SR 15/11 Split in Shamokin Dam Borough and Monroe Township.		2,550
<u>Union County</u>		
Highway Projects		
Resurfacing SR 80 from Clinton County Line to SR 4001 Eastbound in Lewis and West Buffalo Townships.		580
Resurfacing of SR 45 (Market Street) from Bull Run to Northumberland County Line in East Buffalo Township and Lewisburg Borough.		1,025
<u>Washington County</u>		
Highway Projects		
Safety improvements, including turning lanes and a new traffic signal, at the intersection of Bebout Road and East McMurray Road in Peters Township.		2,900
TOTAL STATE FUNDS	\$	<u>16,432</u>
TOTAL FEDERAL FUNDS		0
TOTAL LOCAL FUNDS		0
PROGRAM TOTAL	\$	<u>16,432</u>

Department of Transportation 2023-24 Projects, continued

PUBLIC IMPROVEMENT PROJECTS

FROM MOTOR LICENSE FUNDS

Program: State Highway and Bridge Maintenance – Bridge

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	<u>Total Project Cost</u>
<u>Allegheny County</u>		
Bridge Projects		
Bridge replacement on SR 4031 (Babcock Boulevard) over Branch of Breakneck Creek in Pine Township.	\$	1,600
<u>Beaver County</u>		
Bridge Projects		
Bridge replacement on SR 3034 (Century Farm Road) over Branch of Little Traverse Creek in Hanover Township.		1,750
<u>Bradford County</u>		
Bridge Projects		
Bridge replacement on SR 1056 (Cotton Hollow Road) over Tributary to Wappasening Creek in Windham Township.		605
Bridge replacement on SR 4031 (Coryland Road) over Wolfe Creek in Columbia Township.		535
<u>Fayette County</u>		
Bridge Projects		
Bridge restoration on 119 over Cheat River in Point Marion Borough.		300
Bridge restoration on US 40 over Jennings Run in Menallen and South Union Townships.		2,025
<u>Greene County</u>		
Bridge Projects		
Bridge restoration on PA 18 over South Fork of Ten Mile Run in Center Township.		4,000
<u>Lackawanna County</u>		
Bridge Projects		
Bridge restoration on SR 8025 (Ramp B) over Roaring Brook and Service Road in the City of Scranton.		11,163
<u>Lancaster County</u>		
Bridge Projects		
Bridge replacement on T-493 (Trout Run Road) over Indian Run in Ephrata Township.		300
<u>Monroe County</u>		
Bridge Projects		
Region-wide bridge preservation contract. Various bridges in Carbon, Monroe and Schuylkill Counties.		5,760
<u>Pike County</u>		
Bridge Projects		
Bridge replacement on SR 2001 (Milford Road) over Dingmans Creek in Delaware Township.		302
<u>Washington County</u>		
Bridge Projects		
Bridge restoration on SR 2033 over Toll of SR 43 Southbound in California Borough.		300
<u>Westmoreland County</u>		
Bridge Projects		
Bridge restoration on SR 4035 over Lyons Run in Penn Township.		300
Bridge restoration on US 30 over the PA Turnpike in Hempfield Township.		800
TOTAL STATE FUNDS	\$	29,740
TOTAL FEDERAL FUNDS		0
TOTAL LOCAL FUNDS		0
PROGRAM TOTAL	\$	<u>29,740</u>

Department of Transportation 2023-24 Projects, continued

TRANSPORTATION ASSISTANCE PROJECTS FROM CAPITAL FACILITIES BOND FUNDS Program: Rail Freight Transportation

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	Total Project Cost
STATEWIDE		
Rail Infrastructure		
This project will provide for safety improvements to Pennsylvania's freight or passenger rail infrastructure.	\$	20,000
This project will provide infrastructure improvements to freight or passenger rail to promote economic development.		8,000
TOTAL STATE FUNDS	\$	28,000
PROGRAM TOTAL	\$	28,000

TRANSPORTATION ASSISTANCE PROJECTS FROM CAPITAL FACILITIES BOND FUNDS Program: Public Transportation

This section provides a brief description of each recommended project, its location, and cost components. Unless otherwise noted, these nonrecurring capital investments will not affect the agency's current or future operating budgets nor affect the services provided by the agency.

	(Dollar Amounts in Thousands)	Total Project Cost
<u>Bucks, Chester, Delaware, Montgomery, and Philadelphia Counties</u>		
Southeastern Pennsylvania Transportation Authority (SEPTA)		
Urbanized Area Formula Program of Projects	\$	70,000
To provide state funds to match federal capital funding to replace buses and rehabilitate or replace various facilities and infrastructure to bring them to improve the system and bring assets to a state of good repair.		
Federal State of Good Repair Program		85,000
To provide state funds to match federal capital funding to rehabilitate or replace existing facilities, vehicles, and infrastructure to bring them to a state of good repair.		
Bus and Bus Facilities Program		20,000
To provide state funds to match federal capital funding to rehabilitate or replace existing bus facilities and vehicles to bring them to a state of good repair.		
Bus Purchase Flex Program		20,000
To provide state funds to match federal capital funding to replace buses and rehabilitate or replace various facilities and infrastructure to bring them to a state of good repair.		
Federal Grant Program		65,000
Projects include but are not limited to: vehicle purchases and overhauls; signal system modernization; accessibility, stations and parking; new payment technologies, system improvements, and state of good repair initiatives.		
Infrastructure Safety Renewal Program (ISRP)		150,000
To provide state funds to rehabilitate or replace existing facilities and infrastructure to bring them to a state of good repair.		
State of Good Repair Program		75,000
To provide state funds to rehabilitate or replace existing facilities and infrastructure to bring them to a state of good repair.		
System Improvements Program		200,000
To match federal funds and provide state funds to improve transit service in Southeastern Pennsylvania.		
TOTAL STATE FUNDS	\$	685,000
PROGRAM TOTAL	\$	685,000

FORECAST OF FUTURE PROJECTS

This section contains estimated authorizations (State funds only) for Capital Budgets. Amounts in this section are grouped by department, along with the general types of projects involved, and are identified by capital project category.

CAPITAL FACILITIES BOND FUNDS & CURRENT REVENUES	(Dollar Amounts in Thousands)				
	2023-24 Estimated	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Agriculture PUBLIC IMPROVEMENT PROJECTS: Provides for improvements at the Farm Show Complex and the laboratory.	\$ 28,992	\$ 30,370	\$ 31,865	\$ 33,453	\$ 35,125
Conservation and Natural Resources PUBLIC IMPROVEMENT PROJECTS: Provides for construction and renovation of support, day use, camping facilities, and utility systems at the state parks; construction of district offices, central garages, radio communications systems, and rehabilitation of forest roads in forest districts. Also, may include original furniture and equipment authorizations.	41,591	44,791	53,635	51,872	50,872
Conservation and Natural Resources (Current Revenues) PUBLIC IMPROVEMENT PROJECTS — KEYSTONE RECREATION, PARK AND CONSERVATION FUND: Provides for the rehabilitation, repair, and development of state park and forest facilities which are critical for visitor safety and environmental protection or essential for facility operation.	135,793	20,000	20,000	20,000	20,000
Conservation and Natural Resources (Current Revenues) PUBLIC IMPROVEMENT PROJECTS — ENVIRONMENTAL STEWARDSHIP FUND: Provides for the acquisition, rehabilitation, and development of open space, forests, parks and scenic environments.	10,399	15,000	15,000	15,000	15,000
Corrections PUBLIC IMPROVEMENT PROJECTS: Provides for construction and renovation of administrative, industrial, educational and housing facilities, and utilities at the state-owned correctional institutions. Also, may include original furniture and equipment authorizations.	50,342	52,826	55,411	58,126	61,032
Education PUBLIC IMPROVEMENT PROJECTS — Provides for construction, expansion, renovation, and conversion of classroom and auxiliary buildings, utilities, and recreational facilities for the State System of Higher Education, State-Owned schools, and for the State-Related Universities. Also, may include original furniture and equipment authorizations.	332,000	339,600	335,000	335,000	335,000
Environmental Protection PUBLIC IMPROVEMENT PROJECTS: Provides for construction and improvement projects to protect the environment and the health and safety of citizens using state lands and waterways. These projects include flood protection construction. Also, may include original furniture and equipment authorizations.	23,207	24,590	25,734	26,966	28,314
General Services PUBLIC IMPROVEMENT PROJECTS: Provides for the construction, renovation and improvements to state office buildings and facilities.	32,349	34,715	37,696	39,620	40,871
Historical and Museum Commission PUBLIC IMPROVEMENT PROJECTS: Provides for restoration and renovation of historic facilities, installation of fire and security systems, development of fixed exhibits, and miscellaneous building and utility improvements at Commonwealth owned museums and historic sites. Also, may include original furniture and equipment authorizations.	22,956	30,093	37,586	45,404	47,674

FORECAST OF FUTURE PROJECTS

	(Dollar Amounts in Thousands)				
	2023-24 Estimated	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Human Services					
PUBLIC IMPROVEMENT PROJECTS: Provides for construction and renovation of patient buildings, support facilities and utilities at the state institutions for the mentally ill and intellectually disabled, restoration centers, and youth development centers. Also may include original furniture and equipment authorizations.	\$ 48,288	\$ 62,128	\$ 105,216	\$ 119,880	\$ 125,874
Military and Veterans Affairs					
PUBLIC IMPROVEMENT PROJECTS: Provides for land acquisition, renovations, additions, and replacement at the state armories and veterans' homes. Also may include original furniture and equipment authorizations.	44,526	46,682	48,930	51,349	53,916
State Police					
PUBLIC IMPROVEMENT PROJECTS: Provides for renovation, expansion, and construction of troop headquarters/station facilities and driver examination facilities. Also may include original furniture and equipment authorizations.	81,878	78,479	64,244	50,132	41,132
Transportation					
PUBLIC IMPROVEMENT PROJECTS: Provides for construction of and additions to highway maintenance and district office buildings, driver examination facilities, welcome centers, and state-owned airport facilities. Also may include original furniture and equipment authorizations.	35,853	37,636	39,480	41,435	43,507
Transportation					
TRANSPORTATION ASSISTANCE PROJECTS: Provides for the purchase/rehabilitation of rolling stock and equipment and for construction/renovation of facilities operated by local mass transportation agencies. Also includes the purchase and improvement of rail lines.	713,000	200,000	200,000	200,000	200,000
Transportation (Current Revenues)					
HIGHWAY PROJECTS — MOTOR LICENSE FUND: Provides for the purchase of right-of-way, construction, and reconstruction of highways and bridges on the Commonwealth road system and major federally designated safety projects.	2,787,319	2,906,000	2,921,600	2,948,300	2,965,500
CAPITAL FACILITIES BOND FUNDS					
Total — Public Improvement Program.....	\$ 741,982	\$ 781,910	\$ 834,797	\$ 853,237	\$ 863,317
Total — Transportation Assistance Program.....	713,000	200,000	200,000	200,000	200,000
SUBTOTAL— CAPITAL FACILITIES BOND FUNDS.....	\$ 1,454,982	\$ 981,910	\$ 1,034,797	\$ 1,053,237	\$ 1,063,317
FROM CURRENT REVENUES					
CURRENT REVENUES					
Total — Public Improvement Program.....	\$ 146,192	\$ 35,000	\$ 35,000	\$ 35,000	\$ 35,000
Total — Highway Program.....	2,787,319	2,906,000	2,921,600	2,948,300	2,965,500
SUBTOTAL — CURRENT REVENUES.....	\$ 2,933,511	\$ 2,941,000	\$ 2,956,600	\$ 2,983,300	\$ 3,000,500
TOTAL — ALL PROGRAMS.....	\$ 4,388,493	\$ 3,922,910	\$ 3,991,397	\$ 4,036,537	\$ 4,063,817



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 Commonwealth 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. Debt service paid by the General Fund should not exceed five percent of revenues.
- 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.

Five-Year General Obligation Rating History

	Fitch	Moody's	S&P
July-2019	AA-	Aa3	A+
September-2020	AA-	Aa3	A+
April-2022	AA-	Aa3	A+

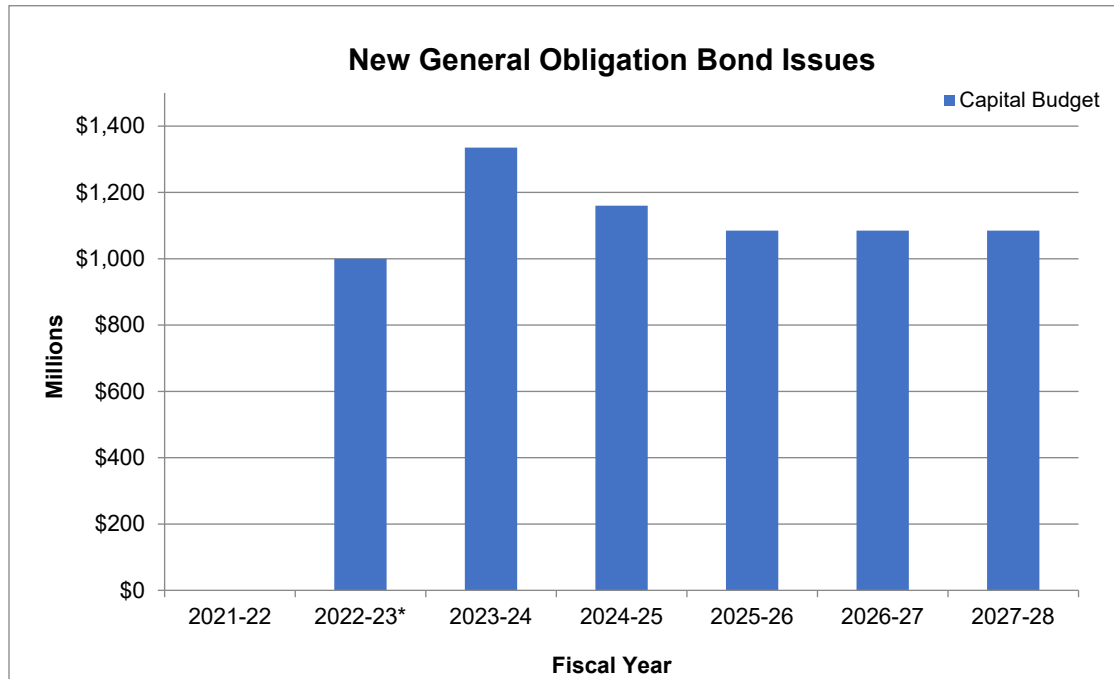
DEBT AUTHORIZED, ISSUED, AND OUTSTANDING

The following statement reflects the debt of the Commonwealth as of December 31, 2022. Issues for which all authorized debt has been previously issued and for which said debt has been completely redeemed are not included. 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)		
	Total Debt Authorized	Total Original Debt Issued	Debt Outstanding
Debt Subject to Constitutional Limit			
Capital Budget	\$ 203,818,595	\$ 29,405,955	\$ 6,920,600
Capital Budget Refunding Bonds Outstanding	-	-	2,959,105
Less: Capital Debt Fund Balance	-	-	(19)
Subtotal	<u>\$ 203,818,595</u>	<u>\$ 29,405,955</u>	<u>\$ 9,879,686</u>
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-1988 and 1992 Referenda	650,000	634,000	41,310
PENNVEST-2008 Referendum	400,000	400,000	41,580
Local Criminal Justice	200,000	197,000	-
Nursing Home Loans	100,000	69,000	-
Water Supply and Wastewater Infrastructure	250,000	250,000	23,385
Growing Greener	625,000	625,000	105,796
Persian Gulf Conflict Veterans' Compensation	20,000	7,000	-
Refunding Bonds Outstanding	-	-	537,135
Less: Non-capital Sinking Fund Balances	-	-	(20,362)
Subtotal	<u>\$ 3,702,708</u>	<u>\$ 3,455,000</u>	<u>\$ 728,844</u>
TOTAL	<u><u>\$ 207,521,303</u></u>	<u><u>\$ 32,860,955</u></u>	<u><u>\$ 10,608,530</u></u>

GENERAL OBLIGATION BOND ISSUES 2021-22 THROUGH 2027-28

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)

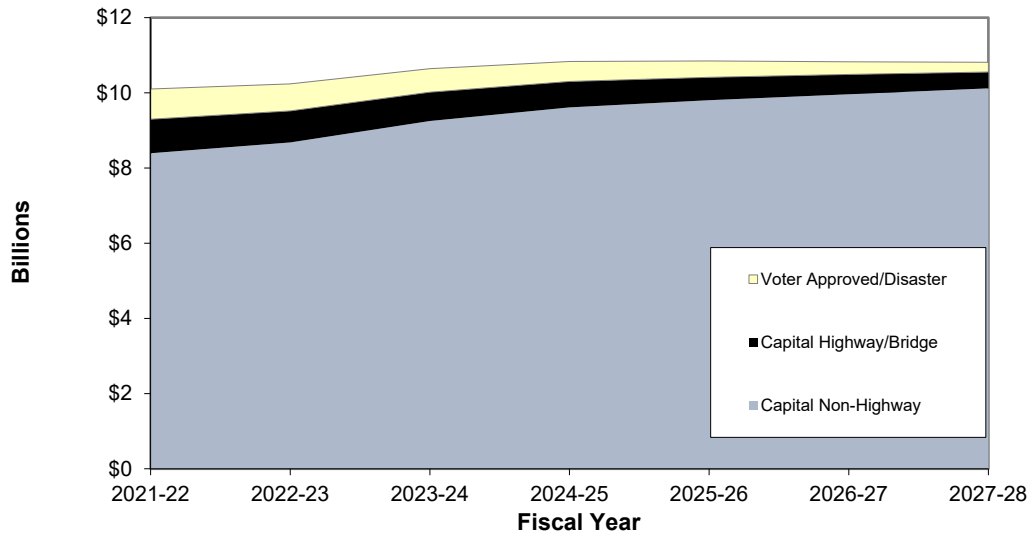
	2021-22	2022-23*	2023-24	2024-25	2025-26	2026-27	2027-28
	Actual	Estimated	Budget	Estimated	Estimated	Estimated	Estimated
General Obligation Bond Issues							
Capital Budget							
Buildings and Structures.....	\$ -	\$ 550,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000
Furnishings and Equipment.....	-	-	10,000	10,000	10,000	10,000	10,000
Redevelopment Assistance.....	-	275,000	375,000	375,000	300,000	300,000	300,000
Transportation Assistance.....	-	175,000	350,000	175,000	175,000	175,000	175,000
TOTAL.....	\$ -	\$ 1,000,000	\$ 1,335,000	\$ 1,160,000	\$ 1,085,000	\$ 1,085,000	\$ 1,085,000

* Includes \$1 billion issuance from September 2022.

GENERAL OBLIGATION DEBT OUTSTANDING 2021-22 THROUGH 2027-28

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**

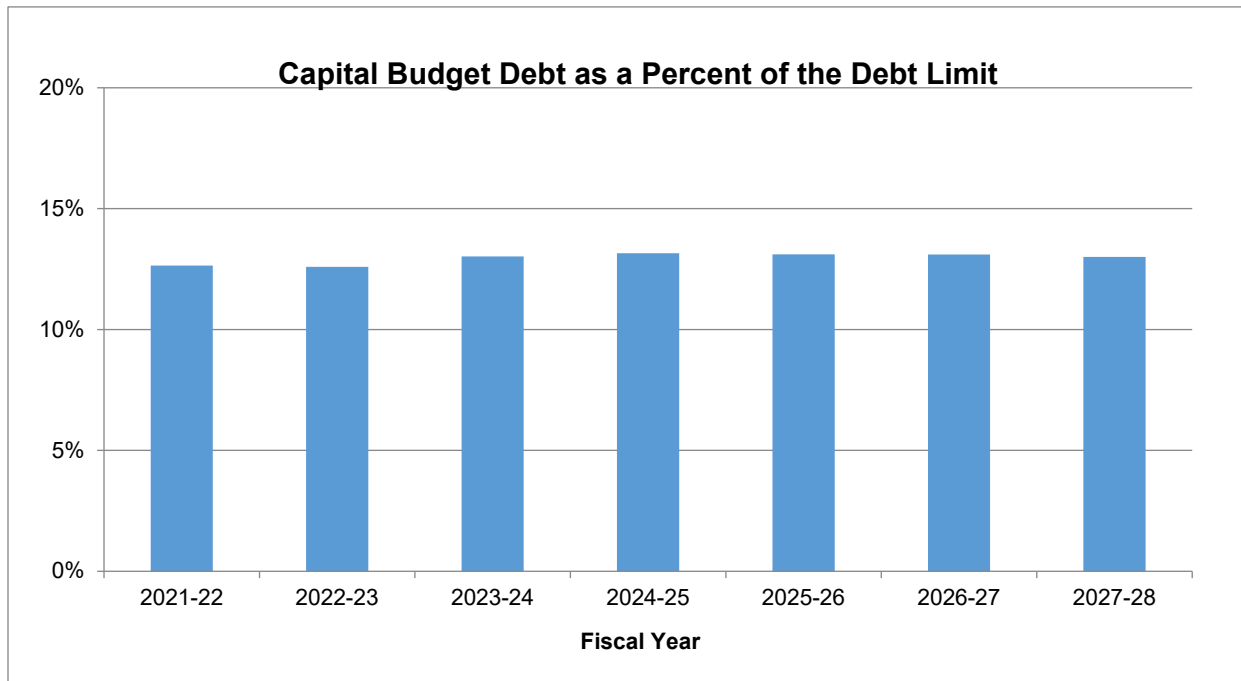


(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Fiscal Year End Debt Outstanding							
Capital Budget Non-Highway Bonds	\$ 8,392,684	\$ 8,679,798	\$ 9,249,829	\$ 9,610,829	\$ 9,802,745	\$ 9,962,624	\$ 10,117,643
Capital Budget Highway and Bridge Bonds...	905,195	837,782	766,112	690,105	611,238	525,150	434,644
Voter Approved and Disaster Bonds	804,967	718,991	627,449	533,357	433,663	337,577	258,748
TOTAL.....	\$ 10,102,846	\$ 10,236,571	\$ 10,643,390	\$ 10,834,291	\$ 10,847,646	\$ 10,825,351	\$ 10,811,035

CONSTITUTIONAL DEBT LIMIT 2021-22 THROUGH 2027-28

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.



(Dollar Amounts in Thousands)

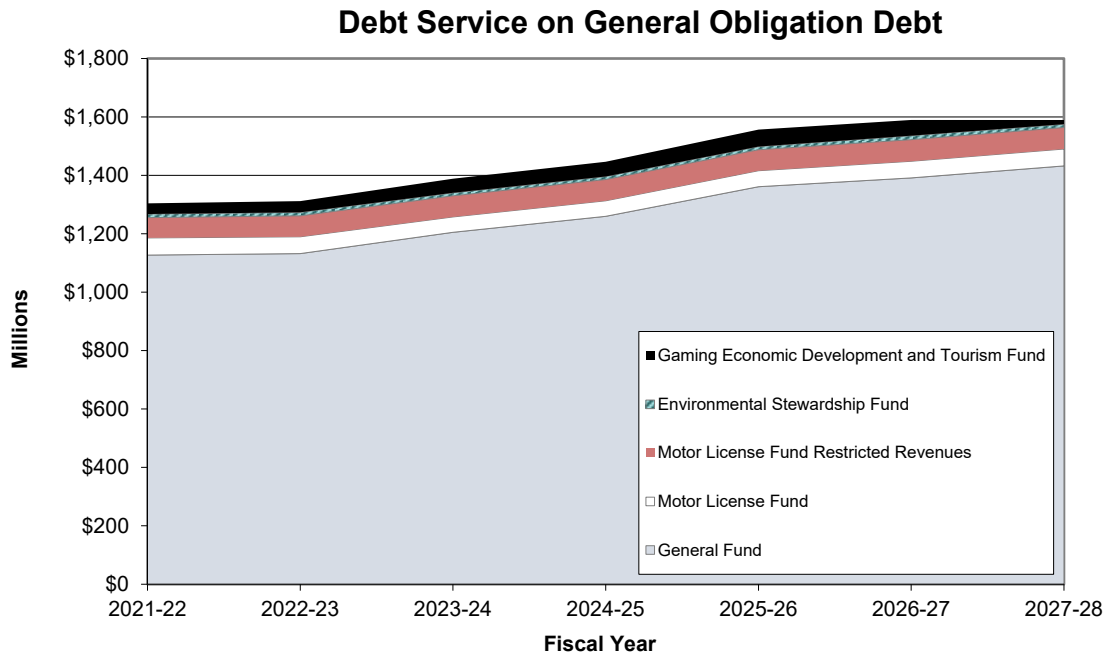
	2021-22 Actual	2022-23 Estimated	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
Debt Limit Projection							
Outstanding Debt							
Beginning of Fiscal Year	\$ 10,062,514	\$ 9,293,581	\$ 9,513,282	\$ 10,011,643	\$ 10,296,635	\$ 10,409,684	\$ 10,483,475
Debt to be Issued... ^b	-	1,000,000	1,335,000	1,160,000	1,085,000	1,085,000	1,085,000
Debt to be Retired.	(768,933)	(780,299)	(836,639)	(875,008)	(971,951)	(1,011,209)	(1,020,487)
Outstanding Debt							
End of Fiscal Year . ^a	\$ 9,293,581	\$ 9,513,282	\$ 10,011,643	\$ 10,296,635	\$ 10,409,684	\$ 10,483,475	\$ 10,547,988
Capital Budget Debt as a percent of Debt Limit.....	12.6%	12.6%	13.0%	13.2%	13.1%	13.1%	13.0%
Calculation of Debt Limit:							
Average Tax Revenues							
Previous Five Years	\$ 41,992,183	\$ 43,168,194	\$ 43,912,107	\$ 44,715,155	\$ 45,355,425	\$ 45,696,264	\$ 46,318,529
Debt Limit (1.75 times revenues)	\$ 73,486,321	\$ 75,544,339	\$ 76,846,186	\$ 78,251,522	\$ 79,371,994	\$ 79,968,462	\$ 81,057,425

^a Actual year amount is net of June 30 Capital Debt Fund balance.

^b Fiscal year 2022-23 includes \$1 billion of bonds already issued.

DEBT SERVICE ON GENERAL OBLIGATION DEBT 2021-22 THROUGH 2027-28

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.



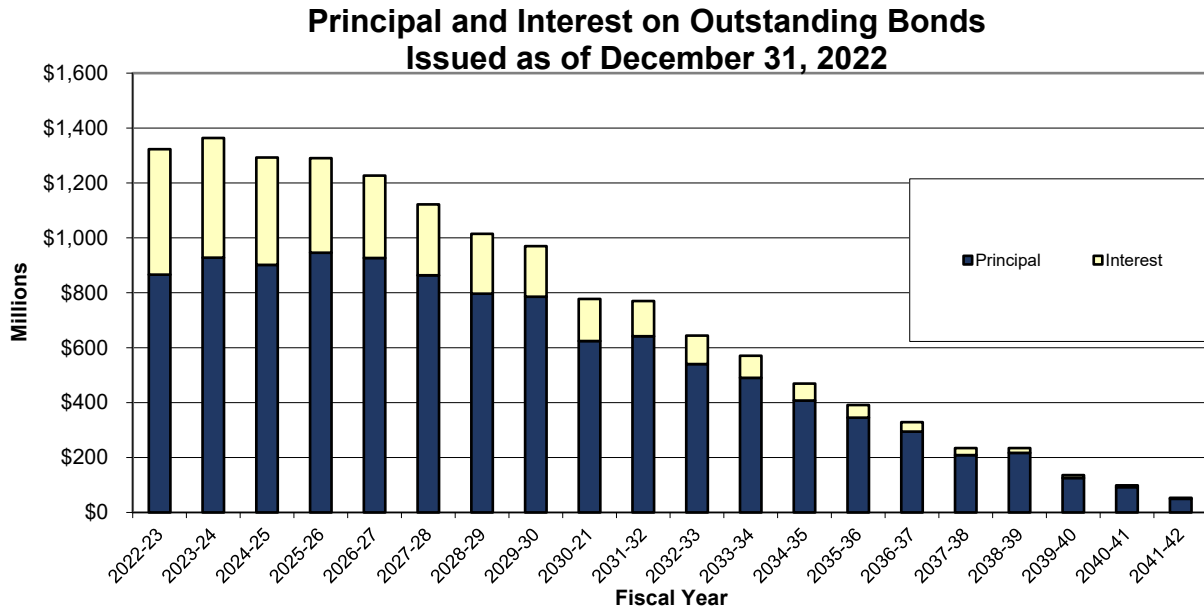
(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Estimated	2023-24 Budget	2024-25 Estimated	2025-26 Estimated	2026-27 Estimated	2027-28 Estimated
General Fund							
Capital Budget Non-Highway	\$ 1,115,000	\$ 1,126,094	\$ 1,199,457	\$ 1,254,221	\$ 1,357,321	\$ 1,386,239	\$ 1,426,559
Voter Approved and Disaster	11,999	5,906	5,543	5,543	3,992	5,159	5,678
Subtotal	\$ 1,126,999	\$ 1,132,000	\$ 1,205,000	\$ 1,259,764	\$ 1,361,313	\$ 1,391,398	\$ 1,432,237
Environmental Stewardship Fund							
Growing Greener II	\$ 12,289	\$ 12,311	\$ 10,538	\$ 10,586	\$ 10,643	\$ 13,629	\$ 11,255
Gaming Economic Development and Tourism Fund							
Pennsylvania Convention Center	\$ 36,540	\$ 38,000	\$ 48,000	\$ 50,000	\$ 58,000	\$ 53,968	\$ 14,118
Motor License Fund*							
Capital Budget-Highways	\$ 35,778	\$ 35,826	\$ 35,873	\$ 35,920	\$ 35,942	\$ 37,706	\$ 37,832
Capital Budget	23,187	21,807	16,477	17,266	18,603	19,163	20,022
Subtotal	\$ 58,965	\$ 57,633	\$ 52,350	\$ 53,186	\$ 54,545	\$ 56,869	\$ 57,854
Motor License Fund Restricted Revenues							
Highway Bridge Improvement-Capital Budget	\$ 69,296	\$ 71,610	\$ 72,458	\$ 72,847	\$ 71,875	\$ 73,760	\$ 73,904
TOTAL	\$ 1,304,089	\$ 1,311,554	\$ 1,388,346	\$ 1,446,383	\$ 1,556,376	\$ 1,589,624	\$ 1,589,368

* 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, 2022

Fiscal year principal and interest payments on general obligation bonds issued as of the end of calendar year 2022 are shown in the table below. Debt service on projected bond issues is excluded from this data.



General Obligation Bond Annual Debt Service

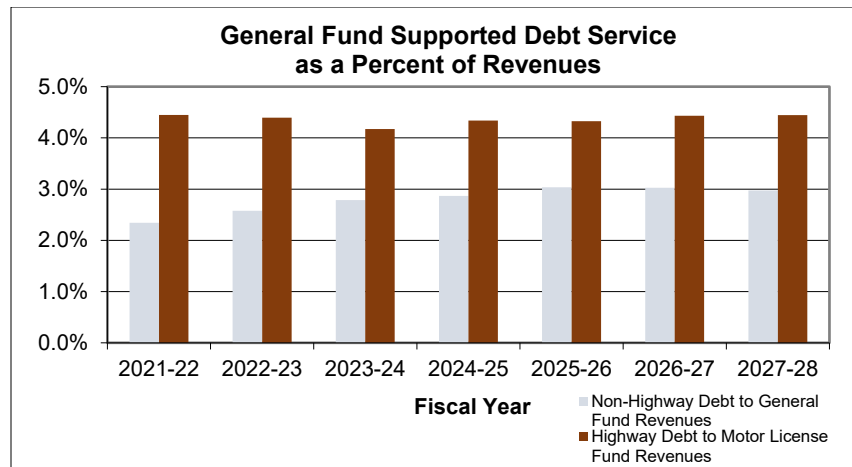
(Dollar Amounts in Thousands)

Fiscal Year	Capital Budget (Non-highway)			Capital Budget (Highway)			Voter Approved and Disaster			Grand Total
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	
2022-23	\$ 712,886	\$ 381,560	\$ 1,094,446	\$ 67,413	\$ 40,021	\$ 107,434	\$ 85,976	\$ 34,965	\$ 120,941	\$ 1,322,821
2023-24	764,969	368,268	1,133,237	71,670	36,660	108,330	91,542	30,602	122,144	1,363,711
2024-25	731,750	331,758	1,063,508	76,008	32,759	108,767	94,093	26,077	120,170	1,292,445
2025-26	767,334	294,390	1,061,724	78,867	28,949	107,816	99,694	21,206	120,900	1,290,440
2026-27	744,621	258,238	1,002,859	86,088	25,377	111,465	96,086	16,523	112,609	1,226,933
2027-28	694,731	224,046	918,777	90,506	21,229	111,735	78,829	12,429	91,258	1,121,770
2028-29	645,297	192,030	837,327	87,716	16,667	104,383	63,982	9,203	73,185	1,014,895
2029-30	636,531	164,913	801,444	85,513	12,610	98,123	63,741	6,746	70,487	970,054
2030-31	534,625	139,832	674,457	53,010	9,480	62,490	36,385	4,500	40,885	777,832
2031-32	554,571	117,635	672,206	50,633	7,536	58,169	36,471	3,175	39,646	770,021
2032-33	476,910	95,720	572,630	43,253	5,661	48,914	20,358	2,175	22,533	644,077
2033-34	442,704	75,235	517,939	38,427	3,854	42,281	9,024	1,349	10,373	570,593
2034-35	363,469	58,260	421,729	37,109	2,322	39,431	7,053	964	8,017	469,177
2035-36	298,681	44,134	342,815	38,984	1,079	40,063	7,410	694	8,104	390,982
2036-37	289,750	33,515	323,265	-	-	-	4,955	469	5,424	328,689
2037-38	204,525	24,973	229,498	-	-	-	4,485	301	4,786	234,284
2038-39	213,550	17,574	231,124	-	-	-	3,415	135	3,550	234,674
2039-40	123,775	10,420	134,195	-	-	-	1,470	31	1,501	135,696
2040-41	92,005	6,653	98,658	-	-	-	-	-	-	98,658
2041-42	50,000	3,531	53,531	-	-	-	-	-	-	53,531

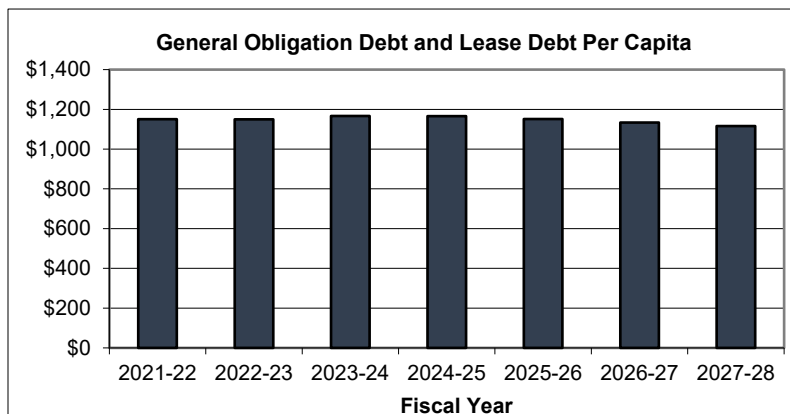
TRENDS IN DEBT SERVICE AND DEBT RATIOS 2021-22 THROUGH 2027-28

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.

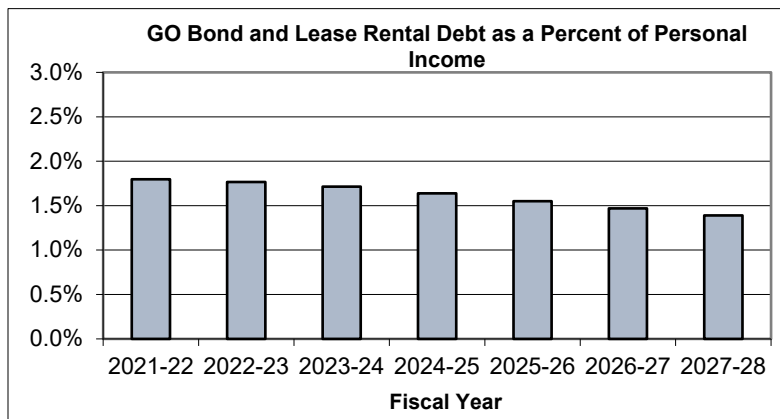
General Fund debt service as a percent of revenues remains below Standard & Poor's criteria of 5 percent for issuers considered to have a "low debt burden."



While population growth in the Commonwealth is minimal, Per capita debt levels remain relatively low.



Growing personal income keeps the planned bond issuance affordable.



OUTSTANDING INDEBTEDNESS OF PENNSYLVANIA AGENCIES AND AUTHORITIES

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 State Constitution.

	Bonds and Notes as of 12/31/22 (in millions)
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.	\$ 4,356.9
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.	645.8
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.	1,111.0
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.	7,934.4
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.	2,343.9
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.	5,116.6
Pennsylvania Housing Finance Agency	
Makes construction and permanent mortgage loans to qualified borrowers for the purchase and construction of multi and single 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.	3,788.0
Pennsylvania Industrial Development Authority	
Makes mortgage loans to local nonprofit industrial development agencies for the financing of industrial development projects. Debt service on the bonds is paid from loan interest and repayments and other authority revenues.	24.3
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.	81.6
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.	15,472.4
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.	2,233.5
TOTAL	\$ 43,108.4



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 (Page 12) 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 Rural Health Redesign Center Fund
Catastrophic Loss Benefits Continuation Fund	Pennsylvania Veterans Monuments and Memorial Trust Fund
Children's Trust Fund	PENNVEST Bond Authorization Fund
Cigarette Fire Safety and Firefighter Protection Act Enforcement Fund	PENNVEST Drinking Water Revolving Fund
Clean Air Fund	PENNVEST Fund
Clean Streams Fund	PENNVEST Water Pollution Control Revolving Fund
Coal Lands Improvement Fund	Pharmaceutical Assistance Fund
Community College Capital Fund	Philadelphia Regional Port Authority Fund
Compulsive and Problem Gambling Treatment Fund	PlanCon Bond Projects Fund
Conrad Weiser Memorial Park Trust Fund	Port of Pittsburgh Commission Fund
Conservation District Fund	Property Tax Relief Fund
County Voting Apparatus Fund	Public Safety and Protection Fund
DNA Detection Fund	Public Transportation Assistance Fund
Educational Assistance Program Fund	Public Transportation Trust Fund
Emergency Medical Services Operating Fund	Real Estate Recovery Fund
Energy Development Fund	Recycling Fund
Environmental Education Fund	Reinsurance Fund
Environmental Stewardship Fund	Remining Financial Assurance Fund
Fantasy Contest Fund	School Safety and Security Fund
Farm Products Show Fund	Self-Insurance Guaranty Fund
Fire Insurance Tax Fund	Special Administration Fund
Fish Fund	State Gaming Fund
Game Fund	State Insurance Fund
Gov Robert P. Casey Memorial Organ and Tissue Donation Awareness Trust Fund	State Racing Fund
Growing Greener Bond Fund	State Treasury Armory Fund
Hazardous Material Response Fund	Storage Tank Fund
Hazardous Sites Cleanup Fund	Substance Abuse Education and Demand Reduction
Higher Education Assistance Fund	Surface Mining Conservation and Reclamation Fund
Highway Beautification Fund	Tobacco Settlement Fund
HOME Investment Trust Fund	Treasury Initiative Support Fund
Homeowners Assistance Settlement 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

Governmental Funds – 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

Proprietary Funds – Internal Service Funds

Manufacturing Fund

Purchasing Fund

Fiduciary Funds

Achieving a Better Life Experience Fund
Benefit Completion Fund
City Revitalization and Improvement 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,010	\$ 873	\$ 506
Receipts:			
Account Deposits	\$ 85	\$ 73	\$ 70
Transfer from General Fund.....	900	900	900
Interest	2	29	20
Total Receipts	987	1,002	990
Total Funds Available	\$ 1,997	\$ 1,875	\$ 1,496
Disbursements:			
Treasury	\$ 1,124	\$ 1,369	\$ 1,130
Total Disbursements	(1,124)	(1,369)	(1,130)
Cash Balance, Ending	\$ 873	\$ 506	\$ 366

Acid Mine Drainage Abatement and Treatment Fund

This 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 63,484	\$ 60,118	\$ 33,569
Receipts:			
Federal Receipts	\$ 3,021	\$ 7,939	\$ 80,471
Federal Receipts - COVID-SFR	-	4,400	-
Interest	1,777	1,420	4,444
Investment Income	1,134	1,266	1,000
Total Receipts	<u>5,932</u>	<u>15,025</u>	<u>85,915</u>
Total Funds Available	\$ 69,416	\$ 75,143	\$ 119,484
Disbursements:			
Environmental Protection	\$ 9,298	\$ 41,574	\$ 9,982
Total Disbursements	<u>(9,298)</u>	<u>(41,574)</u>	<u>(9,982)</u>
Cash Balance, Ending	\$ 60,118	\$ 33,569	\$ 109,502

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 14,405	\$ 27,197	\$ 27,624
Receipts:			
Federal Funds - Unemployment.....	\$ 128,485	\$ 167,219	\$ 132,000
Federal Funds - COVID - Unemployment.....	135,076	89,885	-
Federal Funds - Workforce.....	56,840	97,561	93,219
Interest.....	31	427	427
Legal Settlements.....	21,835	-	-
Other.....	397	2,117	1,306
Total Receipts	<u>342,664</u>	<u>357,209</u>	<u>226,952</u>
Total Funds Available	<u>\$ 357,069</u>	<u>\$ 384,406</u>	<u>\$ 254,576</u>
Disbursements:			
Labor and Industry.....	\$ 329,872	\$ 356,782	\$ 226,525
Total Disbursements	<u>(329,872)</u>	<u>(356,782)</u>	<u>(226,525)</u>
Cash Balance, Ending	<u>\$ 27,197</u>	<u>\$ 27,624</u>	<u>\$ 28,051</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 661	\$ 664	\$ 836
Receipts:			
Transfer from General Fund.....	\$ 54,960	\$ 57,710	\$ 58,864
Interest	7	172	172
Total Receipts	<u>54,967</u>	<u>57,882</u>	<u>59,036</u>
Total Funds Available	<u>\$ 55,628</u>	<u>\$ 58,546</u>	<u>\$ 59,872</u>
Disbursements:			
Agriculture	\$ 54,960	\$ 57,710	\$ 58,864
Treasury	4	-	-
Total Disbursements	<u>(54,964)</u>	<u>(57,710)</u>	<u>(58,864)</u>
Cash Balance, Ending	<u>\$ 664</u>	<u>\$ 836</u>	<u>\$ 1,008</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 39,199	\$ 41,901	\$ 38,889
Receipts:			
Transfer of Cigarette Tax	\$ 25,485	\$ 25,485	\$ 25,485
Transfer from Environmental Stewardship Fund.....	13,173	13,518	13,910
Interest	63	1,428	1,406
Total Receipts	<u>38,721</u>	<u>40,431</u>	<u>40,801</u>
Total Funds Available	\$ 77,920	\$ 82,332	\$ 79,690
Disbursements:			
Agriculture	\$ 36,019	\$ 43,443	\$ 40,000
Total Disbursements	<u>(36,019)</u>	<u>(43,443)</u>	<u>(40,000)</u>
Cash Balance, Ending	\$ 41,901	\$ 38,889	\$ 39,690

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 720	\$ 720	\$ 460
Receipts:			
Operator Payments	\$ (1)	\$ -	\$ -
Interest	1	13	5
Total Receipts	<u>-</u>	<u>13</u>	<u>5</u>
Total Funds Available	\$ 720	\$ 733	\$ 465
Disbursements:			
Environmental Protection	\$ -	\$ 273	\$ 273
Total Disbursements	<u>-</u>	<u>(273)</u>	<u>(273)</u>
Cash Balance, Ending	<u>\$ 720</u>	<u>\$ 460</u>	<u>\$ 192</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 24	\$ 24	\$ 36
Receipts:			
Assessments	\$ 8,000	\$ 8,240	\$ 8,500
Interest	-	12	11
Total Receipts	<u>8,000</u>	<u>8,252</u>	<u>8,511</u>
Total Funds Available	<u>\$ 8,024</u>	<u>\$ 8,276</u>	<u>\$ 8,547</u>
Disbursements:			
Automobile Theft Prevention Authority	\$ 8,000	\$ 8,240	\$ 8,499
Total Disbursements	<u>(8,000)</u>	<u>(8,240)</u>	<u>(8,499)</u>
Cash Balance, Ending	<u>\$ 24</u>	<u>\$ 36</u>	<u>\$ 48</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Restricted Cash Balance, Beginning	\$ 19,500	\$ 24,500	\$ 29,500
Institution Resolution:			
Receipts	5,000	5,000	5,000
Disbursements - Banking	-	-	-
Restricted Cash Balance, Ending	<u>\$ 24,500</u>	<u>\$ 29,500</u>	<u>\$ 34,500</u>
Unrestricted Cash Balance, Beginning	\$ 19,883	\$ 32,899	\$ 39,712
Receipts:			
Licenses and Fees	\$ 35,040	\$ 34,041	\$ 33,755
Fines and Penalties	1,530	800	800
Interest	476	1,200	1,200
Total Receipts	<u>37,046</u>	<u>36,041</u>	<u>35,755</u>
Total Funds Available	<u>\$ 56,929</u>	<u>\$ 68,940</u>	<u>\$ 75,467</u>
Disbursements:			
Banking and Securities	\$ 19,030	\$ 24,228	\$ 23,532
Transfer to Institution Resolution Account	5,000	5,000	5,000
Total Disbursements	<u>(24,030)</u>	<u>(29,228)</u>	<u>(28,532)</u>
Unrestricted Cash Balance, Ending	<u>\$ 32,899</u>	<u>\$ 39,712</u>	<u>\$ 46,935</u>
Total Cash Balance, Beginning	39,383	57,399	69,212
Receipts	42,046	41,041	40,755
Disbursements	(24,030)	(29,228)	(28,532)
Total Cash Balance, Ending	<u>\$ 57,399</u>	<u>\$ 69,212</u>	<u>\$ 81,435</u>

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. Funds available were curtailed significantly during 2018-19 after exhausting supplemental funds through a prior three-year initiative that securitized Insurance Premiums Tax proceeds to provide additional funds for technology investment.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Restricted Cash Balance, Beginning	\$ 15,714	\$ 14,378	\$ 15,243
Receipts	5,164	6,679	5,000
Disbursements - Community and Economic Development.....	(6,500)	(5,814)	(7,000)
Restricted Cash Balance, Ending	<u>\$ 14,378</u>	<u>\$ 15,243</u>	<u>\$ 13,243</u>
Unrestricted Cash Balance, Beginning	\$ 1,027	\$ 2,492	\$ 4,579
Receipts:			
Transfer from General Fund.....	\$ 14,500	\$ 17,000	\$ 17,000
Interest on Loans.....	1,444	2,000	2,500
Interest	32	695	750
Other	40	40	40
Total Receipts	<u>16,016</u>	<u>19,735</u>	<u>20,290</u>
Total Funds Available	<u>\$ 17,043</u>	<u>\$ 22,227</u>	<u>\$ 24,869</u>
Disbursements:			
Community and Economic Development	\$ 14,551	\$ 17,648	\$ 17,500 ^a
Total Disbursements	<u>(14,551)</u>	<u>(17,648)</u>	<u>(17,500)</u>
Unrestricted Cash Balance, Ending	<u>\$ 2,492</u>	<u>\$ 4,579</u>	<u>\$ 7,369</u>
Total Cash Balance, Beginning	\$ 16,741	\$ 16,870	\$ 19,822
Receipts	21,180	26,414	25,290
Disbursements	(21,051)	(23,462)	(24,500)
Total Cash Balance, Ending	<u>\$ 16,870</u>	<u>\$ 19,822</u>	<u>\$ 20,612</u>

^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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 3,766	\$ 6,097	\$ 7,480
Receipts:			
Employer Contributions	\$ 3,907	\$ 3,990	\$ 4,004
Interest	7	121	141
Total Receipts	<u>3,914</u>	<u>4,111</u>	<u>4,145</u>
Total Funds Available	<u>\$ 7,680</u>	<u>\$ 10,208</u>	<u>\$ 11,625</u>
Disbursements:			
State Employees' Retirement System	\$ 1,583	\$ 2,728	\$ 2,748
Total Disbursements	<u>(1,583)</u>	<u>(2,728)</u>	<u>(2,748)</u>
Cash Balance, Ending	<u>\$ 6,097</u>	<u>\$ 7,480</u>	<u>\$ 8,877</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 70,343	\$ 73,888	\$ 68,538
Receipts:			
Licenses and Fees	\$ 9,529	\$ 9,436	\$ 9,436
Fines and Penalties.....	232	250	250
Transfer from Motor License Fund	11,902	12,790	12,500
Transfer from Liquid Fuels Tax Fund	110	110	110
Federal Receipts	4,415	5,840	6,225
Interest	898	1,824	1,583
Other	291	42	42
Total Receipts	<u>27,377</u>	<u>30,292</u>	<u>30,146</u>
Total Funds Available	\$ 97,720	\$ 104,180	\$ 98,684
Disbursements:			
Fish and Boat Commission	\$ 23,832	\$ 35,642	\$ 37,618
Total Disbursements	<u>(23,832)</u>	<u>(35,642)</u>	<u>(37,618)</u>
Cash Balance, Ending	\$ 73,888	\$ 68,538	\$ 61,066

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.

The transfer had been suspended for fiscal years 2010-11 through 2015-16. There was no surplus for 2016-17. Act 42 of 2018 reinstated a transfer of 50 percent of the 2017-18 General Fund surplus, and Act 20 of 2019 transferred 100 percent of the 2018-19 General Fund surplus. There was no surplus for 2019-20. Act 114 of 2020 transferred \$100 million to the General Fund. Act 24 of 2021 transferred 100 percent of the 2020-21 General Fund surplus. Act 54 of 2022 transferred \$2.1 billion of the 2021-22 General Fund surplus. This budget proposes no transfer from the General Fund for 2022-23.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 243,562	\$ 2,868,521	\$ 5,117,281
Receipts:			
Transfer from General Fund.....	\$ 2,621,516	\$ 2,100,000	\$ -
Interest	3,443	148,760	153,518
Total Receipts	<u>2,624,959</u>	<u>2,248,760</u>	<u>153,518</u>
Total Funds Available	<u>\$ 2,868,521</u>	<u>\$ 5,117,281</u>	<u>\$ 5,270,799</u>
Disbursements:			
Transfer to General Fund.....	\$ -	\$ -	\$ -
Total Disbursements	<u>-</u>	<u>-</u>	<u>-</u>
Cash Balance, Ending	<u>\$ 2,868,521</u>	<u>\$ 5,117,281</u>	<u>\$ 5,270,799</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 28,633	\$ 4,298	\$ 3,818
Receipts:			
Transfer from Other Funds.....	\$ 1,279,802	\$ 1,185,901	\$ 1,263,934
Refunding Bond Maturing Escrow Funds.....	1,085,101	215,993	95,319
Build America Bond Federal Subsidies.....	6,159	5,606	5,012
Interest on Securities.....	10	37	10
Total Receipts	2,371,072	1,407,537	1,364,275
Total Funds Available	\$ 2,399,705	\$ 1,411,835	\$ 1,368,093
Disbursements:			
Treasury.....	\$ 1,310,306	\$ 1,192,024	\$ 1,270,608
Refunding Bond Maturing Escrow Funds.....	1,085,101	215,993	95,319
Total Disbursements	(2,395,407)	(1,408,017)	(1,365,927)
Cash Balance, Ending	\$ 4,298	\$ 3,818	\$ 2,166

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 677,890	\$ (26,060)	\$ 27,640
Receipts:			
Sale of Bonds.....	\$ -	\$ 1,000,000	\$ 1,335,000
Premium on Sale of Bonds.....	-	-	-
Interest on Securities.....	341	700	700
Other.....	39,827	20,000	20,000
Total Receipts.....	<u>40,168</u>	<u>1,020,700</u>	<u>1,355,700</u>
Total Funds Available	\$ 718,058	\$ 994,640	\$ 1,383,340
Disbursements:			
Community and Economic Development.....	\$ 99,946	\$ 267,000	\$ 375,000
Environmental Protection.....	750	-	-
General Services.....	491,943	500,000	600,000
Transportation.....	132,835	175,000	350,000
Treasury.....	171	1,000	1,000
Other.....	18,473	24,000	29,000
Total Disbursements.....	<u>(744,118)</u>	<u>(967,000)</u>	<u>(1,355,000)</u>
Cash Balance, Ending	\$ (26,060)^a	\$ 27,640	\$ 28,340

^a Reflects a timing difference between expenditures posted at year-end and bond proceeds received in the subsequent year.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 480	\$ 481	\$ 462
Receipts:			
Contribution and Sales	\$ -	\$ 1	\$ 1
Interest	1	10	8
Total Receipts	<u>1</u>	<u>11</u>	<u>9</u>
Total Funds Available	<u>\$ 481</u>	<u>\$ 492</u>	<u>\$ 471</u>
Disbursements:			
Capitol Preservation Committee	\$ -	\$ 30	\$ 3
Total Disbursements	<u>-</u>	<u>(30)</u>	<u>(3)</u>
Cash Balance, Ending	<u>\$ 481</u>	<u>\$ 462</u>	<u>\$ 468</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 76,436	\$ 75,153	\$ 70,454
Receipts:			
Interest	\$ 2,356	\$ 2,106	\$ 2,106
Other	1,272	1,427	1,427
Total Receipts	<u>3,628</u>	<u>3,533</u>	<u>3,533</u>
Total Funds Available	<u>\$ 80,064</u>	<u>\$ 78,686</u>	<u>\$ 73,987</u>
Disbursements:			
Insurance:			
Administration	\$ 1,683	\$ 2,191	\$ 2,443
Claims	3,228	6,041	6,050
Total Disbursements	<u>(4,911)</u>	<u>(8,232)</u>	<u>(8,493)</u>
Cash Balance, Ending	<u>\$ 75,153</u>	<u>\$ 70,454</u>	<u>\$ 65,494</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 960	\$ 1,020	\$ 524
Receipts:			
Marriage/Divorce Surcharge	\$ 1,052	\$ 1,052	\$ 1,052
Children's Trust Fund Donations	42	20	220
Interest	1	22	8
Total Receipts	<u>1,095</u>	<u>1,094</u>	<u>1,280</u>
Total Funds Available	<u>\$ 2,055</u>	<u>\$ 2,114</u>	<u>\$ 1,804</u>
Disbursements:			
Human Services	\$ 1,035	\$ 1,590	\$ 1,400
Total Disbursements	<u>(1,035)</u>	<u>(1,590)</u>	<u>(1,400)</u>
Cash Balance, Ending	<u>\$ 1,020</u>	<u>\$ 524</u>	<u>\$ 404</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 254	\$ 270	\$ 196
Receipts:			
Fees	\$ 20	\$ 19	\$ 100
Interest	-	5	4
Total Receipts	<u>20</u>	<u>24</u>	<u>104</u>
Total Funds Available	<u>\$ 274</u>	<u>\$ 294</u>	<u>\$ 300</u>
Disbursements:			
Attorney General	\$ 4	\$ 98	\$ 50
Total Disbursements	<u>(4)</u>	<u>(98)</u>	<u>(50)</u>
Cash Balance, Ending	<u>\$ 270</u>	<u>\$ 196</u>	<u>\$ 250</u>

City Revitalization and Improvement Fund

The City Revitalization and Improvement 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. Prior to 2016, up to 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ -	\$ -	\$ -
Receipts:			
State Tax Share	\$ 8,668	\$ 12,200	\$ 12,700
Local Tax Share	318	405	-
Total Receipts	<u>8,986</u>	<u>12,605</u>	<u>12,700</u>
Total Funds Available	<u>\$ 8,986</u>	<u>\$ 12,605</u>	<u>\$ 12,700</u>
Disbursements:			
Treasury	\$ 8,986	\$ 12,605	\$ 12,700
Total Disbursements	<u>(8,986)</u>	<u>(12,605)</u>	<u>(12,700)</u>
Cash Balance, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Clean Air Fund

This 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.

In 2021, the Independent Regulatory Review Commission adopted the regulation for Pennsylvania to participate in the Regional Greenhouse Gas Initiative (RGGI), a market-based collaboration among ten Northeast and Mid-Atlantic states to reduce greenhouse gas emissions and combat climate change, while generating economic growth. This budget proposes using the proceeds to invest in greenhouse gas abatement, energy efficiency, and clean and renewable energy programs. This budget also provides for resources to implement the CO2 Budget Trading Program. Finally, this budget provides additional resources to the Department of Environmental Protection to meet monitoring and air quality sampling requirements of the Pennsylvania Air Pollution Control Act and the federal Clean Air Act to safeguard the health of Pennsylvanians.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 35,636	\$ 40,364	\$ 36,142
Receipts:			
Fines and Penalties.....	\$ 4,111	\$ 1,805	\$ 1,900
Fees	23,327	28,273	28,511
CO2 Budget Trading	-	-	663,343
Interest	1,068	1,172	1,086
Other	234	1,000	1,000
Total Receipts	<u>28,740</u>	<u>32,250</u>	<u>695,840</u>
Total Funds Available	<u>\$ 64,376</u>	<u>\$ 72,614</u>	<u>\$ 731,982</u>
Disbursements:			
Environmental Protection	\$ 24,012	\$ 36,472	\$ 697,404
Total Disbursements	<u>(24,012)</u>	<u>(36,472)</u>	<u>(697,404)</u>
Cash Balance, Ending	<u>\$ 40,364</u>	<u>\$ 36,142</u>	<u>\$ 34,578</u>

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. Funds are distributed as follows: 70 percent to the Clean Streams Fund for the State Conservation Commission, 10 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, 4 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ -	\$ -	\$ 2,051
Receipts:			
Federal Funds - COVID.....	\$ -	\$ 162,800	\$ -
Interest	-	2,051	2
Total Receipts	-	164,851	2
Total Funds Available	\$ -	\$ 164,851	\$ 2,053
Disbursements:			
Agriculture:			
Agriculture Conservation Assistance Program	\$ -	\$ 154,000	\$ -
Environmental Protection:			
Storm Water Management Grants	-	8,800	-
Total Disbursements	-	(162,800)	-
Cash Balance, Ending	\$ -	\$ 2,051	\$ 2,053

Coal and Clay Mine Subsidence Insurance Fund

This 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 133,222	\$ 136,125	\$ 135,087
Receipts:			
Premiums Collected	\$ 3,871	\$ 3,300	\$ 3,300
Interest	3,281	3,681	3,603
Total Receipts	7,152	6,981	6,903
Total Funds Available	<u>\$ 140,374</u>	<u>\$ 143,106</u>	<u>\$ 141,990</u>
Disbursements:			
Environmental Protection	\$ 4,249	\$ 8,019	\$ 6,156
Total Disbursements	(4,249)	(8,019)	(6,156)
Cash Balance, Ending	<u>\$ 136,125</u> ^a	<u>\$ 135,087</u> ^a	<u>\$ 135,834</u> ^a

^a Includes the following reserves for reinsurance and catastrophies: 2021-22 Actual is \$124,000,000, 2022-23 Available is \$130,000,000, and 2023-24 Estimated is \$130,000,000.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,722	\$ 973	\$ 665
Receipts:			
Interest	\$ 1	\$ 17	\$ 11
Total Receipts	<u>1</u>	<u>17</u>	<u>11</u>
Total Funds Available	\$ <u>1,723</u>	\$ <u>990</u>	\$ <u>676</u>
Disbursements:			
Environmental Protection	\$ 750	\$ 325	\$ 220
Total Disbursements	<u>(750)</u>	<u>(325)</u>	<u>(220)</u>
Cash Balance, Ending	\$ <u>973</u>	\$ <u>665</u>	\$ <u>456</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,576	\$ 2,063	\$ 5,546
Receipts:			
Transfer from General Fund.....	\$ 52,078	\$ 54,161	\$ 54,161
Interest	<u>19</u>	<u>850</u>	<u>875</u>
Total Receipts	<u>52,097</u>	<u>55,011</u>	<u>55,036</u>
Total Funds Available	\$ <u>53,673</u>	\$ <u>57,074</u>	\$ <u>60,582</u>
Disbursements:			
Education	\$ 51,610	\$ 51,528	\$ 53,819
Total Disbursements	<u>(51,610)</u>	<u>(51,528)</u>	<u>(53,819)</u>
Cash Balance, Ending	\$ <u>2,063</u>	\$ <u>5,546</u>	\$ <u>6,763</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Restricted Cash Balance, Beginning	\$ 5,796	\$ 11,082	\$ 11,625
Compulsive and Problem Gambling Treatment Programs:			
Receipts:			
Transfer from State Gaming Fund	\$ 6,801	\$ 6,197	\$ 6,138
Transfer of iGaming Tax	586	761	874
Transfer of Sports Wagering Tax	618	654	843
Transfer from Video Gaming Fund	83	93	103
Total Receipts	<u>8,088</u>	<u>7,705</u>	<u>7,958</u>
Total Funds Available	<u>\$ 13,884</u>	<u>\$ 18,787</u>	<u>\$ 19,583</u>
Disbursements:			
Compulsive and Problem Gambling Treatment	\$ 2,802	\$ 7,162	\$ 6,800
Total Disbursements	<u>(2,802)</u>	<u>(7,162)</u>	<u>(6,800)</u>
Restricted Cash Balance, Ending	<u>\$ 11,082</u>	<u>\$ 11,625</u>	<u>\$ 12,783</u>
Unrestricted Cash Balance, Beginning	\$ 1,902	\$ 3,832	\$ 3,476
Drug and Alcohol Programs:			
Receipts:			
Transfer from State Gaming Fund - Drug and Alcohol	\$ 4,758	\$ 4,938	\$ 4,977
Transfer of iGaming Tax	586	761	874
Transfer of Sports Wagering Tax	618	654	846
Transfer of Fantasy Contest Tax	56	56	44
Interest	23	542	458
Total Receipts	<u>6,041</u>	<u>6,951</u>	<u>7,199</u>
Total Funds Available	<u>\$ 7,943</u>	<u>\$ 10,783</u>	<u>\$ 10,675</u>
Disbursements:			
Drug and Alcohol Programs	\$ 4,111	\$ 7,307	\$ 10,675
Total Disbursements	<u>(4,111)</u>	<u>(7,307)</u>	<u>(10,675)</u>
Unrestricted Cash Balance, Ending	<u>\$ 3,832</u>	<u>\$ 3,476</u>	<u>\$ -</u>
Total Cash Balance, Beginning	\$ 7,698	\$ 14,914	\$ 15,101
Receipts	14,129	14,656	15,157
Disbursements	(6,913)	(14,469)	(17,475)
Total Cash Balance, Ending	<u>\$ 14,914</u>	<u>\$ 15,101</u>	<u>\$ 12,783</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 79	\$ 79	\$ 81
Receipts:			
Interest	\$ -	\$ 2	\$ 2
Total Receipts	<u>-</u>	<u>2</u>	<u>2</u>
Total Funds Available	<u>\$ 79</u>	<u>\$ 81</u>	<u>\$ 83</u>
Disbursements:			
Historical and Museum Commission	\$ -	\$ -	\$ -
Total Disbursements	<u>-</u>	<u>-</u>	<u>-</u>
Cash Balance, Ending	<u>\$ 79</u>	<u>\$ 81</u>	<u>\$ 83</u>

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 Conservation District 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 6,706	\$ 7,220	\$ 13,353
Receipts:			
Transfer from General Fund.....	\$ 3,375	\$ 10,185	\$ 10,185
Transfer from Unconventional Gas Well Fund	4,430	4,652	4,768
Interest	7	326	324
Total Receipts	<u>7,812</u>	<u>15,163</u>	<u>15,277</u>
Total Funds Available	<u>\$ 14,518</u>	<u>\$ 22,383</u>	<u>\$ 28,630</u>
Disbursements:			
Environmental Protection	\$ 4,533	\$ 5,188	\$ 9,875
Agriculture	2,765	3,842	5,173
Total Disbursements	<u>(7,298)</u>	<u>(9,030)</u>	<u>(15,048)</u>
Cash Balance, Ending	<u>\$ 7,220</u>	<u>\$ 13,353</u>	<u>\$ 13,582</u>

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 \$90,000,000 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 to be made to counties throughout the grant award period.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 39,519	\$ 38,799	\$ 15,094
Receipts:			
Interest	\$ 59	\$ 556	\$ 150
Total Receipts	59	556	150
Total Funds Available	\$ 39,578	\$ 39,355	\$ 15,244
Disbursements:			
State:			
County Voting Apparatus Reimbursements	\$ 779	\$ 24,261	\$ 1,700
Total Disbursements	(779)	(24,261)	(1,700)
Cash Balance, Ending	\$ 38,799	\$ 15,094	\$ 13,544

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 38,002	\$ 50,827	\$ 48,480
Receipts:			
Employee Contributions	\$ 265,113	\$ 263,419	\$ 270,004
Sale or Purchase of Securities	72,472	25,644	26,285
Interest	70 ^a	942 ^a	898 ^a
Total Receipts	<u>337,655</u>	<u>290,005</u>	<u>297,187</u>
Total Funds Available	\$ 375,657	\$ 340,832	\$ 345,667
Disbursements:			
Benefits and Rollovers	\$ 318,149	\$ 286,451	\$ 293,612
Fees and Expenses.....	6,681	5,901	6,049
Total Disbursements	<u>(324,830)</u>	<u>(292,352)</u>	<u>(299,661)</u>
Cash Balance, Ending	\$ 50,827	\$ 48,480	\$ 46,006

^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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 89,606	\$ 94,563	\$ 101,522
Receipts:			
Transfers from Deferred Compensation Fund	\$ 30,519	\$ 31,282	\$ 32,064
Interest	126	2,007	2,107
Total Receipts	30,645	33,289	34,171
Total Funds Available	\$ 120,251	\$ 127,852	\$ 135,693
Disbursements:			
State Employees' Retirement System	\$ 25,688	\$ 26,330	\$ 26,988
Total Disbursements	(25,688)	(26,330)	(26,988)
Cash Balance, Ending	\$ 94,563	\$ 101,522	\$ 108,705

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.

This budget proposes to transfer the DNA detection program and associated fees to the Public Safety and Protection Fund.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 6,274	\$ 5,450	\$ 0
Receipts:			
Assessments	\$ 3,522	\$ 3,400	\$ -
Interest	8	109	-
Total Receipts	<u>3,530</u>	<u>3,509</u>	<u>-</u>
Total Funds Available	<u>\$ 9,804</u>	<u>\$ 8,959</u>	<u>\$ 0</u>
Disbursements:			
State Police	\$ 4,354	\$ 5,351	\$ -
Transfer to Public Safety and Protection Fund	-	3,608	-
Total Disbursements	<u>(4,354)</u>	<u>(8,959)</u>	<u>-</u>
Cash Balance, Ending	<u>\$ 5,450</u>	<u>\$ 0</u>	<u>\$ 0</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 6,480	\$ 6,559	\$ 4,062
Receipts:			
Transfer from General Fund.....	\$ 12,525	\$ 13,525	\$ 13,525
Interest	12	362	20
Total Receipts	12,537	13,887	13,545
Total Funds Available	\$ 19,017	\$ 20,446	\$ 17,607
Disbursements:			
Military and Veterans Affairs:			
National Guard Education.....	\$ 10,773	\$ 11,625	\$ 11,916
Military Family Education.....	1,685	4,759	5,389
Total Disbursements	(12,458)	(16,384)	(17,305)
Cash Balance, Ending	\$ 6,559	\$ 4,062	\$ 302

Emergency Medical Services Operating Fund

The 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 of 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 Rehabilitation 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 to each of the three institutions of higher education selected to operate a pilot program with high school students intended to increase the number of individuals capable of becoming EMS providers.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 8,556	\$ 16,350	\$ 13,159
Receipts:			
Fines.....	\$ 14,538	\$ 14,916	\$ 14,916
COVID-SFR Transfer	5,000	-	-
Transfer of Consumer Fireworks Tax.....	-	-	1,000
Interest	244	505	546
Total Receipts	<u>19,782</u>	<u>15,421</u>	<u>16,462</u>
Total Funds Available	\$ 28,338	\$ 31,771	\$ 29,621
Disbursements:			
Health	\$ 11,988	\$ 18,612	\$ 14,700
Transfer to EMS Training Fund.....	-	-	150
Total Disbursements.....	<u>(11,988)</u>	<u>(18,612)</u>	<u>(14,850)</u>
Cash Balance, Ending	<u>\$ 16,350</u>	<u>\$ 13,159</u>	<u>\$ 14,771</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,535	\$ 2,532	\$ 2,532
Receipts:			
Vending Stand Equipment Rentals	\$ 117	\$ 200	\$ 204
Vending Machine Receipts.....	143	345	352
Federal Funds - COVID.....	396	-	-
Interest	4	52	52
Other	116	230	235
Total Receipts	<u>776</u>	<u>827</u>	<u>843</u>
Total Funds Available	<u>\$ 3,311</u>	<u>\$ 3,359</u>	<u>\$ 3,375</u>
Disbursements:			
Labor and Industry	\$ 779	\$ 827	\$ 800
Total Disbursements.....	<u>(779)</u>	<u>(827)</u>	<u>(800)</u>
Cash Balance, Ending	<u>\$ 2,532</u>	<u>\$ 2,532</u>	<u>\$ 2,575</u>

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 Energy Development Authority 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,788	\$ 2,804	\$ 2,222
Receipts:			
Interest	\$ 83	\$ 81	\$ 12
Total Receipts	<u>83</u>	<u>81</u>	<u>12</u>
Total Funds Available	<u>\$ 2,871</u>	<u>\$ 2,885</u>	<u>\$ 2,234</u>
Disbursements:			
Environmental Protection	\$ 67	\$ 663	\$ 1,885
Total Disbursements	<u>(67)</u>	<u>(663)</u>	<u>(1,885)</u>
Cash Balance, Ending	<u>\$ 2,804</u>	<u>\$ 2,222</u>	<u>\$ 349</u>

Environmental Education Fund

This 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)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 3,332	\$ 2,952	\$ 1,498
Receipts:			
Transfers from Other Funds.....	\$ 594	\$ 758	\$ 554
Interest	<u>5</u>	<u>68</u>	<u>21</u>
Total Receipts	<u>599</u>	<u>826</u>	<u>575</u>
Total Funds Available	\$ <u>3,931</u>	\$ <u>3,778</u>	\$ <u>2,073</u>
Disbursements:			
Conservation and Natural Resources	\$ 398	\$ 341	\$ 207
Environmental Protection	<u>581</u>	<u>1,939</u>	<u>1,388</u>
Total Disbursements.....	<u>(979)</u>	<u>(2,280)</u>	<u>(1,595)</u>
Cash Balance, Ending	\$ <u><u>2,952</u></u>	\$ <u><u>1,498</u></u>	\$ <u><u>478</u></u>

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 special fund. In 2003-04, and thereafter, all revenue from these fees is deposited in this special 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. Code Chapter 61.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 161,085	\$ 170,354	\$ -
Receipts:			
Licenses and Fees	\$ 77,612	\$ 78,652	\$ 82,585
Transfer from Marcellus Legacy Fund.....	8,603	10,371	9,400
Personal Income Tax	12,289	12,317	10,538
Interest	2,601	4,327	4,414
Total Receipts	101,105	105,667	106,937
Total Funds Available	\$ 262,190	\$ 276,021	\$ 106,937
Disbursements:			
Treasury:			
Debt Service for Growing Greener	\$ 12,289	\$ 12,311	\$ 10,538
Agriculture:			
Agricultural Conservation Easement Program.....	13,511	13,865	14,267
Conservation and Natural Resources:			
Parks and Forest Facility Rehabilitation	11,164	56,821	15,233
Community Conservation Grants.....	6,196	22,192	7,674
Natural Diversity Conservation Grants	215	1,242	325
Environmental Protection:			
Watershed Protection and Restoration	31,648	142,564	36,053
Infrastructure Investment Authority:			
Storm Water, Water and Sewer Grants	16,813	27,026	22,847
Total Disbursements	(91,836)	(276,021)	(106,937)
Cash Balance, Ending	\$ 170,354	\$ -	\$ -

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 845	\$ 1,189	\$ 1,022
Receipts:			
Licensee Deposit Accts	\$ 164	\$ 334	\$ 362
Fantasy Contest Application Fees	38	20	20
Interest	2	25	17
Other	256	-	-
Total Receipts	<u>460</u>	<u>379</u>	<u>399</u>
Total Funds Available	<u>\$ 1,305</u>	<u>\$ 1,568</u>	<u>\$ 1,421</u>
Disbursements:			
Gaming Control Board:			
Application and Licensure	\$ -	\$ 20	\$ 20
Administrative Appropriations:			
Gaming Control Board.....	102	100	280
Revenue	14	426	418
Total Disbursements	<u>(116)</u>	<u>(546)</u>	<u>(718)</u>
Cash Balance, Ending	<u>\$ 1,189</u>	<u>\$ 1,022</u>	<u>\$ 703</u>

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 Pennsylvania Race Horse Development Trust 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,229	\$ 6,085	\$ 4,413
Receipts:			
Transfer from PA Race Horse Development Trust Fund	\$ 5,000	\$ -	\$ -
Transfer from General Fund.....	-	5,000	5,000
Rentals	3,571	3,600	3,650
Parking	1,461	2,090	2,290
Exhibit Fees.....	387	400	400
Service Charges.....	855	850	850
Concession.....	1,130	1,300	1,300
Interest	9	112	92
Other	817	400	400
Total Receipts	13,230	13,752	13,982
Total Funds Available	\$ 17,459	\$ 19,837	\$ 18,395
Disbursements:			
Agriculture	\$ 11,374	\$ 15,424	\$ 14,671
Total Disbursements	(11,374)	(15,424)	(14,671)
Cash Balance, Ending	\$ 6,085	\$ 4,413	\$ 3,724

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 Services Loan Fund.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 46,563	\$ 52,006	\$ 51,046
Receipts:			
Loan Principal and Interest Repayments	\$ 13,445	\$ 12,181	\$ 13,000
Interest	991	1,358	1,149
Penalty Charges	2	1	1
Total Receipts	<u>14,438</u>	<u>13,540</u>	<u>14,150</u>
Total Funds Available	\$ 61,001	\$ 65,546	\$ 65,196
Disbursements:			
Office of State Fire Commissioner	\$ 8,995	\$ 14,500	\$ 15,000
Total Disbursements	<u>(8,995)</u>	<u>(14,500)</u>	<u>(15,000)</u>
Cash Balance, Ending	\$ 52,006	\$ 51,046	\$ 50,196

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 68,545	\$ 85,421	\$ 85,275
Receipts:			
Foreign Fire Insurance Premiums Tax.....	\$ 85,146	\$ -	\$ -
Insurance Premiums Tax - Act 53 of 2022.....	-	85,000	85,000
Total Receipts.....	<u>85,146</u>	<u>85,000</u>	<u>85,000</u>
Total Funds Available	\$ 153,691	\$ 170,421	\$ 170,275
Disbursements:			
Auditor General:			
Transfer to Municipal Pension Aid Fund.....	\$ 14,045	\$ 17,680	\$ 17,650
Aid to Local Jurisdictions.....	54,225	67,466	67,350
Total Disbursements.....	<u>(68,270)</u>	<u>(85,146)</u>	<u>(85,000)</u>
Cash Balance, Ending	\$ 85,421	\$ 85,275	\$ 85,275

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 83,341	\$ 80,414	\$ 69,174
Receipts:			
Licenses and Fees	\$ 26,835	\$ 27,507	\$ 28,260
Fines and Penalties.....	232	325	325
Restricted Funds	2,741	2,212	2,212
Federal Receipts	9,875	12,208	12,232
Interest	1,809	2,086	1,918
Sale of Goods.....	553	274	224
Sale of Publications.....	10	5	5
Other	897	1,160	1,159
Total Receipts	42,952	45,777	46,335
Total Funds Available	\$ 126,293	\$ 126,191	\$ 115,509
Disbursements:			
Fish and Boat Commission	\$ 45,879	\$ 57,017	\$ 49,977
Total Disbursements	(45,879)	(57,017)	(49,977)
Cash Balance, Ending	\$ 80,414	\$ 69,174	\$ 65,532

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 134,706	\$ 257,476	\$ 489,912
Receipts:			
Licenses and Fees	\$ 48,658	\$ 52,464	\$ 54,593
Resident License Fee - Transfer for Wildlife Propagation.....	(9,000)	(9,000)	(9,000)
Fines and Penalties.....	1,414	1,478	1,537
Gas and Oil Leases.....	177,723	370,580	311,044
Federal Receipts	37,133	46,202	46,161
Habitat License Fee Transfer.....	9,000	9,000	9,000
Interest	2,696	8,357	10,685
Sale of Goods.....	749	1,229	1,148
Sale of Wood Products.....	7,185	7,540	6,250
Sale of Publications.....	510	542	535
Agency Construction Projects.....	7,789	7,500	15,000
Cost Sharing Escrow Funds.....	435	519	-
Other	2,605	1,913	4,051
Total Receipts.....	<u>286,897</u>	<u>498,324</u>	<u>451,004</u>
Total Funds Available	\$ 421,603	\$ 755,800	\$ 940,916
Disbursements:			
Game Commission.....	\$ 162,595	\$ 259,573	\$ 258,616
General Services.....	1,532	6,315	45,230
Total Disbursements.....	<u>(164,127)</u>	<u>(265,888)</u>	<u>(303,846)</u>
Cash Balance, Ending	\$ 257,476	\$ 489,912	\$ 637,070

Governor Robert P. Casey Memorial Organ and Tissue Donation Awareness Trust Fund

This 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,709	\$ 1,901	\$ 1,749
Receipts:			
Donations - State Income Tax Forms.....	\$ 12	\$ 12	\$ 12
Donations - Driver's License Applicants.....	293	246	246
Donations - Motor Vehicle Registrations.....	623	573	573
Donations - Private.....	4	4	4
Interest.....	4	53	52
Total Receipts.....	<u>936</u>	<u>888</u>	<u>887</u>
Total Funds Available	<u>\$ 2,645</u>	<u>\$ 2,789</u>	<u>\$ 2,636</u>
Disbursements:			
Education.....	\$ 234	\$ 200	\$ 200
Health.....	510	840	682
Total Disbursements.....	<u>(744)</u>	<u>(1,040)</u>	<u>(882)</u>
Cash Balance, Ending	<u>\$ 1,901</u>	<u>\$ 1,749</u>	<u>\$ 1,754</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 915	\$ 795	\$ -
Receipts:			
Accumulated Interest Transfer for Debt Service	\$ -	\$ (171)	\$ -
Interest	1	-	-
Total Receipts	1	(171)	-
Total Funds Available	\$ 916	\$ 624	\$ -
Disbursements:			
Community and Economic Development:			
Main Street Downtown Development	\$ 38	\$ 624	\$ -
Fish and Boat Commission:			
Capital Improvement Projects	83	-	-
Total Disbursements	(121)	(624)	-
Cash Balance, Ending	\$ 795	\$ -	\$ -

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 5	\$ 5	\$ -
Receipts:			
Transfer from Environmental Stewardship Fund.....	\$ 12,289	\$ 12,311	\$ 10,538
Total Receipts.....	<u>12,289</u>	<u>12,311</u>	<u>10,538</u>
Total Funds Available	<u>\$ 12,294</u>	<u>\$ 12,316</u>	<u>\$ 10,538</u>
Disbursements:			
Treasury.....	\$ 12,289	\$ 12,316	\$ 10,538
Total Disbursements.....	<u>(12,289)</u>	<u>(12,316)</u>	<u>(10,538)</u>
Cash Balance, Ending	<u>\$ 5</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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 918	\$ 614	\$ 398
Receipts:			
Toxic Chemical Release Form Fee.....	\$ 757	\$ 900	\$ 900
Chemical Inventory Fee.....	355	361	360
Interest.....	8	15	6
Other.....	163	100	120
Total Receipts.....	<u>1,283</u>	<u>1,376</u>	<u>1,386</u>
Total Funds Available	<u>\$ 2,201</u>	<u>\$ 1,990</u>	<u>\$ 1,784</u>
Disbursements:			
Emergency Management.....	\$ 1,582	\$ 1,586	\$ 1,600
Labor and Industry.....	5	6	10
Total Disbursements.....	<u>(1,587)</u>	<u>(1,592)</u>	<u>(1,610)</u>
Cash Balance, Ending	<u>\$ 614</u>	<u>\$ 398</u>	<u>\$ 174</u>

Hazardous Sites Cleanup Fund

This 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 81,494	\$ 75,918	\$ 43,853
Receipts:			
Transfer of Capital Stock and Franchise Tax.....	\$ 4,028	\$ 2,500	\$ 1,100
Transfer from Marcellus Legacy Fund (OGLF).....	15,000	15,000	15,000
Transfer from Marcellus Legacy Fund.....	4,302	5,185	4,700
Hazardous Waste Fee.....	2,261	2,070	2,200
Cost Recovery.....	1,074	1,020	1,020
Interest.....	1,226	1,929	680
Other.....	5	5,000	-
Total Receipts.....	<u>27,896</u>	<u>32,704</u>	<u>24,700</u>
Total Funds Available	\$ 109,390	\$ 108,622	\$ 68,553
Disbursements:			
Environmental Protection:			
General Operations.....	\$ 19,280	\$ 27,780	\$ 23,378
Hazardous Sites Cleanup - OGLF.....	4,919	25,081	15,000
Hazardous Sites Cleanup.....	4,728	6,548	9,000
Host Municipality Grants.....	8	25	25
Small Business Pollution Prevention.....	537	1,335	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.....	<u>(33,472)</u>	<u>(64,769)</u>	<u>(52,403)</u>
Cash Balance, Ending	\$ 75,918	\$ 43,853	\$ 16,150

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 58,182	\$ 76,622	\$ 57,922
Receipts:			
Transfer from General Fund.....	\$ 369,382	\$ 414,459	\$ 414,459
Investment Earnings.....	1,370	1,300	1,300
Federal Revenue.....	22,020	38,158	1,544
Other	5,500	20,500	40,948
Total Receipts.....	<u>398,272</u>	<u>474,417</u>	<u>458,251</u>
Total Funds Available	\$ 456,454	\$ 551,039	\$ 516,173
Disbursements:			
Higher Education Assistance Agency	\$ 379,832	\$ 493,117	\$ 456,951
Total Disbursements.....	<u>(379,832)</u>	<u>(493,117)</u>	<u>(456,951)</u>
Cash Balance, Ending	\$ <u>76,622</u>	\$ <u>57,922</u>	\$ <u>59,222</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 268	\$ 251	\$ 234
Receipts:			
Licenses and Fees	\$ 336	\$ 332	\$ 332
Interest	1	5	5
Total Receipts	<u>337</u>	<u>337</u>	<u>337</u>
Total Funds Available	\$ <u>605</u>	\$ <u>588</u>	\$ <u>571</u>
Disbursements:			
Transportation	\$ 354	\$ 354	\$ 350
Total Disbursements	<u>(354)</u>	<u>(354)</u>	<u>(350)</u>
Cash Balance, Ending	\$ <u>251</u>	\$ <u>234</u>	\$ <u>221</u>

Historical Preservation Fund

This fund was created for expenditure by the Historical and Museum Commission 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 Pennsylvania Historical and Museum Commission 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 Historical Preservation Fund is designated for projects of the Historical and Museum Commission for which they have agreements to complete over a period of several fiscal years.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Restricted Cash Balance, Beginning	\$ 4,102	\$ 3,194	\$ 2,302
Receipts	5	5	5
Disbursements - Historical and Museum Commission.....	(913)	(897)	(709)
Restricted Cash Balance, Ending	<u>\$ 3,194</u>	<u>\$ 2,302</u>	<u>\$ 1,598</u>
Unrestricted Cash Balance, Beginning	\$ 1,861	\$ 2,074	\$ 2,077
Receipts:			
Admission Fees.....	\$ 897	\$ 812	\$ 770
Interest	8	115	92
Other	216	230	155
Total Receipts	<u>1,121</u>	<u>1,157</u>	<u>1,017</u>
Total Funds Available	<u>\$ 2,982</u>	<u>\$ 3,231</u>	<u>\$ 3,094</u>
Disbursements:			
Historical and Museum Commission.....	\$ 908	\$ 1,154	\$ 1,167
Total Disbursements.....	<u>(908)</u>	<u>(1,154)</u>	<u>(1,167)</u>
Unrestricted Cash Balance, Ending	<u>\$ 2,074</u>	<u>\$ 2,077</u>	<u>\$ 1,927</u>
Total Cash Balance, Beginning	5,963	5,268	4,379
Receipts	1,126	1,162	1,022
Disbursements	(1,821)	(2,051)	(1,876)
Total Cash Balance, Ending	<u>\$ 5,268</u>	<u>\$ 4,379</u>	<u>\$ 3,525</u>

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.

Beginning in 2000-01, the majority of federal funds are granted directly through the implementation of 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ (10)	\$ 955	\$ -
Receipts:			
Federal Revenue.....	\$ 1,813	\$ 4,081	\$ 3,680
HOME Program Income.....	79	300	300
Interest.....	-	21	20
Total Receipts.....	<u>1,892</u>	<u>4,402</u>	<u>4,000</u>
Total Funds Available	<u>\$ 1,882</u>	<u>\$ 5,357</u>	<u>\$ 4,000</u>
Disbursements:			
Community and Economic Development.....	\$ 927	\$ 5,357	\$ 4,000
Total Disbursements.....	<u>(927)</u>	<u>(5,357)</u>	<u>(4,000)</u>
Cash Balance, Ending	<u>\$ 955</u>	<u>\$ -</u>	<u>\$ -</u>

Homeowner Assistance Settlement Fund

This fund was established by Act 70 of 2012. Payments received pursuant to the Homeowner Assistance Settlement Agreement were deposited into this fund. Disbursements are made for the Homeowner's Emergency Mortgage Assistance Program, for housing consumer protection programs, and for civil legal assistance related to housing issues.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 10	\$ -	\$ -
Receipts:			
Interest	\$ -	\$ -	\$ -
Accumulated Interest Transfer	(10)	-	-
Total Receipts	(10)	-	-
Total Funds Available	\$ -	\$ -	\$ -
Disbursements:			
Pennsylvania Housing Finance Agency	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	\$ -	\$ -	\$ -

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. Act 13 of 2019 increased the cap of the annual RTT transfer to \$40 million.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 5,846	\$ 6,621	\$ 6,396
Receipts:			
Transfer from Unconventional Gas Well Fund	\$ 5,830	\$ 5,000	\$ 5,000
Transfer of Realty Transfer Tax	40,000	40,000	40,000
Interest	5	605	605
Total Receipts	45,835	45,605	45,605
Total Funds Available	\$ 51,681	\$ 52,226	\$ 52,001
Disbursements:			
Pennsylvania Housing Finance Agency:			
Housing Affordability and Rehabilitation Program	\$ 5,060	\$ 5,830	\$ 5,000
Housing Programs-RTT	40,000	40,000	40,000
Total Disbursements	(45,060)	(45,830)	(45,000)
Cash Balance, Ending	\$ 6,621	\$ 6,396	\$ 7,001

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 9,587	\$ 11,712	\$ 6,410
Receipts:			
Loan Principal and Interest Repayments	\$ 1,293	\$ 1,200	\$ 1,200
Transfer from Hazardous Sites Cleanup Fund	3,000	3,000	3,000
Interest	193	329	203
Total Receipts	4,486	4,529	4,403
Total Funds Available	\$ 14,073	\$ 16,241	\$ 10,813
Disbursements:			
Community and Economic Development	\$ 2,361	\$ 9,831	\$ 5,814
Total Disbursements	(2,361)	(9,831)	(5,814)
Cash Balance, Ending	\$ 11,712	\$ 6,410	\$ 4,999

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 8,985	\$ 11,073	\$ 9,670
Receipts:			
Assessments, Fines and Penalties	\$ 16,194	\$ 15,761	\$ 16,186
Interest	15	168	164
Total Receipts	<u>16,209</u>	<u>15,929</u>	<u>16,350</u>
Total Funds Available	<u>\$ 25,194</u>	<u>\$ 27,002</u>	<u>\$ 26,020</u>
Disbursements:			
Insurance Fraud Prevention Authority	\$ 14,121	\$ 17,332	\$ 16,938
Total Disbursements	<u>(14,121)</u>	<u>(17,332)</u>	<u>(16,938)</u>
Cash Balance, Ending	<u>\$ 11,073</u>	<u>\$ 9,670</u>	<u>\$ 9,082</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 41,341	\$ 2,117	\$ 2,160
Receipts:			
Interest	\$ 14	\$ 43	\$ 43
Total Receipts	<u>14</u>	<u>43</u>	<u>43</u>
Total Funds Available	<u>\$ 41,355</u>	<u>\$ 2,160</u>	<u>\$ 2,203</u>
Disbursements:			
Insurance.....	\$ 39,238	\$ -	\$ -
Total Disbursements	<u>(39,238)</u>	<u>-</u>	<u>-</u>
Cash Balance, Ending	<u>\$ 2,117</u>	<u>\$ 2,160</u>	<u>\$ 2,203</u>

Insurance Regulation and Oversight Fund

This 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 Insurance Regulation and Oversight 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 43,520	\$ 47,419	\$ 37,947
Receipts:			
Licenses and Fees	\$ 38,708	\$ 39,725	\$ 39,725
Examination Reimbursements	5,978	6,100	6,100
Federal Receipts	65	-	-
Interest	47	637	637
Other	908	800	800
Return To General Fund	<u>(13,545)</u>	<u>(16,548)</u>	<u>(6,298)</u>
Total Receipts	<u>32,161</u>	<u>30,714</u>	<u>40,964</u>
Total Funds Available	\$ <u>75,681</u>	\$ <u>78,133</u>	\$ <u>78,911</u>
Disbursements:			
Insurance	\$ <u>28,262</u>	\$ <u>40,186</u>	\$ <u>35,745</u>
Total Disbursements	<u>(28,262)</u>	<u>(40,186)</u>	<u>(35,745)</u>
Cash Balance, Ending	\$ <u>47,419</u>	\$ <u>37,947</u>	\$ <u>43,166</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 5	\$ 5	\$ 5
Receipts:			
Interest	\$ -	\$ -	\$ -
Total Receipts	-	-	-
Total Funds Available	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 5</u>
Disbursements:			
Labor and Industry	\$ -	\$ -	\$ -
Total Disbursements	-	-	-
Cash Balance, Ending	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 5</u>

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 Reimbursement Initiative 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 Justice Reinvestment Initiative, 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 549	\$ 1,342	\$ 320
Receipts:			
Transfer from General Fund.....	\$ 1,220	\$ 247	\$ 2,179
Interest	2	29	29
Total Receipts	<u>1,222</u>	<u>276</u>	<u>2,208</u>
Total Funds Available	\$ 1,771	\$ 1,618	\$ 2,528
Disbursements:			
Commission on Crime and Delinquency	\$ 408	\$ 1,027	\$ 1,779
Commission on Sentencing.....	21	271	400
Total Disbursements	<u>(429)</u>	<u>(1,298)</u>	<u>(2,179)</u>
Cash Balance, Ending	\$ <u>1,342</u>	\$ <u>320</u>	\$ <u>349</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 191,613	\$ 245,555	\$ -
Receipts:			
Realty Transfer Tax.....	\$ 154,189	\$ 119,000	\$ 104,800
Interest	4,034	6,047	6,107
Total Receipts	158,223	125,047	110,907
Total Funds Available	\$ 349,836	\$ 370,602	\$ 110,907
Disbursements:			
Conservation and Natural Resources	64,455	264,536	72,090
Education	28,388	51,197	24,399
Historical and Museum Commission	11,438	54,869	14,418
Total Disbursements	(104,281)	(370,602)	(110,907)
Cash Balance, Ending	\$ 245,555	\$ -	\$ -

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 1999-00.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,943	\$ 6,395	\$ 6,151
Receipts:			
Tax on Gasoline	\$ 21,608	\$ 22,384	\$ 22,467
Tax on Diesel Fuel	6,414	6,405	6,518
Total Receipts	<u>28,022</u>	<u>28,789</u>	<u>28,985</u>
Total Funds Available	<u>\$ 32,965</u>	<u>\$ 35,184</u>	<u>\$ 35,136</u>
Disbursements:			
Transfer to Boat Fund	\$ 110	\$ 110	\$ 110
Transportation	26,460	28,923	28,879
Total Disbursements	<u>(26,570)</u>	<u>(29,033)</u>	<u>(28,989)</u>
Cash Balance, Ending	<u>\$ 6,395</u>	<u>\$ 6,151</u>	<u>\$ 6,147</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 403	\$ 2,141	\$ 3,071
Receipts:			
License Fees	\$ 2,627	\$ 4,229	\$ 4,432
Total Receipts	<u>2,627</u>	<u>4,229</u>	<u>4,432</u>
Total Funds Available	<u>\$ 3,030</u>	<u>\$ 6,370</u>	<u>\$ 7,503</u>
Disbursements:			
Liquor Control Board	\$ 889	\$ 3,299	\$ 4,504
Total Disbursements	<u>(889)</u>	<u>(3,299)</u>	<u>(4,504)</u>
Cash Balance, Ending	<u>\$ 2,141</u>	<u>\$ 3,071</u>	<u>\$ 2,999</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,799	\$ 2,501	\$ -
Receipts:			
Philadelphia Cigarette Tax Collections	\$ 27,481	\$ 24,625	\$ 20,925
Act 84 of 2016 Collection Adjustment	28,253	31,043	33,900
Interest	3	128	-
Offset Department of Revenue Collection Costs	(525)	(525)	(525)
Total Receipts	<u>55,212</u>	<u>55,271</u>	<u>54,300</u>
Total Funds Available	<u>\$ 58,011</u>	<u>\$ 57,772</u>	<u>\$ 54,300</u>
Disbursements:			
Distribution to the Philadelphia School District.....	\$ 55,510	\$ 57,772	\$ 54,300
Total Disbursements	<u>(55,510)</u>	<u>(57,772)</u>	<u>(54,300)</u>
Cash Balance, Ending	<u>\$ 2,501</u>	<u>\$ -</u>	<u>\$ -</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,869	\$ 2,054	\$ 1,271
Receipts:			
Loan Principal and Interest Repayments	\$ 182	\$ 175	\$ 175
Interest	3	42	22
Total Receipts	<u>185</u>	<u>217</u>	<u>197</u>
Total Funds Available	<u>\$ 2,054</u>	<u>\$ 2,271</u>	<u>\$ 1,468</u>
Disbursements:			
Community and Economic Development	\$ -	\$ 1,000	\$ 1,000
Total Disbursements	<u>-</u>	<u>(1,000)</u>	<u>(1,000)</u>
Cash Balance, Ending	<u>\$ 2,054</u>	<u>\$ 1,271</u>	<u>\$ 468</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 25,230	\$ 28,614	\$ 23,586
Receipts:			
Loan Principal and Interest Repayments	\$ 5,908	\$ 6,000	\$ 6,000
Loan Service Fees	17	10	10
Interest	508	760	602
Other	1	-	-
Total Receipts	<u>6,434</u>	<u>6,770</u>	<u>6,612</u>
Total Funds Available	<u>\$ 31,664</u>	<u>\$ 35,384</u>	<u>\$ 30,198</u>
Disbursements:			
Community and Economic Development	\$ 3,050	\$ 11,798	\$ 11,778
Total Disbursements	<u>(3,050)</u>	<u>(11,798)</u>	<u>(11,778)</u>
Cash Balance, Ending	<u>\$ 28,614</u>	<u>\$ 23,586</u>	<u>\$ 18,420</u>

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)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 33,210	\$ 32,469	\$ 23,084
Receipts:			
Sale of Products	\$ 93,635	\$ 95,741	\$ 100,528
Interest	498	888	813
Total Receipts	<u>94,133</u>	<u>96,629</u>	<u>101,341</u>
Total Funds Available	\$ <u>127,343</u>	\$ <u>129,098</u>	\$ <u>124,425</u>
Disbursements:			
Corrections	\$ 94,874	\$ 106,014	\$ 102,673
Total Disbursements	<u>(94,874)</u>	<u>(106,014)</u>	<u>(102,673)</u>
Cash Balance, Ending	<u>\$ 32,469</u>	<u>\$ 23,084</u>	<u>\$ 21,752</u>

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)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 6,787	\$ 6,806	\$ 991
Receipts:			
Transfer from Unconventional Gas Well Fund	\$ 86,031	\$ 103,705	\$ 94,001
Transfer from Oil and Gas Lease Fund	15,000	15,000	15,000
Interest	20	186	186
Total Receipts	<u>101,051</u>	<u>118,891</u>	<u>109,187</u>
Total Funds Available	\$ 107,838	\$ 125,697	\$ 110,178
Disbursements:			
Public Utility Commission:			
County Grants	\$ 12,905	\$ 15,556	\$ 14,100
Transfer to Commonwealth Financing Authority.....	17,206	20,741	18,800
Transfer to Commonwealth Financing Authority-H2O	10,754	12,963	11,750
Environmental Protection	-	6,001	-
Infrastructure Investment Authority	10,754	12,963	11,750
Community and Economic Development	-	-	-
Transfer to Highway Bridge Improvement.....	21,508	25,926	23,501
Transfer to Environmental Stewardship Fund.....	8,603	10,371	9,400
Transfer to Hazardous Sites Cleanup Fund	4,302	5,185	4,700
Transfer to Hazardous Sites Cleanup Fund (OGLF).....	15,000	15,000	15,000
Total Disbursements	<u>(101,032)</u>	<u>(124,706)</u>	<u>(109,001)</u>
Cash Balance, Ending	\$ 6,806	\$ 991	\$ 1,177

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 103,988	\$ 121,172	\$ 91,633
Receipts:			
Assessments	\$ 167,542	\$ 167,542	\$ 200,000
Interest	171	3,000	2,000
Total Receipts	167,713	170,542	202,000
Total Funds Available	\$ 271,701	\$ 291,714	\$ 293,633
Disbursements:			
Insurance:			
Administration	\$ 9,073	\$ 25,061	\$ 18,923
Claims	141,456	175,020	185,020
Total Disbursements	(150,529)	(200,081)	(203,943)
Cash Balance, Ending	\$ 121,172^a	\$ 91,633^a	\$ 89,690^a

^a Ending balance includes \$30,000,000 in the Mcare reserve account.

Medical Marijuana Program Fund

This 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 and permit fees paid by prospective and eligible growers, processors, dispensaries, and patients and from a Gross Receipts Tax from the sale of medical marijuana by a grower/processor to a dispensary.

After repayment of the initial loan from the General Fund for the establishment of the program, any remaining funds are to be spent 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 for distribution to local police departments which demonstrate a need relating to efforts to support the Act.

This budget reflects transfer of the undistributed fund balance to the General Fund for Department of Health operations per statute.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 39,126	\$ 76,629	\$ 31,854
Receipts:			
Grower/Processor Application and Permit Fees	\$ 226	\$ 250	\$ 250
Dispensary Application and Permit Fees	829	850	250
Clinical Registrant Application and Permit Fees	666	700	135
Patient Identification Card Fees	18,592	16,994	16,994
Gross Receipts Tax.....	35,489	37,500	37,500
Interest	55	2,088	1,263
Other	240	120	225
Total Receipts	56,097	58,502	56,617
Total Funds Available	\$ 95,223	\$ 135,131	\$ 88,471
Disbursements:			
Loan Repayment to the General Fund	\$ 3,000	\$ -	\$ -
Health	15,594	85,835	48,124
Drug and Alcohol Programs	-	11,628	5,662
Commission on Crime and Delinquency	-	5,814	2,831
Transfer to General Fund	-	-	31,854
Total Disbursements	(18,594)	(103,277)	(88,471)
Cash Balance, Ending	\$ 76,629	\$ 31,854	\$ -

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ -	\$ -	\$ -
Receipts:			
State Tax Share	\$ 15,803	\$ 17,900	\$ 19,200
Total Receipts	<u>15,803</u>	<u>17,900</u>	<u>19,200</u>
Total Funds Available	\$ 15,803	\$ 17,900	\$ 19,200
Disbursements:			
Treasury	\$ 15,803	\$ 17,900	\$ 19,200
Total Disbursements	<u>(15,803)</u>	<u>(17,900)</u>	<u>(19,200)</u>
Cash Balance, Ending	\$ -	\$ -	\$ -

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 Marketing 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,240	\$ 4,114	\$ 2,869
Receipts:			
License and Fees	\$ 2,379	\$ 2,761	\$ 2,761
Fines and Penalties	38	5	5
Interest	27	72	71
Total Receipts	<u>2,444</u>	<u>2,838</u>	<u>2,837</u>
Total Funds Available	<u>\$ 6,684</u>	<u>\$ 6,952</u>	<u>\$ 5,706</u>
Disbursements:			
Milk Marketing Board	\$ 2,570	\$ 4,083	\$ 2,840
Total Disbursements	<u>(2,570)</u>	<u>(4,083)</u>	<u>(2,840)</u>
Cash Balance, Ending	<u>\$ 4,114</u>	<u>\$ 2,869</u>	<u>\$ 2,866</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 127	\$ 146	\$ 116
Receipts:			
Fines and Penalties	\$ 19	\$ 16	\$ 16
Interest	0	3	2
Total Receipts	<u>19</u>	<u>19</u>	<u>18</u>
Total Funds Available	<u>\$ 146</u>	<u>\$ 165</u>	<u>\$ 134</u>
Disbursements:			
Environmental Protection	\$ -	\$ 49	\$ 49
Total Disbursements	<u>-</u>	<u>(49)</u>	<u>(49)</u>
Cash Balance, Ending	<u>\$ 146</u>	<u>\$ 116</u>	<u>\$ 85</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,653	\$ 2,486	\$ 2,698
Receipts:			
Loan Principal and Interest Repayments	\$ 1,251	\$ 1,500	\$ 1,500
Interest	4	52	55
Other	230	13	13
Total Receipts	<u>1,485</u>	<u>1,565</u>	<u>1,568</u>
Total Funds Available	<u>\$ 3,138</u>	<u>\$ 4,051</u>	<u>\$ 4,266</u>
Disbursements:			
Community and Economic Development	\$ 652	\$ 1,353	\$ 1,350
Total Disbursements	<u>(652)</u>	<u>(1,353)</u>	<u>(1,350)</u>
Cash Balance, Ending	<u>\$ 2,486</u>	<u>\$ 2,698</u>	<u>\$ 2,916</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 43,705	\$ 42,860	\$ 38,737
Receipts:			
Interest	\$ 1,106	\$ 1,074	\$ 941
Total Receipts	<u>1,106</u>	<u>1,074</u>	<u>941</u>
Total Funds Available	<u>\$ 44,811</u>	<u>\$ 43,934</u>	<u>\$ 39,678</u>
Disbursements:			
Commission on Crime and Delinquency	\$ 1,951	\$ 5,197	\$ 4,800
Total Disbursements	<u>(1,951)</u>	<u>(5,197)</u>	<u>(4,800)</u>
Cash Balance, Ending	<u>\$ 42,860</u>	<u>\$ 38,737</u>	<u>\$ 34,878</u>

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. 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,451	\$ 2,147	\$ 2,025
Receipts:			
Title and Registration Fees	\$ 25	\$ 30	\$ 30
Interest	3	43	43
Total Receipts	<u>28</u>	<u>73</u>	<u>73</u>
Total Funds Available	\$ <u>2,479</u>	\$ <u>2,220</u>	\$ <u>2,098</u>
Disbursements:			
Transportation	\$ 332	\$ 195	\$ 20
Total Disbursements	<u>(332)</u>	<u>(195)</u>	<u>(20)</u>
Cash Balance, Ending	\$ <u><u>2,147</u></u>	\$ <u><u>2,025</u></u>	\$ <u><u>2,078</u></u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 291,816	\$ 314,743	\$ -
Receipts:			
Pennsylvania Turnpike Commission	\$ 30,000	\$ -	\$ -
Motor Vehicle Fees	73,758	82,600	94,200
Transfer of Vehicle Sales Tax - PTF	-	30,000	30,000
Transfer of Oil Company Franchise Tax	35,000	35,000	35,000
Interest	485	7,089	2,441
Other	1	-	-
Total Receipts	<u>139,244</u>	<u>154,689</u>	<u>161,641</u>
Total Funds Available	<u>\$ 431,060</u>	<u>\$ 469,432</u>	<u>\$ 161,641</u>
Disbursements:			
Transportation	\$ 61,702	\$ 400,372	\$ 87,295
Transfer to Commonwealth Finance Authority	54,615	69,060	74,346
Total Disbursements	<u>(116,317)</u>	<u>(469,432)</u>	<u>(161,641)</u>
Cash Balance, Ending	<u>\$ 314,743</u>	<u>\$ -</u>	<u>\$ -</u>

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 Tax 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 306,560	\$ 329,196	\$ 374,597
Receipts:			
Foreign Casualty Insurance Premiums Tax	\$ 328,091	\$ -	\$ -
Insurance Premiums Tax - Act 53 of 2022	-	365,500	370,600
Transfer from Fire Insurance Tax Fund	14,045	17,680	17,650
Interest	404	4,761	4,804
Total Receipts	<u>342,540</u>	<u>387,941</u>	<u>393,054</u>
Total Funds Available	\$ 649,100	\$ 717,137	\$ 767,651
Disbursements:			
Municipal Pension Aid	\$ 318,981	\$ 341,728	\$ 384,188
Post-Retirement Adjustments.....	923	812	715
Total Disbursements	<u>(319,904)</u>	<u>(342,540)</u>	<u>(384,903)</u>
Cash Balance, Ending	\$ 329,196	\$ 374,597	\$ 382,748

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 11,188	\$ 5,352	\$ 408
Receipts:			
Transfer from the General Fund.....	\$ 4,500	\$ 4,500	\$ 6,500
Loan Principal and Interest Repayments	360	5,500	5,500
Interest	11	208	25
Total Receipts	<u>4,871</u>	<u>10,208</u>	<u>12,025</u>
Total Funds Available	\$ 16,059	\$ 15,560	\$ 12,433
Disbursements:			
Community and Economic Development	\$ 10,707	\$ 15,152	\$ 12,100
Total Disbursements	<u>(10,707)</u>	<u>(15,152)</u>	<u>(12,100)</u>
Cash Balance, Ending	\$ <u>5,352</u>	\$ <u>408</u>	\$ <u>333</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2	\$ -	\$ -
Receipts:			
State Tax Share	\$ 91,326	\$ 92,900	\$ 102,700
State Tax Share Return.....	(25,235)	(25,000)	(25,000)
Local Tax Share	3,235	2,694	2,978
Total Receipts	<u>69,326</u>	<u>70,594</u>	<u>80,678</u>
Total Funds Available	\$ 69,328	\$ 70,594	\$ 80,678
Disbursements:			
Treasury	\$ 69,328	\$ 70,594	\$ 80,678
Total Disbursements.....	<u>(69,328)</u>	<u>(70,594)</u>	<u>(80,678)</u>
Cash Balance, Ending	\$ -	\$ -	\$ -

Non-Coal Surface Mining Conservation and Reclamation Fund

This 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)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 6,117	\$ 6,208	\$ 5,594
Receipts:			
Licenses and Fees	\$ 2,141	\$ 1,800	\$ 1,800
Penalties.....	206	70	76
Interest	171	174	140
Collateral	(185)	(118)	50
Forfeiture.....	113	79	79
Payment in Lieu of Bonds	751	100	100
Total Receipts	<u>3,197</u>	<u>2,105</u>	<u>2,245</u>
Total Funds Available	\$ 9,314	\$ 8,313	\$ 7,839
Disbursements:			
Environmental Protection	\$ 3,106	\$ 2,719	\$ 3,200
Total Disbursements.....	<u>(3,106)</u>	<u>(2,719)</u>	<u>(3,200)</u>
Cash Balance, Ending	\$ <u>6,208</u>	\$ <u>5,594</u>	\$ <u>4,639</u>

Nutrient Management Fund

This 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. 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,670	\$ 5,046	\$ 2,963
Receipts:			
Transfer from General Fund.....	\$ 6,200	\$ 6,200	\$ 6,200
Fees	37	40	40
Fines.....	10	27	27
Federal Funds - COVID-SFR	-	22,000	-
Interest	9	274	221
Total Receipts	<u>6,256</u>	<u>28,541</u>	<u>6,488</u>
Total Funds Available	\$ 10,926	\$ 33,587	\$ 9,451
Disbursements:			
Agriculture:			
Planning, Loans, Grants and Technical Assistance	\$ 2,619	\$ 4,399	\$ 3,280
Planning, Loans, Grants and Technical Assistance - COVID-SFR	-	20,500	-
Administration	1,196	1,470	1,463
Environmental Protection:			
Education, Research and Technical Assistance.....	2,065	2,755	2,100
Education, Research and Technical Assistance - COVID-SFR.....	-	1,500	-
Total Disbursements.....	<u>(5,880)</u>	<u>(30,624)</u>	<u>(6,843)</u>
Cash Balance, Ending	\$ 5,046	\$ 2,963	\$ 2,608

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, as reflected on the financial statement below.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 13,593	\$ 76,611	\$ 107,328
Receipts:			
Rents and Royalties	\$ 122,702	\$ 167,200	\$ 142,000
Interest	175	2,038	1,212
Other	193	100	100
Total Receipts	<u>123,070</u>	<u>169,338</u>	<u>143,312</u>
Total Funds Available	\$ 136,663	\$ 245,949	\$ 250,640
Disbursements:			
Conservation and Natural Resources:			
General Government Operations.....	\$ 12,052	\$ 26,621	\$ 16,255
State Parks Operations.....	16,500	20,500	21,101
State Forests Operations.....	16,500	20,500	21,235
State Parks and Forests Infrastructure Projects	-	56,000	112,000
Transfer to Marcellus Legacy Fund	15,000	15,000	15,000
Total Disbursements	<u>(60,052)</u>	<u>(138,621)</u>	<u>(185,591)</u>
Cash Balance, Ending	\$ 76,611	\$ 107,328	\$ 65,049

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 for the purpose of independent review of medical facilities which will result in ensuring patient safety and reducing medical errors. Revenue to the fund includes a surcharge on medical facility licensing fees. These fees are assessed by the Department of Health, deposited in the General Fund and transferred to the Patient Safety Trust Fund. The Patient Safety Authority established by Act 13 contracts with entities who collect, analyze, and evaluate data regarding reports of serious events and incidents at medical facilities and 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 10,187	\$ 12,338	\$ 11,296
Receipts:			
Surcharges	\$ 8,971	\$ 8,581	\$ 7,700
Interest	12	288	245
Total Receipts	<u>8,983</u>	<u>8,869</u>	<u>7,945</u>
Total Funds Available	<u>\$ 19,170</u>	<u>\$ 21,207</u>	<u>\$ 19,241</u>
Disbursements:			
Patient Safety Authority.....	\$ 6,832	\$ 9,911	\$ 9,400
Total Disbursements	<u>(6,832)</u>	<u>(9,911)</u>	<u>(9,400)</u>
Cash Balance, Ending	<u>\$ 12,338</u>	<u>\$ 11,296</u>	<u>\$ 9,841</u>

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. In April 2019, the Supreme Court struck down §1407(c.1) of Act 42 as unconstitutional, which then eliminated the additional 0.5 percent going to the Casino Marketing and Capital Development Account (CMCDA) within the GEDTF fund. All funds within the CMCDA were refunded in August 2019.

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 Tourism and Marketing Account within the fund to attract high-quality sporting events to the Commonwealth and to promote tourism and economic development. For 2022-23, 5 percent of revenue generated from sports wagering, or \$2,500,000, whichever is greater, shall be deposited into the account. The deposit shall not exceed \$5,000,000.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,792	\$ 17,606	\$ 30,892
Receipts:			
Gross Terminal Revenue Assessments	\$ 131,941	\$ 131,700	\$ 135,300
Transfer of Sports Wagering Tax	-	5,000	-
Build America Bonds Federal Interest Subsidy	11,343	7,859	7,640
Interest	86	1,100	50
Total Receipts	<u>143,370</u>	<u>145,659</u>	<u>142,990</u>
Total Funds Available	\$ 148,162	\$ 163,265	\$ 173,882
Disbursements:			
Community and Economic Development	\$ 61,228	\$ 77,782	\$ 81,900
Sports Tourism and Marketing	-	-	5,000
General Services	263	244	317 ^a
Loan Repayment to Pennvest	15,000	-	-
Transfer to Commonwealth Financing Authority	54,065	54,347	54,100
Total Disbursements	<u>(130,556)</u>	<u>(132,373)</u>	<u>(141,317)</u>
Cash Balance, Ending	\$ 17,606	\$ 30,892	\$ 32,565

^a Excludes a \$3.482M remaining pledge installment owed by a casino operator that is due on April 1, 2023. 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 \$3.799M.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 18,420	\$ 63,193	\$ 80,419
Receipts:			
Exchange User Fees on Insurers.....	\$ 73,968	\$ 74,915	\$ 74,915
Federal Receipts/Subgrant.....	19,450	21,320	21,320
COVID - Exchange Modernization	1,107	-	-
Interest	66	1,545	773
Total Receipts	<u>94,591</u>	<u>97,780</u>	<u>97,008</u>
Total Funds Available	\$ 113,011	\$ 160,973	\$ 177,427
Disbursements:			
Health Insurance Exchange Authority	\$ 49,543	\$ 62,955 ^a	\$ 61,320
Transfer to Reinsurance Fund	275	17,599 ^b	42,300
Total Disbursements	<u>(49,818)</u>	<u>(80,554)</u>	<u>(103,620)</u>
Cash Balance, Ending	\$ 63,193	\$ 80,419	\$ 73,807

^a Reflects recommended executive authorization reduction of \$12,244,000.

^b Reflects recommended executive authorization reduction of \$2,701,000.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 197	\$ 197	\$ 201
Receipts:			
Interest	\$ -	\$ 4	\$ 4
Total Receipts	-	4	4
Total Funds Available	<u>\$ 197</u>	<u>\$ 201</u>	<u>\$ 205</u>
Disbursements:			
Historical and Museum Commission	\$ -	-	-
Total Disbursements	-	-	-
Cash Balance, Ending	<u><u>\$ 197</u></u>	<u><u>\$ 201</u></u>	<u><u>\$ 205</u></u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 40,851	\$ 34,759	\$ 39,456
Receipts:			
Loan Principal and Interest Repayments	\$ 17,200	\$ 33,746	\$ 15,960
Interest	615	951	783
Other	7	-	-
Total Receipts	<u>17,822</u>	<u>34,697</u>	<u>16,743</u>
Total Funds Available	\$ 58,673	\$ 69,456	\$ 56,199
Disbursements:			
Transportation	\$ 23,914	\$ 30,000	\$ 30,000
Total Disbursements	<u>(23,914)</u>	<u>(30,000)</u>	<u>(30,000)</u>
Cash Balance, Ending	\$ 34,759	\$ 39,456	\$ 26,199

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 3,127,195	\$ 3,022,153	\$ 3,108,791
Receipts:			
Contributions	\$ 92,416	\$ 91,893	\$ 100,154
Interest	33,442	29,041	30,292
Premium / Discount on Sale of Securities	73,665	(5,944)	67,330
Net Investment Adjustment	(147,728)	125,537	105,354
Total Receipts	<u>51,795</u>	<u>240,527</u>	<u>303,130</u>
Total Funds Available	\$ 3,178,990	\$ 3,262,680	\$ 3,411,921
Disbursements:			
Municipal Retirement Board	\$ 156,837	\$ 153,889	\$ 164,155
Total Disbursements	<u>(156,837)</u>	<u>(153,889)</u>	<u>(164,155)</u>
Cash Balance, Ending	\$ 3,022,153	\$ 3,108,791	\$ 3,247,766

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 Horseman's Organization Fund. Standardbred tracks commit proceeds to the Sire Stakes Fund, the Pennsylvania Standardbred Breeders Development Fund, and a Horsemen's Organizational 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, 2022 through June 30, 2025.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 8,029	\$ 5,247	\$ 3,451
Receipts:			
Assessments	\$ 208,044	\$ 200,000	\$ 194,400
Interest	18	229	229
Total Receipts	<u>208,062</u>	<u>200,229</u>	<u>194,629</u>
Total Funds Available	\$ 216,091	\$ 205,476	\$ 198,080
Disbursements:			
Revenue:			
Purse Account	\$ 144,035	\$ 138,556	\$ 134,140
Restricted Racing Programs	28,807	27,711	26,828
Horsemen's Health and Pension Benefits	7,202	6,928	6,707
Agriculture	13,894	16,684	14,659
Transfer to Farm Products Show Fund	5,000	-	-
Transfer to State Racing Fund - Drug Testing	10,066	10,066	10,066
Transfer to State Racing Fund - Promotion of Racing	1,840	2,080	2,000
Total Disbursements	<u>(210,844)</u>	<u>(202,025)</u>	<u>(194,400)</u>
Cash Balance, Ending	\$ 5,247	\$ 3,451	\$ 3,680

Pennsylvania Rural Health Redesign Center Fund

Act 108 of 2019 established the Pennsylvania Rural Health Redesign Center Authority (RHRCA) and the Pennsylvania Rural Health Redesign Center Fund to protect and promote rural hospitals and health care centers that face special challenges, including inconsistencies in their billing and reimbursements. The fund shall be administered by the RHRCA.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 244	\$ 598	\$ 450
Receipts:			
Private Grant Funds	\$ 800	\$ -	\$ 950
Federal Receipts	3,225	659	-
Interest	2	12	-
Total Receipts	<u>4,027</u>	<u>671</u>	<u>950</u>
Total Funds Available	<u>\$ 4,271</u>	<u>\$ 1,269</u>	<u>\$ 1,400</u>
Disbursements:			
PA Rural Health Redesign Center Authority	\$ 3,273	\$ 819	\$ -
Loan Repayment	400	-	1,400
Total Disbursements	<u>(3,673)</u>	<u>(819)</u>	<u>(1,400)</u>
Cash Balance, Ending	<u>\$ 598</u>	<u>\$ 450</u>	<u>\$ -</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 463	\$ 435	\$ 347
Receipts:			
Public and Private Donations	\$ 20	\$ 1	\$ 10
PA Monuments License Plates	1	2	-
Interest	1	9	7
Total Receipts	<u>22</u>	<u>12</u>	<u>17</u>
Total Funds Available	\$ <u>485</u>	\$ <u>447</u>	\$ <u>364</u>
Disbursements:			
Military and Veterans Affairs	\$ 50	\$ 100	\$ 95
Total Disbursements	<u>(50)</u>	<u>(100)</u>	<u>(95)</u>
Cash Balance, Ending	\$ <u><u>435</u></u>	\$ <u><u>347</u></u>	\$ <u><u>269</u></u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 6,191	\$ 6,199	\$ -
Receipts:			
Interest	\$ 8	\$ 126	\$ -
Total Receipts	<u>8</u>	<u>126</u>	<u>-</u>
Total Funds Available	\$ <u>6,199</u>	\$ <u>6,325</u>	\$ <u>-</u>
Disbursements:			
Infrastructure Investment Authority	\$ -	\$ 6,325	\$ -
Total Disbursements	<u>-</u>	<u>(6,325)</u>	<u>-</u>
Cash Balance, Ending	\$ <u><u>6,199</u></u>	\$ <u><u>-</u></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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 298,645	\$ 303,345	\$ 296,967
Receipts:			
Federal Funds	\$ 28,484	\$ 84,875	\$ 372,666 ^b
Transfer from PENNVEST Water Pollution Control Revolving Fund.....	10,288	60,000	60,000
Transfer from Trustee Account.....	30,000	10,000	10,000
Loan Principal and Interest Repayments.....	2,562	15,300	19,000
Interest.....	5,328	7,252	6,983
Total Receipts	<u>76,662</u>	<u>177,427</u>	<u>468,649</u>
Total Funds Available	<u>\$ 375,307</u>	<u>\$ 480,772</u>	<u>\$ 765,616</u>
Disbursements:			
Infrastructure Investment Authority.....	\$ 71,962 ^a	\$ 183,805 ^{a,b}	\$ 472,666 ^{a,b}
Total Disbursements	<u>(71,962)</u>	<u>(183,805)</u>	<u>(472,666)</u>
Cash Balance, Ending	<u>\$ 303,345</u>	<u>\$ 296,967</u>	<u>\$ 292,950</u>

^a Drinking Water Projects Revolving Loans are: Available is \$200,000,000, and 2023-24 Budget is \$456,000,000 to account for loan commitments disbursed directly by the PENNVEST Trustee.

^b Includes IJA awards: 2022-23 Available is \$10,958,000 and 2023-24 Budget is \$331,560,000.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 260,496	\$ 318,145	\$ 324,361
Receipts:			
Revolving Loan Payments.....	\$ 58,223	\$ 62,295	\$ 37,239
Transfer from Environmental Stewardship Fund.....	16,813	22,203	22,847
Transfer from Marcellus Legacy Fund.....	10,754	12,963	11,750
Interest	7,210	7,329	6,375
Other	1,414	15	15
Total Receipts	94,414	104,805	78,226
Total Funds Available	\$ 354,910	\$ 422,950	\$ 402,587
Disbursements:			
Infrastructure Investment Authority:			
Grants	\$ -	\$ 35,000	\$ 35,000
PENNVEST Operations.....	2,512	6,299	5,934
Growing Greener Grants	9,339	14,138	23,059
Loan Repayment from GEDTF	(15,000)	-	-
Revenue Bond Loan Pool.....	-	10	10
Marcellus Grants.....	5,259	6,705	12,871
Revolving Loans and Administration	34,655 ^a	35,151 ^a	36,205 ^a
State Conditional Fund	-	1,286	1,000
Total Disbursements	(36,765)	(98,589)	(114,079)
Cash Balance, Ending	\$ 318,145	\$ 324,361	\$ 288,508

^a Revolving Loans and Administration authorizations were \$60,000,000 for FY 2021-22, \$80,000,000 for FY 2022-23 and \$80,000,000 for FY 2023-24 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)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 6,847	\$ 13,339	\$ 22,430
Receipts:			
Interest	\$ 17	\$ 419	\$ 432
Repayment of Non-Revolving Funds	<u>14,181</u>	<u>14,181</u>	<u>14,181</u>
Total Receipts	<u>14,198</u>	<u>14,600</u>	<u>14,613</u>
Total Funds Available	<u>\$ 21,045</u>	<u>\$ 27,939</u>	<u>\$ 37,043</u>
Disbursements:			
Treasury	\$ 7,706	\$ 5,509	\$ 1,445
Total Disbursements	<u>(7,706)</u>	<u>(5,509)</u>	<u>(1,445)</u>
Cash Balance, Ending	<u>\$ 13,339</u>	<u>\$ 22,430</u>	<u>\$ 35,598</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 654,354	\$ 696,427	\$ 633,467
Receipts:			
Federal Funds	\$ 62,939	\$ 124,264	\$ 285,055 ^b
Federal Funds - COVID-SFR	-	22,000	-
Loan Principal and Interest Repayments	12,042	14,387	15,247
Trustee Transfer	60,000	-	-
Interest	9,437	16,631	14,843
Investment Income	-	20,000	20,000
Total Receipts	<u>144,418</u>	<u>197,282</u>	<u>335,145</u>
Total Funds Available	\$ 798,772	\$ 893,709	\$ 968,612
Disbursements:			
Infrastructure Investment Authority	\$ 102,345 ^a	\$ 260,242 ^a	\$ 388,409 ^{a,b}
Total Disbursements	<u>(102,345)</u>	<u>(260,242)</u>	<u>(388,409)</u>
Cash Balance, Ending	\$ 696,427	\$ 633,467	\$ 580,203

^a Sewage Projects Revolving Loans are: 2021-22 Actual is \$257,200,000, 2022-23 Available is \$260,000,000, and 2023-24 Budget is \$360,000,000 to account for loan commitments to be disbursed by the PENNVEST Trustee.

^b Includes IJA award: 2023-24 Budget is \$166,784,000.

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 over 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. Funds not expended in the fiscal year in which they are appropriated are available for use in the following fiscal year.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Restricted Cash Balance, Beginning	\$ 31,827	\$ 31,243	\$ 26,422
Receipts:			
Special Pharmaceutical Services	\$ 69,938	\$ 88,861	\$ 100,105
Chronic Renal Disease Program	1,930	2,140	2,140
Total Receipts	<u>71,868</u>	<u>91,001</u>	<u>102,245</u>
Disbursements:			
Health Services	\$ 72,235	\$ 95,572	\$ 103,670
Settlement Claims	217	250	250
Total Disbursements	<u>(72,452)</u>	<u>(95,822)</u>	<u>(103,920)</u>
Restricted Cash Balance, Ending	\$ 31,243	\$ 26,422	\$ 24,747
Unrestricted Cash Balance, Beginning	\$ 23,470	\$ (5,362)	\$ 11,254
Receipts:			
Transfer from Lottery Fund	\$ 110,000	\$ 160,000	\$ 135,000
Interest	79	947	792
Investment Income	254	-	-
Federal Funds	10	97	-
Other	1,093	1,736	1,320
Total Receipts	<u>111,436</u>	<u>162,780</u>	<u>137,112</u>
Total Funds Available	\$ 134,906	\$ 157,418	\$ 148,366
Disbursements:			
Aging:			
Contracted Services	\$ 139,103	\$ 144,835	\$ 139,472
Administration	1,165	1,329	1,358
Total Disbursements	<u>(140,268)</u>	<u>(146,164)</u>	<u>(140,830)</u>
Cash Balance, Ending	\$ (5,362)^a	\$ 11,254	\$ 7,536
Total Cash Balance, Beginning	\$ 55,297	\$ 25,881	\$ 37,676
Receipts	183,304	253,781	239,357
Disbursements	(212,720)	(241,986)	(244,750)
Total Cash Balance, Ending	\$ 25,881	\$ 37,676	\$ 32,283

^a Reflects a timing difference between expenditures posted at year-end and supporting revenues received in the subsequent year.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 398	\$ 627	\$ 829
Receipts:			
Transfer from Philadelphia Regional Port Authority	\$ 6,600	\$ 6,600	\$ 6,600
Interest	2	21	24
Total Receipts	<u>6,602</u>	<u>6,621</u>	<u>6,624</u>
Total Funds Available	<u>\$ 7,000</u>	<u>\$ 7,248</u>	<u>\$ 7,453</u>
Disbursements:			
Philadelphia Regional Port Operations	\$ 6,373	\$ 6,419	\$ 6,500
Total Disbursements	<u>(6,373)</u>	<u>(6,419)</u>	<u>(6,500)</u>
Cash Balance, Ending	<u>\$ 627</u>	<u>\$ 829</u>	<u>\$ 953</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 31	\$ 31	\$ 41
Receipts:			
Assessments	\$ 2,022	\$ 2,999	\$ 2,683
Interest	-	10	10
Total Receipts	<u>2,022</u>	<u>3,009</u>	<u>2,693</u>
Total Funds Available	<u>\$ 2,053</u>	<u>\$ 3,040</u>	<u>\$ 2,734</u>
Disbursements:			
Philadelphia Parking Authority	\$ 2,022	\$ 2,999	\$ 2,683
Total Disbursements	<u>(2,022)</u>	<u>(2,999)</u>	<u>(2,683)</u>
Cash Balance, Ending	<u>\$ 31</u>	<u>\$ 41</u>	<u>\$ 51</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 7	\$ 7	\$ 7
Receipts:			
Sale of Medallions	\$ -	\$ 200	\$ 200
Total Receipts	<u>-</u>	<u>200</u>	<u>200</u>
Total Funds Available	<u>\$ 7</u>	<u>\$ 207</u>	<u>\$ 207</u>
Disbursements:			
Philadelphia Parking Authority	\$ -	\$ 200	\$ 200
Total Disbursements	<u>-</u>	<u>(200)</u>	<u>(200)</u>
Cash Balance, Ending	<u>\$ 7</u>	<u>\$ 7</u>	<u>\$ 7</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 282,652	\$ 212,875	\$ 267,625
Receipts:			
School Construction Bond Proceeds	\$ -	\$ 94,176	\$ -
Interest	358	4,387	3,886
Total Receipts	<u>358</u>	<u>98,563</u>	<u>3,886</u>
Total Funds Available	<u>\$ 283,010</u>	<u>\$ 311,438</u>	<u>\$ 271,511</u>
Disbursements:			
Education	\$ 70,135	\$ 43,813	\$ 30,578
Total Disbursements	<u>(70,135)</u>	<u>(43,813)</u>	<u>(30,578)</u>
Cash Balance, Ending	<u>\$ 212,875</u>	<u>\$ 267,625</u>	<u>\$ 240,933</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,780	\$ 2,713	\$ 3,010
Receipts:			
State Grants	\$ 950	\$ 1,100	\$ 1,100
Federal Grants	2,619	2,171	2,000
Interest	3	53	59
Total Receipts	<u>3,572</u>	<u>3,324</u>	<u>3,159</u>
Total Funds Available	<u>\$ 6,352</u>	<u>\$ 6,037</u>	<u>\$ 6,169</u>
Disbursements:			
Port of Pittsburgh Commission.....	\$ 3,639	\$ 3,027	\$ 3,159
Total Disbursements	<u>(3,639)</u>	<u>(3,027)</u>	<u>(3,159)</u>
Cash Balance, Ending	<u>\$ 2,713</u>	<u>\$ 3,010</u>	<u>\$ 3,010</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 494,427	\$ 803,410	\$ 1,028,536
Receipts:			
Transfer from State Gaming Fund.....	\$ 1,045,883	\$ 1,083,787	\$ 1,107,213
Property Tax Relief Reserve Fund Loan Repayment	2,832	-	-
Interest	768	13,439	17,205
Total Receipts	<u>1,049,483</u>	<u>1,097,226</u>	<u>1,124,418</u>
Total Funds Available	\$ 1,543,910	\$ 1,900,636	\$ 2,152,954
Disbursements:			
Property Tax Relief Payments:			
Education:			
General Property Tax Relief	\$ 595,000	\$ 750,000	\$ 750,000
Sterling Act	26,300	28,300	28,300
Subtotal: Education Property Tax Relief Payments	<u>621,300</u>	<u>778,300</u>	<u>778,300</u>
Revenue:			
Expanded Prop Tax/Rent Rebate/Senior Tax Reductions	89,800	65,900	64,900
Cities and High-Burden.....	24,400	22,900	22,300
Subtotal: Revenue Property Tax Relief Payments.....	<u>114,200</u>	<u>88,800</u>	<u>87,200</u>
Total Property Tax Relief Disbursements	<u>735,500</u>	<u>867,100</u>	<u>865,500</u>
Emergency Management:			
Fire and Emergency Medical Services Grants	5,000	5,000	5,000
Total Disbursements	<u>(740,500)</u>	<u>(872,100)</u>	<u>(870,500)</u>
Cash Balance, Ending	\$ 803,410 ^a	\$ 1,028,536 ^b	\$ 1,282,454 ^b

^a Ending cash balance includes \$6,192,265 in the Property Tax Relief Reserve Account.

^b 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 63,651	\$ 98,971	\$ 170,250
Receipts:			
Contributions	\$ 58,299	\$ 70,328	\$ 88,546
Net Investment Adjustment	(17,188)	5,938	10,218
Total Receipts	<u>41,111</u>	<u>76,266</u>	<u>98,764</u>
Total Funds Available	<u>\$ 104,762</u>	<u>\$ 175,237</u>	<u>\$ 269,014</u>
Disbursements:			
Public School Employees' Retirement System:			
Administrative Expenses	\$ 2,161	\$ 994	\$ 1,176
Benefits and Other Expenses	3,630	3,993	4,392
Total Disbursements	<u>(5,791)</u>	<u>(4,987)</u>	<u>(5,568)</u>
Cash Balance, Ending	<u>\$ 98,971</u>	<u>\$ 170,250</u>	<u>\$ 263,446</u>

Public Safety and Protection Fund

The Pennsylvania State Police (PSP) has jurisdiction in all political subdivisions within the Commonwealth and routinely aids municipal, state, and federal law enforcement agencies. As a result, it is essential to the safety of Pennsylvania communities and residents that dedicated funding is in place to ensure the sustainability of the PSP and the services they provide. Therefore, this budget creates the Public Safety and Protection Fund to sustainably fund the Pennsylvania State Police while reducing reliance on the Motor License Fund (MLF).

In 2022-23, the PSP were appropriated \$500 million from the MLF. This budget proposes transferring \$400 million to the Public Safety and Protection Fund in 2023-24 and further reduces transfers from the MLF to the Public Safety and Protection Fund by \$100 million annually until there is no further reliance in 2027-28. Proposed revenue sources also include transfers of liquor tax, other tobacco products tax, a portion of the motor vehicle sales and use tax, and various restricted and federal funding sources.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Restricted Cash Balance, Beginning	\$ -	\$ -	\$ -
Transfer from General Fund Restricted	-	-	41,949
Receipts	-	-	13,735
Disbursements	-	-	(19,700)
Restricted Cash Balance, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,984</u>
Unrestricted Cash Balance, Beginning	\$ -	\$ -	\$ -
Receipts:			
Transfer from the Motor License Fund	\$ -	\$ -	\$ 400,000
Transfer of Motor Vehicle Sales and Use Tax	-	-	400,000
Other Tobacco Products Tax	-	-	157,900
Liquor Tax	-	-	459,400
Turnpike Police Coverage	-	-	64,418
Delaware River Toll Bridge Police Coverage	-	-	3,000
Record Checks	-	-	35,950
Other Service Reimbursements	-	-	11,399
Transfer from DNA Detection Fund	-	-	3,608
DNA Assessments	-	-	3,400
Federal Receipts	-	-	54,505
Interest	-	-	1,500
Total Receipts	<u>-</u>	<u>-</u>	<u>1,595,080</u>
Total Funds Available	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,595,080</u>
Disbursements:			
State Police	\$ -	\$ -	\$ 1,544,313
Total Disbursements	<u>-</u>	<u>-</u>	<u>(1,544,313)</u>
Unrestricted Cash Balance, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,767</u>
Total Cash Balance, Beginning	\$ -	\$ -	\$ -
Receipts	-	-	1,650,764
Disbursements	-	-	(1,564,013)
Total Cash Balance, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,751</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 68,824,336	\$ 69,858,690	\$ 73,581,690
Receipts:			
Transfer from General Fund:			
Employer Contribution (non-school entities).....	\$ 22,295	\$ 30,000	\$ 31,000
Transfers from State Employees' Retirement System	5,102	10,000	10,000
Contributions of School Employees	1,148,940	1,142,000	1,153,000
Contributions of Employers	5,041,583	5,225,000	5,370,000
Net Investment Adjustment	2,311,111	4,896,000	5,156,000
Total Receipts	<u>8,529,031</u>	<u>11,303,000</u>	<u>11,720,000</u>
Total Funds Available	\$ 77,353,367	\$ 81,161,690	\$ 85,301,690
Disbursements:			
Public School Employees' Retirement System:			
Administrative and Investment Related Expenses	\$ 80,128	\$ 96,354	\$ 99,249
Benefits	7,414,549	7,483,646	7,646,751
Total Disbursements	<u>(7,494,677)</u>	<u>(7,580,000)</u>	<u>(7,746,000)</u>
Cash Balance, Ending	\$ 69,858,690	\$ 73,581,690	\$ 77,555,690

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 11,729	\$ 12,143	\$ 8,066
Receipts:			
Tire Fee, Rental Fee, and Lease Tax	\$ 142,196	\$ 135,900	\$ 142,400
Transfer of Sales and Use Tax.....	140,669	146,900	149,100
Interest	42	546	560
Total Receipts	<u>282,907</u>	<u>283,346</u>	<u>292,060</u>
Total Funds Available	<u>\$ 294,636</u>	<u>\$ 295,489</u>	<u>\$ 300,126</u>
Disbursements:			
Transportation:			
Grants	\$ 257,985	\$ 262,666	\$ 267,054
Transfer to Public Transportation Trust Fund	24,508	24,757	24,636
Total Disbursements	<u>(282,493)</u>	<u>(287,423)</u>	<u>(291,690)</u>
Cash Balance, Ending	<u>\$ 12,143</u>	<u>\$ 8,066</u>	<u>\$ 8,436</u>

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,199,797	\$ 1,465,248	\$ 876,827
Receipts:			
Transfer of Sales and Use Tax.....	\$ 653,583	\$ 1,192,100	\$ 1,210,000
Transfer of Vehicle Sales Tax - Multimodal	-	(30,000)	(30,000)
Pennsylvania Turnpike Commission	420,000	50,000	50,000
Transfer from the Lottery Fund.....	95,907	95,907	95,907
Transfer from the Public Transportation Assistance Fund	24,508	24,757	24,636
Motor Vehicle Fees	257,474	276,507	315,469
Vehicle Code Fines	23,812	30,842	30,842
Federal Funds	11,775	33,000	33,000
Interest	10,135	36,320	24,578
Other	1,576	1,050	1,050
Total Receipts	1,498,770	1,710,483	1,755,482
Total Funds Available	\$ 2,698,567	\$ 3,175,731	\$ 2,632,309
Disbursements:			
Transportation	\$ 1,233,319	\$ 2,298,904	\$ 1,919,050
Total Disbursements	(1,233,319)	(2,298,904)	(1,919,050)
Cash Balance, Ending	\$ 1,465,248	\$ 876,827	\$ 713,259

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 11,186	\$ 13,814	\$ 19,019
Receipts:			
Reimbursements to General Services.....	\$ 419,602	\$ 430,000	\$ 420,000
Interest	20	205	95
Total Receipts	<u>419,622</u>	<u>430,205</u>	<u>420,095</u>
Total Funds Available	<u>\$ 430,808</u>	<u>\$ 444,019</u>	<u>\$ 439,114</u>
Disbursements:			
General Services.....	\$ 416,994	\$ 425,000	\$ 435,000
Total Disbursements	<u>(416,994)</u>	<u>(425,000)</u>	<u>(435,000)</u>
Cash Balance, Ending	<u>\$ 13,814</u>	<u>\$ 19,019</u>	<u>\$ 4,114</u>

Real Estate Recovery Fund

This fund was established in 1980 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 774	\$ 844	\$ 776
Receipts:			
Additional License Fees	\$ 70	\$ 65	\$ 65
Interest	-	17	15
Total Receipts	<u>70</u>	<u>82</u>	<u>80</u>
Total Funds Available	\$ <u>844</u>	\$ <u>926</u>	\$ <u>856</u>
Disbursements:			
State	\$ -	\$ 150	\$ 150
Total Disbursements	<u>-</u>	<u>(150)</u>	<u>(150)</u>
Cash Balance, Ending	\$ <u><u>844</u></u>	\$ <u><u>776</u></u>	\$ <u><u>706</u></u>

Recycling Fund

This 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. Act 125 of 1998 allowed for up to \$1.5 million annually for five years of Recycling Fund money to finance the cleanup of illegally deposited waste on state forest and state park lands. 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 51,989	\$ 47,580	\$ 5,240
Receipts:			
Recycling Fees.....	\$ 42,549	\$ 43,000	\$ 43,000
Interest.....	1,314	1,453	1,439
Transfer from Hazardous Sites Cleanup Fund.....	1,000	1,000	1,000
Other.....	279	200	200
Total Receipts.....	<u>45,142</u>	<u>46,153</u>	<u>46,139</u>
Total Funds Available	<u>\$ 97,131</u>	<u>\$ 93,733</u>	<u>\$ 51,379</u>
Disbursements:			
Environmental Protection.....	\$ 49,551	\$ 88,493	\$ 44,749
Total Disbursements.....	<u>(49,551)</u>	<u>(88,493)</u>	<u>(44,749)</u>
Cash Balance, Ending	<u>\$ 47,580</u>	<u>\$ 5,240</u>	<u>\$ 6,630</u>

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)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 4,199	\$ 6,690	\$ 6,649
Receipts:			
Client Fees	\$ 25,982	\$ 26,631	\$ 23,125
Interest	4	166	207
Perkins Grant	18	15	-
PHEAA Grants	68	57	50
Federal Funds	1,365	1,100	1,200
Other	248	550	455
Total Receipts	<u>27,685</u>	<u>28,519</u>	<u>25,037</u>
Total Funds Available	\$ 31,884	\$ 35,209	\$ 31,686
Disbursements:			
Labor and Industry	\$ 25,194	\$ 28,560	\$ 23,200
Total Disbursements	<u>(25,194)</u>	<u>(28,560)</u>	<u>(23,200)</u>
Cash Balance, Ending	\$ <u>6,690</u>	\$ <u>6,649</u>	\$ <u>8,486</u>

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 Reinsurance Fund will be administered by the Insurance Department to fund the Reinsurance Program. Receipts into the Reinsurance Fund are to be transferred from the PA Health Insurance Exchange Fund (PHIEA) calculated as net of user fee revenues less PHIEA expenses. Expenditures from the fund will be used to implement and operate the Reinsurance Program and make reinsurance payments to eligible insurers under the Reinsurance Program. In making expenditures from the Reinsurance Fund, available federal money must be expended first.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 36	\$ 127	\$ 202
Receipts:			
Transfer from PA Health Insurance Exchange Fund	\$ 275	\$ 17,599	\$ 42,300
Federal Pass-Through.....	-	120,321	124,250
Interest	-	37	25
Total Receipts	<u>275</u>	<u>137,957</u>	<u>166,575</u>
Total Funds Available	<u>\$ 311</u>	<u>\$ 138,084</u>	<u>\$ 166,777</u>
Disbursements:			
Insurance:			
Administration	\$ 184	\$ 352	\$ 300
Payment to Insurers.....	-	137,530	166,250
Total Disbursements	<u>(184)</u>	<u>(137,882)</u>	<u>(166,550)</u>
Cash Balance, Ending	<u>\$ 127</u>	<u>\$ 202</u>	<u>\$ 227</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,636	\$ 4,700	\$ 4,466
Receipts:			
Operator Annual Fee.....	\$ 57	\$ 70	\$ 70
Interest	7	96	89
Total Receipts	64	166	159
Total Funds Available	\$ 4,700	\$ 4,866	\$ 4,625
Disbursements:			
Environmental Protection	\$ -	\$ 400	\$ 417
Total Disbursements	-	(400)	(417)
Cash Balance, Ending	\$ 4,700	\$ 4,466	\$ 4,208

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 54	\$ 12	\$ 5
Receipts:			
Transfers from Unclaimed Property Accounts	\$ 149	\$ 312	\$ 315
Total Receipts	149	312	315
Total Funds Available	\$ 203	\$ 324	\$ 320
Disbursements:			
Treasury Payments to Claimants	\$ 191	\$ 319	\$ 320
Total Disbursements	(191)	(319)	(320)
Cash Balance, Ending	\$ 12	\$ 5	\$ -

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 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 24 of 2021 and Act 54 of 2022 eliminated the UJS deposit for fiscal years 2021-22 and 2022-23 respectively. Act 2A of 2020 included a transfer from the COVID Relief Fund, while Act 23 of 2020 provided for a subgrant from the Elementary and Secondary School Emergency Relief (ESSER). Act 1A of 2022 appropriated \$100 million to the Department of Education for transfer to the fund. Act 55 of 2022 also authorized a transfer of \$100 million from the appropriation to the department for the Ready-to-Learn Block Grant to be used for school mental health initiatives.

This budget proposes replacing the 2023-24 UJS deposit with a transfer from the Department of Education.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 36,305	\$ 15,541	\$ -
Receipts:			
PDE Transfers.....	\$ -	\$ 200,000	\$ 100,000
Federal Funds - COVID.....	28,963	6,529	-
Interest.....	31	4,218	-
Total Receipts.....	<u>28,994</u>	<u>210,747</u>	<u>100,000</u>
Total Funds Available	<u>\$ 65,299</u>	<u>\$ 226,288</u>	<u>\$ 100,000</u>
Disbursements:			
Commission on Crime and Delinquency.....	\$ 25,029	\$ 215,035	\$ 100,000
Elementary and Secondary School Emergency Relief (ESSER).....	24,729	6,253	-
PHEAA.....	-	5,000	-
Total Disbursements.....	<u>(49,758)</u>	<u>(226,288)</u>	<u>(100,000)</u>
Cash Balance, Ending	<u>\$ 15,541</u>	<u>\$ -</u>	<u>\$ -</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 53,117	\$ 53,408	\$ 51,493
Receipts:			
Recoveries and Interest Transfers	\$ 592	\$ 680	\$ 670
Assessments and Interest Transfers.....	1,871	1,300	1,200
Interest	1,637	1,510	1,409
Internal Interest Transfers	(2,418)	(1,600)	(1,450)
Investment Income	794	33	-
Total Receipts	<u>2,476</u>	<u>1,923</u>	<u>1,829</u>
Total Funds Available	<u>\$ 55,593</u>	<u>\$ 55,331</u>	<u>\$ 53,322</u>
Disbursements:			
Labor and Industry	\$ 2,185	\$ 3,838	\$ 3,876
Total Disbursements	<u>(2,185)</u>	<u>(3,838)</u>	<u>(3,876)</u>
Cash Balance, Ending	<u>\$ 53,408</u>	<u>\$ 51,493</u>	<u>\$ 49,446</u>

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 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 58,371	\$ 80,332	\$ 101,457
Receipts:			
Contributions	\$ 43,060	\$ 44,137	\$ 45,241
Fees Collected from Employers	2,702	4,431	5,311
Interest	5	85	113
Net Investment Adjustment	(13,215)	(13,545)	1,116
Total Receipts	<u>32,552</u>	<u>35,108</u>	<u>51,781</u>
Total Funds Available	\$ 90,923	\$ 115,440	\$ 153,238
Disbursements:			
State Employees' Retirement System:			
Administrative Expenses	\$ 4,365	\$ 4,644	\$ 5,311
Benefits and Other Expenses	6,226	9,339	13,075
Total Disbursements	<u>(10,591)</u>	<u>(13,983)</u>	<u>(18,386)</u>
Cash Balance, Ending	\$ 80,332	\$ 101,457	\$ 134,852

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, 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 21,680	\$ 32,533	\$ 29,400
Receipts:			
Loan Principal and Interest Repayments	\$ 17,297	\$ 18,000	\$ 18,000
Interest	44	696	583
Other	3	3	3
Total Receipts	<u>17,344</u>	<u>18,699</u>	<u>18,586</u>
Total Funds Available	\$ 39,024	\$ 51,232	\$ 47,986
Disbursements:			
Community and Economic Development	\$ 6,491	\$ 21,832	\$ 24,958
Total Disbursements	<u>(6,491)</u>	<u>(21,832)</u>	<u>(24,958)</u>
Cash Balance, Ending	\$ 32,533	\$ 29,400	\$ 23,028

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 23,193	\$ 33,853	\$ 200
Receipts:			
Penalty and Interest Collections.....	\$ 19,954	\$ 14,000	\$ 13,248
Transfer to Unemployment Compensation Contribution Fund.....	-	(16,115)	-
Interest.....	35	752	752
Total Receipts.....	<u>19,989</u>	<u>(1,363)</u>	<u>14,000</u>
Total Funds Available	<u>\$ 43,182</u>	<u>\$ 32,490</u>	<u>\$ 14,200</u>
Disbursements:			
Labor and Industry.....	\$ 9,329	\$ 32,290	\$ 14,000
Total Disbursements.....	<u>(9,329)</u>	<u>(32,290)</u>	<u>(14,000)</u>
Cash Balance, Ending	<u>\$ 33,853</u>	<u>\$ 200</u>	<u>\$ 200</u>

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 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 37,964,337	\$ 34,481,104	\$ 35,482,036
Receipts:			
Contributions of Employees	\$ 409,500	\$ 402,500	\$ 407,000
Contributions of Employers	2,011,813	2,078,439	2,014,425
Transfer to Annuity Reserve Account	11,571	11,571	11,571
Directed Commissions	58	58	58
Net Investment Adjustment	(2,030,224)	2,413,182	2,483,246
Other	1,967	1,967	1,967
Total Receipts	<u>404,685</u>	<u>4,907,717</u>	<u>4,918,267</u>
Total Funds Available	\$ 38,369,022	\$ 39,388,821	\$ 40,400,303
Disbursements:			
State Employees' Retirement System:			
Administration and Investment Related Expenses	\$ 35,604	\$ 45,678	\$ 47,686
Benefits	<u>3,852,314</u>	<u>3,861,107</u>	<u>4,002,080</u>
Total Disbursements	<u>(3,887,918)</u>	<u>(3,906,785)</u>	<u>(4,049,766)</u>
Cash Balance, Ending	\$ 34,481,104	\$ 35,482,036	\$ 36,350,537

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 and 14 percent of GIGR generated through simulated table games. 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 341,052	\$ 550,847	\$ 206,267
Receipts:			
State Tax Revenue.....	\$ 1,096,218	\$ 1,135,600	\$ 1,160,200
Licensee Deposit Accts.....	103,697	104,762	107,351
Local Share Assessment.....	376,621	373,600	392,100
Interest.....	602	11,502	4,307
Other.....	5,939	7,700	8,100
Total Receipts.....	<u>1,583,077</u>	<u>1,633,164</u>	<u>1,672,058</u>
Total Funds Available	\$ 1,924,129	\$ 2,184,011	\$ 1,878,325
Disbursements:			
Revenue:			
Transfer to Compulsive and Problem Gambling Treatment Fund.....	\$ 6,801	\$ 6,197	\$ 6,138
Transfer to Compulsive and Problem Gambling Treatment Fund - Drug and Alcohol.....	4,758	4,938	4,977
Payments in Lieu of Taxes:			
Conservation and Natural Resources.....	5,231	5,373	5,393
Fish and Boat Commission.....	17	40	40
Game Commission.....	3,632	3,686	3,686
Emergency Management:			
Fire and Emergency Medical Services Grants.....	25,000	25,000	25,000
Community and Economic Development:			
Transfer to Commonwealth Financing Authority.....	25,967	365,486	165,700
Gaming Control Board:			
Local Law Enforcement Grants.....	941	2,000	2,000
Local Share Assessment Distribution:			
Revenue.....	163,494	284,380	211,413
Community and Economic Development.....	9,934	98,576	12,846
Education.....	1,656	2,040	2,141
Administrative Appropriations:			
Gaming Control Board.....	43,565	49,936	51,587
Revenue.....	5,314	7,209	6,995
State Police.....	29,719	37,484	36,696
Attorney General.....	1,370	1,612	1,605
Transfer to Property Tax Relief Fund.....	1,045,883	1,083,787	1,107,213
Total Disbursements.....	<u>(1,373,282)</u>	<u>(1,977,744)</u>	<u>(1,643,430)</u>
Cash Balance, Ending	\$ 550,847^a	\$ 206,267^a	\$ 234,896^a

^a Ending cash balance includes the following restricted balances: 2021-22 Actual is \$510,393,000, 2022-23 Available is \$149,732,000 and 2023-24 Estimated is \$168,300,000.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,475	\$ 1,779	\$ 1,580
Receipts:			
Transfer from General Fund.....	\$ -	\$ 1,500	\$ 1,500
Interest	84	501	216
Other	-	300	300
Total Receipts	<u>84</u>	<u>2,301</u>	<u>2,016</u>
Total Funds Available	<u>\$ 1,559</u>	<u>\$ 4,080</u>	<u>\$ 3,596</u>
Disbursements:			
General Services.....	\$ (220)	\$ 2,500	\$ 2,700
Total Disbursements.....	<u>220</u>	<u>(2,500)</u>	<u>(2,700)</u>
Cash Balance, Ending	<u>\$ 1,779</u>	<u>\$ 1,580</u>	<u>\$ 896</u>

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, 2022 through June 30, 2025 to cover the cost of the drug testing program.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Restricted Cash Balance, Beginning	\$ 24,388	\$ 26,566	\$ 27,268
Racing Programs:			
Receipts	33,609	32,841	29,185
Disbursements - Agriculture	(31,431)	(32,139)	(32,139)
Restricted Cash Balance, Ending	\$ 26,566	\$ 27,268	\$ 24,314
Unrestricted Cash Balance, Beginning	\$ 10,126	\$ 9,485	\$ 2,513
Receipts:			
Admission and Wagering	\$ 3,602	\$ 3,884	\$ 6,420
Licenses and Fees	1,074	999	929
Fines and Penalties	243	226	210
Transfer from Race Horse Development Fund - Promotion	1,840	2,080	2,000
Transfer from Race Horse Development Fund - Drug Testing	10,066	10,066	10,066
Other	533	500	465
Interest	390	894	562
Total Receipts	<u>17,748</u>	<u>18,649</u>	<u>20,652</u>
Total Funds Available	\$ 27,874	\$ 28,134	\$ 23,165
Disbursements:			
Agriculture	\$ 18,273	\$ 25,351	\$ 20,750
Revenue	116	270	273
Total Disbursements	<u>(18,389)</u>	<u>(25,621)</u>	<u>(21,023)</u>
Unrestricted Cash Balance, Ending	\$ 9,485	\$ 2,513	\$ 2,142
Total Cash Balance, Beginning	\$ 34,514	\$ 36,051	\$ 29,781
Receipts	51,357	51,490	49,837
Disbursements	(49,820)	(57,760)	(53,162)
Total Cash Balance, Ending	\$ 36,051	\$ 29,781	\$ 26,456

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)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 538	\$ 452	\$ 398
Receipts:			
Commission / Profit Sharing.....	\$ 34	\$ 42	\$ 45
Interest	<u>1</u>	<u>9</u>	<u>8</u>
Total Receipts	<u>35</u>	<u>51</u>	<u>53</u>
Total Funds Available	<u>\$ 573</u>	<u>\$ 503</u>	<u>\$ 451</u>
Disbursements:			
General Services	\$ 121	\$ 105	\$ 100
Total Disbursements	<u>(121)</u>	<u>(105)</u>	<u>(100)</u>
Cash Balance, Ending	<u>\$ 452</u>	<u>\$ 398</u>	<u>\$ 351</u>

State Stores Fund

The State Stores Fund serves as the general operating fund for the Liquor Control Board. The Department of Drug and Alcohol Programs receives funds for alcohol misuse programs. This budget includes a proposal to transfer funding for the State Police enforcement of the Liquor Code to the Public Safety and Protection Fund.

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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 318,348	\$ 198,354	\$ 120,831
Receipts:			
Fees, Fines and Penalties	\$ 28,470	\$ 34,000	\$ 34,000
Expired License Auction Proceeds	90	1,000	1,000
Sale of Goods	2,427,021	2,480,811	2,553,400
Liquor Sales Taxes	611,584	627,000	645,800
Lottery Commissions	2,075	2,269	2,000
Recovered Losses and Damages	4,513	4,087	4,087
Interest	352	4,887	3,455
Other	62	16	16
Total Receipts	3,074,167	3,154,070	3,243,758
Total Funds Available	\$ 3,392,515	\$ 3,352,424	\$ 3,364,589
Disbursements:			
Drug and Alcohol Programs	\$ 5,297	\$ 6,617	\$ 6,617
Liquor Control Board	2,361,229	2,375,198	2,419,353
State Police	30,951	37,678	-
Transfer of Liquor Sales Taxes to General Fund	611,584	627,000	645,800
Transfer to General Fund	185,100	185,100	222,000
Total Disbursements	(3,194,161)	(3,231,593)	(3,293,770)
Cash Balance, Ending	\$ 198,354	\$ 120,831	\$ 70,819

^a Reflects transfer to Public Safety and Protection Fund.

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,010	\$ 751	\$ 275
Receipts:			
Armory Rentals.....	\$ 222	\$ 200	\$ 200
Sale of Armories and Land.....	-	30	-
Interest.....	1	15	6
Other.....	77	91	91
Total Receipts.....	300	336	297
Total Funds Available	\$ 1,310	\$ 1,087	\$ 572
Disbursements:			
Military and Veterans Affairs.....	\$ 559	\$ 812	\$ 450
Total Disbursements.....	(559)	(812)	(450)
Cash Balance, Ending	\$ 751	\$ 275	\$ 122

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,421,950	\$ 1,208,907	\$ 1,205,777
Receipts:			
Premiums	\$ 97,572	\$ 95,372	\$ 96,000
Interest	23,355	38,596	39,000
Net Investment Adjustment	(164,386)	76,071	76,000
Other	2,141	2,048	2,000
Total Receipts	<u>(41,318)</u>	<u>212,087</u>	<u>213,000</u>
Total Funds Available	\$ 1,380,632	\$ 1,420,994	\$ 1,418,777
Disbursements:			
Labor and Industry	\$ 169,780	\$ 213,217	\$ 213,000
Premium Tax Payment to General Fund.....	1,945	2,000	2,000
Total Disbursements	<u>(171,725)</u>	<u>(215,217)</u>	<u>(215,000)</u>
Cash Balance, Ending	\$ 1,208,907	\$ 1,205,777	\$ 1,203,777

Storage Tank Fund

This 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 Storage Tank 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 5,667	\$ 6,923	\$ 8,724
Receipts:			
Registration Fees	\$ 2,654	\$ 2,868	\$ 2,841
Federal Funds - EPA.....	1,110	3,596	4,740
Fines and Penalties.....	1,452	525	570
Interest	7	158	132
Reimbursement from USTIF	7,404	7,000	7,000
Cost Recovery Reimbursements/Settlements	19	5,010	10
Other	38	-	-
Total Receipts	<u>12,684</u>	<u>19,157</u>	<u>15,293</u>
Total Funds Available	\$ 18,351	\$ 26,080	\$ 24,017
Disbursements:			
Environmental Protection	\$ 11,428	\$ 17,356	\$ 16,528
Total Disbursements	<u>(11,428)</u>	<u>(17,356)</u>	<u>(16,528)</u>
Cash Balance, Ending	\$ 6,923	\$ 8,724	\$ 7,489

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 9,600	\$ 9,728	\$ 5,843
Receipts:			
Assessments	\$ 2,685	\$ 2,456	\$ 3,080
Interest	231	258	182
Total Receipts	<u>2,916</u>	<u>2,714</u>	<u>3,262</u>
Total Funds Available	<u>\$ 12,516</u>	<u>\$ 12,442</u>	<u>\$ 9,105</u>
Disbursements:			
Commission on Crime and Delinquency	\$ 2,788	\$ 6,599	\$ 4,800
Total Disbursements	<u>(2,788)</u>	<u>(6,599)</u>	<u>(4,800)</u>
Cash Balance, Ending	<u>\$ 9,728</u>	<u>\$ 5,843</u>	<u>\$ 4,305</u>

Surface Mining Conservation and Reclamation Fund

This 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. 5 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 67,885	\$ 69,566	\$ 68,625
Receipts:			
Licenses and Fees	\$ 206	\$ 235	\$ 235
Fines and Penalties.....	376	185	185
Transfer to Environmental Education Fund.....	(10)	(9)	(9)
Reclamation Fee O & M Trust Account.....	(188)	(171)	(171)
Interest	2,107	1,980	1,950
Forfeiture of Bonds.....	221	258	258
Other	2,387	2,106	2,106
Total Receipts	5,099	4,584	4,554
Total Funds Available	\$ 72,984	\$ 74,150	\$ 73,179
Disbursements:			
Environmental Protection	\$ 3,418	\$ 5,525	\$ 3,652
Total Disbursements.....	(3,418)	(5,525)	(3,652)
Cash Balance, Ending	\$ 69,566	\$ 68,625	\$ 69,527

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. Since 2005-06, a portion of the tobacco revenue has been used to offset the escalating cost of long-term care services for persons with disabilities and older Pennsylvanians.

This budget proposes to continue the 2022-23 allocations for the MSA funds anticipated to be received in April 2023 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 151,678	\$ 130,403	\$ 4,045
Receipts:			
Gross Settlements.....	\$ 372,059	\$ 336,368	\$ 369,432
Tobacco Revenue Bond Debt Service.....	(115,338)	(115,338)	(115,338)
Transfer of Cigarette Tax.....	115,338	115,338	115,338
Federal Receipts.....	171,102	216,347	168,884
Interest.....	340	2,897	2,897
Other.....	9	5	-
Total Receipts.....	<u>543,510</u>	<u>555,617</u>	<u>541,213</u>
Total Funds Available	\$ 695,188	\$ 686,020	\$ 545,258
Disbursements:			
Community and Economic Development:			
Life Sciences Greenhouses.....	\$ 3,295	\$ 3,315	\$ 3,000
Health:			
Tobacco Use Prevention and Cessation (EA).....	14,901	23,758	16,624
Health Research - Health Priorities (EA).....	28,633	105,871	46,548
Health Research - National Cancer Institute (EA).....	2,826	7,883	3,694
Human Services:			
Medical Care for Workers with Disabilities (EA).....	108,449	115,732	110,830
(F)Medical Assistance - Workers with Disabilities (EA).....	153,827	125,816	130,795
(F)COVID-Medical Assistance - Workers with Disabilities (EA).....	14,587	14,199	2,441
Uncompensated Care (EA).....	28,727	57,802	30,220
(F)Medical Assistance - Uncompensated Care (EA).....	36,849	70,242	35,648
(F)COVID-Medical Assistance - Uncompensated Care (EA).....	4,337	6,090	-
Medical Assistance - Community HealthChoices.....	168,354	151,267	158,516
Total Disbursements.....	<u>(564,785)</u>	<u>(681,975)</u>	<u>(538,316)</u>
Cash Balance, Ending	\$ 130,403	\$ 4,045	\$ 6,942

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 9,927	\$ 11,004	\$ 11,993
Receipts:			
Program Funding.....	\$ 2,677	\$ 2,623	\$ 2,571
Interest	20	18	19
Total Receipts	<u>2,697</u>	<u>2,641</u>	<u>2,590</u>
Total Funds Available	<u>\$ 12,624</u>	<u>\$ 13,645</u>	<u>\$ 14,583</u>
Disbursements:			
Treasury	\$ 1,620	\$ 1,652	\$ 1,685
Total Disbursements	<u>(1,620)</u>	<u>(1,652)</u>	<u>(1,685)</u>
Cash Balance, Ending	<u>\$ 11,004</u>	<u>\$ 11,993</u>	<u>\$ 12,898</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,389,166	\$ 2,130,688	\$ 2,088,328
Receipts:			
Application Fees.....	\$ 2,175	\$ 2,197	\$ 2,219
Tuition Unit Purchases.....	216,901	221,239	225,664
Investment Earnings.....	83	87	92
Net Investment Adjustment.....	(214,054)	-	-
Total Receipts.....	<u>5,105</u>	<u>223,523</u>	<u>227,975</u>
Total Funds Available	\$ 2,394,271	\$ 2,354,211	\$ 2,316,303
Disbursements:			
Treasury:			
Administration.....	\$ 5,814	\$ 5,536	\$ 5,558
Tuition Payments.....	257,769	260,347	262,950
Total Disbursements.....	<u>(263,583)</u>	<u>(265,883)</u>	<u>(268,508)</u>
Cash Balance, Ending	\$ 2,130,688	\$ 2,088,328	\$ 2,047,795

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,390,465	\$ 4,077,141	\$ 4,241,605
Receipts:			
Tuition Investment Purchases	\$ 563,186	\$ 500,351	\$ 490,344
Net Investment Adjustment	(547,209)	-	-
Total Receipts	<u>15,977</u>	<u>500,351</u>	<u>490,344</u>
Total Funds Available	\$ 4,406,442	\$ 4,577,492	\$ 4,731,949
Disbursements:			
Treasury	\$ 329,301	\$ 335,887	\$ 342,605
Total Disbursements	<u>(329,301)</u>	<u>(335,887)</u>	<u>(342,605)</u>
Cash Balance, Ending	\$ <u>4,077,141</u>	\$ <u>4,241,605</u>	\$ <u>4,389,344</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ (4)	\$ 572	\$ -
Receipts:			
Federal Receipts	\$ 3,218	\$ -	\$ -
Federal Receipts - Refund	-	(491)	-
Interest	1	11	-
Interest Transfer to General Fund	-	(66)	-
Total Receipts	<u>3,219</u>	<u>(546)</u>	<u>-</u>
Total Funds Available	<u>\$ 3,215</u>	<u>\$ 26</u>	<u>\$ -</u>
Disbursements:			
Labor and Industry:			
Claims	\$ 1,537	\$ 26	\$ -
Administration.....	<u>1,106</u>	<u>-</u>	<u>-</u>
Total Disbursements.....	<u>(2,643)</u>	<u>(26)</u>	<u>-</u>
Cash Balance, Ending	<u>\$ 572</u>	<u>\$ -</u>	<u>\$ -</u>

Unconventional Gas Well Fund

This 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 20,620	\$ 21,149	\$ 5,905
Receipts:			
Impact Fee Revenues	\$ 233,061	\$ 279,067	\$ 255,039
Interest	206	790	790
Total Receipts	<u>233,267</u>	<u>279,857</u>	<u>255,829</u>
Total Funds Available	\$ 253,887	\$ 301,006	\$ 261,734
Disbursements:			
Public Utility Commission	\$ 127,871	\$ 161,514	\$ 141,770
Emergency Management	1,294	6,659	1,500
Fish and Boat Commission	1,128	2,353	1,000
Transportation	154	5,218	1,000
Transfer to Conservation District Fund	4,430	4,652	4,768
Transfer to Well Plugging Account	6,000	6,000	6,000
Transfer to Marcellus Legacy Fund	86,031	103,705	94,001
Transfer to Housing Affordability and Rehabilitation Enhancement Fund	5,830	5,000	5,000
Total Disbursements	<u>(232,738)</u>	<u>(295,101)</u>	<u>(255,039)</u>
Cash Balance, Ending	\$ 21,149	\$ 5,905	\$ 6,695

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 new 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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 417,248	\$ 372,320	\$ 363,031
Receipts:			
Gallon Fee.....	\$ 48,131	\$ 48,131	\$ 48,131
Tank Capacity Fee.....	5,664	5,664	5,770
Interest.....	24	242	200
Net Investment Adjustment.....	(52,727)	-	-
Other.....	332	332	350
Total Receipts.....	<u>1,424</u>	<u>54,369</u>	<u>54,451</u>
Total Funds Available	\$ 418,672	\$ 426,689	\$ 417,482
Disbursements:			
Environmental Protection.....	\$ 2,993	\$ 5,014	\$ 4,406
Insurance:			
Administration.....	13,345	18,688	15,555
Claims.....	30,014	39,956	40,000
Total Disbursements.....	<u>(46,352)</u>	<u>(63,658)</u>	<u>(59,961)</u>
Cash Balance, Ending	\$ 372,320	\$ 363,031	\$ 357,521

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,315	\$ 1,863	\$ -
Receipts:			
Regular Unemployment Compensation Program	\$ 1,417,653	\$ 1,436,000	\$ 1,908,000
COVID Unemployment Compensation Benefits	4,586,293	61,800	15,500
Extended / Other Benefits	20,977	100,000	-
Total Receipts	<u>6,024,923</u>	<u>1,597,800</u>	<u>1,923,500</u>
Total Funds Available	\$ 6,026,238	\$ 1,599,663	\$ 1,923,500
Disbursements:			
Labor and Industry	\$ 6,024,375	\$ 1,599,663	\$ 1,923,500
Total Disbursements	<u>(6,024,375)</u>	<u>(1,599,663)</u>	<u>(1,923,500)</u>
Cash Balance, Ending	\$ <u>1,863</u>	\$ <u>-</u>	\$ <u>-</u>

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. This budget also provides additional resources to increase the efficiency of Unemployment Compensation in the Commonwealth.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 57,137	\$ 83,534	\$ -
Receipts:			
Contributions of Employers and Employees	\$ 2,265,963	\$ 2,335,783	\$ 2,416,000
Transfer from Special Administration Fund	-	16,115	-
Other	25,163	42,498	123,063
Total Receipts	<u>2,291,126</u>	<u>2,394,396</u>	<u>2,539,063</u>
Total Funds Available	<u>\$ 2,348,263</u>	<u>\$ 2,477,930</u>	<u>\$ 2,539,063</u>
Disbursements:			
Labor and Industry:			
UC Contributions	\$ 2,249,600	\$ 2,434,121	\$ 2,416,000
Reemployment Services	5,690	22,853	10,000
Service and Infrastructure Improvement	9,439	20,956	113,063
Total Disbursements	<u>(2,264,729)</u>	<u>(2,477,930)</u>	<u>(2,539,063)</u>
Cash Balance, Ending	<u>\$ 83,534</u>	<u>\$ -</u>	<u>\$ -</u>

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. The repayment of the bond obligations incurred following Act 60 was completed during 2019-20. In 2020-21 the Commonwealth was approved for a loan from the UTF, which included a CARES Act provision for a temporary waiver of interest payments and accrual of interest through December 31, 2020, with the first interest payment due by September 30, 2021. The Continued Assistance for Unemployed Workers Act of 2020 provided an extension of waived UTF interest accrual through March 14, 2021.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 160,569	\$ 161,039	\$ 153,191
Receipts:			
Contributions from Employers.....	\$ 1,607	\$ 1,000	\$ 500
Total Receipts.....	<u>1,607</u>	<u>1,000</u>	<u>500</u>
Total Funds Available	\$ 162,176	\$ 162,039	\$ 153,691
Disbursements:			
Labor and Industry.....	\$ 1,137	\$ 8,848	\$ 298
Total Disbursements.....	<u>(1,137)</u>	<u>(8,848)</u>	<u>(298)</u>
Cash Balance, Ending	\$ 161,039	\$ 153,191	\$ 153,393

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. During the period 2014-15 to 2017-18, various loans and transfers from the Workers' Compensation Administration Fund were needed to keep the fund solvent.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,504	\$ 2,710	\$ 2,283
Receipts:			
Assessments/Self-Insurer's Security.....	\$ 6,767	\$ 6,600	\$ 6,400
Interest	8	73	54
Other	1,148	1,000	1,000
Total Receipts	<u>7,923</u>	<u>7,673</u>	<u>7,454</u>
Total Funds Available	<u>\$ 10,427</u>	<u>\$ 10,383</u>	<u>\$ 9,737</u>
Disbursements:			
Labor and Industry	\$ 7,717	\$ 8,100	\$ 8,000
Total Disbursements.....	<u>(7,717)</u>	<u>(8,100)</u>	<u>(8,000)</u>
Cash Balance, Ending	<u>\$ 2,710</u>	<u>\$ 2,283</u>	<u>\$ 1,737</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2,343	\$ 2,962	\$ 1,282
Receipts:			
Contributions - Plates, Driver's License, and Registration	\$ 1,152	\$ 1,000	\$ 1,100
Interest	4	51	33
Other	102	171	10
Total Receipts	<u>1,258</u>	<u>1,222</u>	<u>1,143</u>
Total Funds Available	\$ <u>3,601</u>	\$ <u>4,184</u>	\$ <u>2,425</u>
Disbursements:			
Military and Veterans Affairs:			
Grants and Assistance	\$ 639	\$ 2,902	\$ 1,555
Total Disbursements	<u>(639)</u>	<u>(2,902)</u>	<u>(1,555)</u>
Cash Balance, Ending	\$ <u><u>2,962</u></u>	\$ <u><u>1,282</u></u>	\$ <u><u>870</u></u>

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. Also, 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.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 4,398	\$ 8,665	\$ 608
Receipts:			
State Tax Revenue.....	\$ 17,449	\$ 19,600	\$ 21,600
Transfer to Compulsive and Problem Gambling Treatment Fund.....	(83)	(93)	(103)
Licensee Deposit Accts.....	1,496	934	1,028
Local Share Assessment.....	4,154	4,670	5,140
Testing and Certification Fees.....	3	50	50
Interest	27	299	100
Total Receipts	<u>23,046</u>	<u>25,460</u>	<u>27,815</u>
Total Funds Available	\$ 27,444	\$ 34,125	\$ 28,423
Disbursements:			
Local Share Assessment Distribution:			
Revenue	\$ -	\$ 12,472	\$ 5,140
Testing and Certification:			
Gaming Control Board	-	50	50
Administrative Appropriations:			
Gaming Control Board	358	478	475
Revenue	130	711	683
LDA - General Fund Loan Repayment.....	898	-	-
Transfer to General Fund	17,393	19,806	21,597
Total Disbursements.....	<u>(18,779)</u>	<u>(33,517)</u>	<u>(27,945)</u>
Cash Balance, Ending	\$ 8,665^a	\$ 608^a	\$ 478^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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 28,945	\$ 20,652	\$ 13,287
Receipts:			
Transfer from General Fund.....	\$ 47,942	\$ 47,942	\$ 47,942
Federal Vocational Rehabilitation Funds	106,486	223,516	181,888
Interest	44	1,102	1,102
Total Receipts	<u>154,472</u>	<u>272,560</u>	<u>230,932</u>
Total Funds Available	\$ 183,417	\$ 293,212	\$ 244,219
Disbursements:			
Labor and Industry	\$ 162,765	\$ 279,925	\$ 229,830
Total Disbursements	<u>(162,765)</u>	<u>(279,925)</u>	<u>(229,830)</u>
Cash Balance, Ending	\$ <u>20,652</u>	\$ <u>13,287</u>	\$ <u>14,389</u>

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 18,803	\$ 9,050	\$ -
Receipts:			
Transfer to Water and Sewer Systems Assistance Sinking Fund.....	\$ (527)	\$ (153)	\$ -
Interest	16	153	-
Total Receipts.....	(511)	-	-
Total Funds Available	\$ 18,292	\$ 9,050	\$ -
Disbursements:			
Infrastructure Investment Authority	\$ 9,242	\$ 9,050	\$ -
Total Disbursements.....	(9,242)	(9,050)	-
Cash Balance, Ending	\$ 9,050	\$ -	\$ -

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 2	\$ 529	\$ -
Receipts:			
Transfer from General Fund.....	\$ 8,721	\$ 3,224	\$ 2,865
Water & Sewer Systems Assist Bond Fund Interest Transfer.....	527	-	-
Interest	-	12	-
Total Receipts.....	9,248	3,236	2,865
Total Funds Available	\$ 9,250	\$ 3,765	\$ 2,865
Disbursements:			
Treasury	\$ 8,721	\$ 3,765	\$ 2,865
Total Disbursements.....	(8,721)	(3,765)	(2,865)
Cash Balance, Ending	\$ 529	\$ -	\$ -

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 19,377	\$ 19,403	\$ 10,398
Receipts:			
Accumulated Interest Transfer for Debt Service	\$ -	\$ -	\$ (10,398)
Interest	26	395	-
Total Receipts	26	395	(10,398)
Total Funds Available	\$ 19,403	\$ 19,798	\$ -
Disbursements:			
Community and Economic Development	\$ -	\$ 9,400	\$ -
Total Disbursements	-	(9,400)	-
Cash Balance, Ending	\$ 19,403	\$ 10,398	\$ -

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ -	\$ -	\$ -
Receipts:			
Transfer from General Fund.....	\$ 3,279	\$ 2,682	\$ 2,678
Total Receipts	3,279	2,682	2,678
Total Funds Available	\$ 3,279	\$ 2,682	\$ 2,678
Disbursements:			
Treasury	\$ 3,279	\$ 2,682	\$ 2,678
Total Disbursements	(3,279)	(2,682)	(2,678)
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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 329	\$ 389	\$ 305
Receipts:			
Tax Check-Offs	\$ 82	\$ 30	\$ 30
License Plate Sales	10	10	10
Interest	2	7	5
Other	1	2	2
Total Receipts	<u>95</u>	<u>49</u>	<u>47</u>
Total Funds Available	<u>\$ 424</u>	<u>\$ 438</u>	<u>\$ 352</u>
Disbursements:			
Conservation and Natural Resources	\$ 35	\$ 133	\$ 132
Total Disbursements	<u>(35)</u>	<u>(133)</u>	<u>(132)</u>
Cash Balance, Ending	<u>\$ 389</u>	<u>\$ 305</u>	<u>\$ 220</u>

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 the 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. During fiscal years 2015-16 through 2017-18, it was necessary to make transfers and/or loans from the Workers' Compensation Administration Fund to the Uninsured Employers Guaranty Fund to keep the fund solvent.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 79,387	\$ 88,889	\$ 82,582
Receipts:			
Assessments	\$ 77,679	\$ 74,910	\$ 74,000
Fines and Penalties	(9)	5	6
Other	604	640	900
Total Receipts	<u>78,274</u>	<u>75,555</u>	<u>74,906</u>
Total Funds Available	\$ 157,661	\$ 164,444	\$ 157,488
Disbursements:			
Community and Economic Development	\$ 219	\$ 418	\$ 550
Labor and Industry	68,553	81,444	76,102
Total Disbursements	<u>(68,772)</u>	<u>(81,862)</u>	<u>(76,652)</u>
Cash Balance, Ending	\$ 88,889	\$ 82,582	\$ 80,836

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 1A of 2022 authorized repayment of the General Fund loan.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 <u>Actual</u>	2022-23 <u>Available</u>	2023-24 <u>Estimated</u>
Cash Balance, Beginning	\$ 824,438	\$ 733,925	\$ 1,075,650
Receipts:			
Assessments and Receipts	\$ 31,395	\$ 31,395	\$ 31,395
General Fund Loan Repayment	-	350,000	-
Net Investment Adjustment	(100,338)	-	-
Interest	50	1,041	1,000
Other	295	304	304
Total Receipts	<u>(68,598)</u>	<u>382,740</u>	<u>32,699</u>
Total Funds Available	\$ 755,840	\$ 1,116,665	\$ 1,108,349
Disbursements:			
Insurance:			
Administration	\$ 4,658	\$ 10,442	\$ 9,011
Claims	17,257	30,573	29,000
Total Disbursements	<u>(21,915)</u>	<u>(41,015)</u>	<u>(38,011)</u>
Cash Balance, Ending	\$ 733,925	\$ 1,075,650	\$ 1,070,338

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)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 1,787	\$ 1,900	\$ 952
Receipts:			
Assessments	\$ 22,691	\$ 31,222	\$ 32,500
Interest	6	30	45
Total Receipts	<u>22,697</u>	<u>31,252</u>	<u>32,545</u>
Total Funds Available	<u>\$ 24,484</u>	<u>\$ 33,152</u>	<u>\$ 33,497</u>
Disbursements:			
Labor and Industry	\$ 22,584	\$ 32,200	\$ 32,000
Total Disbursements	<u>(22,584)</u>	<u>(32,200)</u>	<u>(32,000)</u>
Cash Balance, Ending	<u>\$ 1,900</u>	<u>\$ 952</u>	<u>\$ 1,497</u>

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.

This budget proposes to extend the provisions of Title 35, Chapter 53 until 2029 and increase the surcharge from \$1.65 in current law to \$2.03 as well as tying the surcharge to inflation to provide additional resources to emergency services. Under this budget, 2.75 percent of the \$2.03 surcharge will be provided to the Department of Human Services to fund the 988 Suicide and Crisis Lifeline and 1.75 percent may be used by the Emergency Management Agency for administrative costs. The remaining proceeds continue to be available for approved county grants. Additionally, this budget also proposes to eliminate the Gross Receipt Tax and Sales and Use Tax on cell phone services.

Statement of Cash Receipts and Disbursements

(Dollar Amounts in Thousands)

	2021-22 Actual	2022-23 Available	2023-24 Estimated
Cash Balance, Beginning	\$ 99,671	\$ 95,249	\$ 73,434
Receipts:			
Assessments	\$ 327,085	\$ 331,302	\$ 354,894
Interest	151	2,337	2,132
Total Receipts	327,236	333,639	357,026
Total Funds Available	\$ 426,907	\$ 428,888	\$ 430,460
Disbursements:			
Emergency Management:			
Administration	\$ 4,259	\$ 6,563	\$ 6,840
Grants	327,399	348,891	363,315
Human Services	-	-	2,838 ^a
Total Disbursements	(331,658)	(355,454)	(372,993)
Cash Balance, Ending	\$ 95,249	\$ 73,434	\$ 57,467

^a This budget also proposes a one-time \$5 million investment through the General Fund Mental Health Services appropriation for the build out of the 988 National Suicide and Crisis Lifeline.



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.

<i>Department</i>	<i>2019-20</i> <i>Actual</i>	<i>2020-21</i> <i>Actual</i>	<i>2021-22</i> <i>Actual</i>	<i>2022-23</i> <i>Available</i>	<i>2023-24</i> <i>Budget</i>
Governor's Office	72	72	72	88	98
Lieutenant Governor	18	18	18	8	8
Executive Offices *	3,269	3,262	3,286	3,321	3,328
Commission on Crime and Delinquency *	114	118	125	149	149
Aging	90	90	90	98	98
Agriculture	599	600	616	643	648
Banking and Securities	218	218	218	218	218
Civil Service Commission	18	18	14	14	14
Community and Economic Development	303	303	324	350	350
Conservation and Natural Resources	1,299	1,324	1,329	1,382	1,403
Corrections	16,909	16,907	16,907	16,926	16,932
Drug and Alcohol Programs	91	93	102	102	102
Education	514	513	526	538	541
Emergency Management Agency	198	198	217	217	217
Environmental Hearing Board	12	12	12	12	12
Environmental Protection	2,514	2,513	2,516	2,716	2,763
Fish and Boat Commission	404	411	418	422	422
Game Commission	704	724	803	803	803
General Services	904	904	939	1,013	1,013
Health	1,248	1,244	1,478	1,560	1,583
Historical and Museum Commission	206	207	214	216	216
Human Services	16,073	16,079	16,080	16,093	16,113
Infrastructure Investment Authority	33	33	33	33	33
Insurance	252	258	266	279	279
Labor and Industry	4,471	4,570	4,670	4,865	4,923
Liquor Control Board	3,219	3,219	3,517	3,577	3,577
Military and Veterans Affairs	2,506	2,506	2,597	2,797	2,797
Milk Marketing Board	22	22	22	22	22
Municipal Employees' Retirement	32	42	50	50	50
Public School Employees' Retirement System	361	361	375	382	382
Public Utility Commission	522	526	526	526	526
Revenue	1,774	1,774	1,789	1,789	1,789
State	524	529	530	550	550
State Employees' Retirement System	211	215	236	238	238
State Police	6,448	6,460	6,472	6,507	6,507
Transportation	11,561	11,564	11,579	11,587	11,587
TOTAL ALL DEPARTMENTS	77,713	77,907	78,966	80,091	80,291

* The Executive Offices - Commission on Crime and Delinquency is shown as a separate agency for budget presentation purposes only.

Summary of 2023-24 Complement Changes

The following is a detailed listing, by department, of the recommended authorized salaried complement changes (on a full-time equivalent basis) for 2023-24. It reflects proposed transfers, eliminations, and new positions.

Department / Fund / Appropriation	Increase/ Decrease	Comment on Complement Change
GOVERNOR'S OFFICE		
General Fund:		
Governor's Office	10	NEW: For the Office of Transformation and Opportunity.
EXECUTIVE OFFICES		
General Fund:		
Office of State Inspector General	2	NEW: For integrity monitoring and inspection.
Human Relations Commission	5	NEW: For strengthened enforcement of discrimination.
DEPARTMENT TOTAL	<u>7</u>	
AGRICULTURE		
General Fund:		
General Government Operations.....	5	NEW: For organic certification and farmland preservation.
CONSERVATION AND NATURAL RESOURCES		
General Fund:		
General Government Operations.....	10	NEW: For outdoor recreation, infrastructure updates, and safety.
State Parks Operations	5	NEW: For outdoor management, infrastructure updates, and safety.
State Forests Operations.....	6	NEW: For outdoor management, infrastructure updates, and safety.
DEPARTMENT TOTAL	<u>21</u>	
CORRECTIONS		
General Fund:		
State Correctional Institutions.....	3	NEW: For improvement of the commutation and clemency process.
General Government Operations.....	(27)	TRANSFER: From Pennsylvania Parole Board (1) and to Office of Victim Advocate (-28).
State Field Supervision	3	NEW: For recidivism reduction through intense supervision.
Pennsylvania Parole Board	(1)	TRANSFER: To General Government Operations.
Office of Victim Advocate	28	TRANSFER: From General Government Operations.
DEPARTMENT TOTAL	<u>6</u>	
EDUCATION		
General Fund:		
General Government Operations.....	4	NEW: For support of new education initiatives.
Safe Driving Course	2	TRANSFER: From Motor License Fund.
General Fund Total	<u>6</u>	
Federal Fund:		
Jacob K Javits Gifted and Talented Students		
Education (F).....	(1)	Eliminated position.
Motor License Fund:		
Safe Driving Course	(2)	TRANSFER: To General Fund.
DEPARTMENT TOTAL	<u>3</u>	

Summary of 2023-24 Complement Changes

Department / Fund / Appropriation	Increase/ Decrease	Comment on Complement Change
ENVIRONMENTAL PROTECTION		
General Fund:		
Environmental Program Management	4	NEW: For permit processing, inspections, and program oversight.
Environmental Protection Operation	11	NEW: For permit processing, inspections, and program oversight.
General Fund Total	<u>15</u>	
Clean Air Fund:		
Major Emission Facilities (EA)	15	NEW: For increased air quality monitoring efforts.
Clean Energy Programs (EA)	17	NEW: For implementation of the CO2 Budget Trading Program.
Clean Air Fund Total	<u>32</u>	
DEPARTMENT TOTAL	<u>47</u>	
HEALTH		
General Fund:		
General Government Operations	5	NEW: For risk assessment and grant compliance monitoring.
Quality Assurance	11	NEW: For Act 128 of 2022 monitoring and regulatory compliance.
Health Promotion and Disease Prevention	4	NEW: For reduction of maternal mortality and morbidity.
General Fund Total	<u>20</u>	
Federal Fund:		
Epidemiology and Lab Surveillance and Response (F)....	3	NEW: For additional capacity for infectious disease prevention.
DEPARTMENT TOTAL	<u>23</u>	
HUMAN SERVICES		
General Fund:		
General Government Operations	<u>20</u>	NEW: For reduction of license processing time.
LABOR AND INDUSTRY		
General Fund:		
General Government Operations	8	NEW: For labor law compliance investigations.
Administration Fund:		
Administration of Unemployment Compensation (F)(EA).	<u>50</u>	NEW: For increased efficiency and reduced call wait times.
DEPARTMENT TOTAL	<u>58</u>	
STATE		
General Fund:		
General Government Operations	(3)	TRANSFER: To Statewide Uniform Registry of Electors.
Statewide Uniform Registry of Electors	6	TRANSFER: From General Government Operations (3) and Bureau of Corporations and Charitable Organizations (R) (3).
General Fund Total	<u>3</u>	
Restricted:		
Bureau of Corporations and Charitable Organizations (R)	<u>(3)</u>	TRANSFER: To Statewide Uniform Registry of Electors.
DEPARTMENT TOTAL	<u>-</u>	
GRAND TOTAL	<u>200</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.

<i>Department</i>	<i>January</i>	<i>January</i>	<i>January</i>	<i>January</i>	<i>Difference Current - January</i>
	<i>2020</i>	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2020</i>
Governor's Office	66	69	68	69	3
Lieutenant Governor	17	16	16	7	(10)
Executive Offices *	3,077	2,972	2,953	3,035	(42)
Commission on Crime and Delinquency *	98	103	109	120	22
Aging	80	77	80	92	12
Agriculture	552	551	557	573	21
Banking and Securities	191	176	171	169	(22)
Civil Service Commission	16	15	14	13	(3)
Community and Economic Development	285	274	281	307	22
Conservation and Natural Resources	1,251	1,214	1,271	1,282	31
Corrections	16,324	16,008	15,656	15,703	(621)
Drug and Alcohol Programs	76	79	83	83	7
Education	443	442	444	455	12
Emergency Management Agency	163	170	169	178	15
Environmental Hearing Board	10	9	9	10	-
Environmental Protection	2,355	2,295	2,327	2,419	64
Fish and Boat Commission	363	376	367	363	-
Game Commission	642	632	656	712	70
General Services	832	826	794	807	(25)
Health	1,051	1,088	1,181	1,263	212
Historical and Museum Commission	197	187	186	185	(12)
Human Services	15,285	14,976	14,191	13,654	(1,631)
Infrastructure Investment Authority	30	33	32	31	1
Insurance	232	236	239	240	8
Labor and Industry	3,850	3,961	3,924	4,140	290
Liquor Control Board	3,201	3,182	3,202	3,236	35
Military and Veterans Affairs	2,338	2,436	2,356	2,342	4
Milk Marketing Board	18	17	17	16	(2)
Municipal Employees' Retirement	26	32	36	43	17
Public School Employees' Retirement System	318	344	327	336	18
Public Utility Commission	477	462	464	455	(22)
Revenue	1,631	1,601	1,546	1,527	(104)
State	471	476	467	443	(28)
State Employees' Retirement System	178	192	198	213	35
State Police	6,149	6,220	6,145	6,164	15
Transportation	11,164	11,118	11,073	10,822	(342)
TOTAL ALL DEPARTMENTS	73,457	72,865	71,609	71,507	(1,950)

* The Executive Offices - Commission on Crime and Delinquency is shown as a separate agency for budget presentation purposes only.



Commonwealth of Pennsylvania

Governor's Executive Budget

STATISTICAL DATA

This section contains historical data for various Pennsylvania economic indicators. Data is obtained from published sources noted on each page. Additional data is available from the Penn State Data Center through their homepage at <https://pasdc.hbg.psu.edu>.

SELECTED DATA ON THE COMMONWEALTH OF PENNSYLVANIA

General

The Commonwealth is one of the nation's most populous states, ranking fifth behind California, Texas, Florida, and New York. Pennsylvania stakes claim to a diverse economy and many thriving industries. At different times throughout its history, the Commonwealth has been the nation's principal producer of ships, iron, chemicals, lumber, oil, textiles, glass, coal, and steel. This led Pennsylvania to be identified, historically, as a heavy industrial state. That reputation has changed over the last several decades as the coal, steel, and railroad industries have declined. The Commonwealth's business environment readjusted with a more diversified economic base. Currently, the major sources of growth in Pennsylvania are in the service sector, including health care, leisure-hospitality, transport, and storage.

The combined education and health care industry, the so-called eds and meds sector, is a vital part of Pennsylvania's economy. The state's education providers are a source for jobs and help nurture new businesses. The Pittsburgh region has seen rapid growth in high-tech fields such as software development and robotics. Philadelphia universities continue to support regional health systems and spawn startups in the life sciences that are a major economic driver in the region.

The state's manufacturing sector may not be what it was during the heydays of Pittsburgh's dominance in the steel industry and Philadelphia's claim to be the 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. Employment in the state's manufacturing sector will gradually increase over the next two years but remain below the pre-pandemic level.

Professional, scientific, and technical services will continue to be a bright spot for the state in terms of job growth and economic output gains. High-tech fields such as artificial intelligence, industrial automation, and bio sciences will see the most growth, while more traditional fields such as legal services will see more moderate gains. The state's health care and social service sector will continue to be a reliable source of job gains, but overall growth may be slower than in years past. Burnout among health care workers is often cited as a factor in hospital staffing shortages, while nursing homes and day care centers have trouble competing for workers.

Finally, the state's geographic location makes it a prime corridor for the transportation of goods. From its extensive rail service and ports to its grid of interstate highways, Pennsylvania remains an integral part of the northeast region's economic activity.

Population

The Commonwealth is highly urbanized. The largest Metropolitan Statistical Areas (“MSAs”) in the Commonwealth are those that include the cities of Philadelphia and Pittsburgh, which together contain the majority of the state’s total population. The population of Pennsylvania, 12.9 million people in 2021 according to the U.S. Bureau of the Census, represents a population growing slower than the nation with a higher portion than the nation or the Middle Atlantic region comprised of persons 45 or over. The following tables present the population trend from 2017 to 2021 and the age distribution of the population for 2021.

Population Trends Pennsylvania, Middle Atlantic Region, and the United States 2017-2021

As of July 1	Total Population in Thousands			Total Population as a share of 2017 base			
	Pennsylvania	Middle Atlantic Region ^a	United States	Pennsylvania	Middle Atlantic Region ^a	United States	
2017	12,788	41,263	324,986	100.0	100.0	100.0	%
2018	12,801	41,217	326,688	100.1	99.9	100.5	%
2019	12,802	41,138	328,240	100.1	99.7	101.0	%
2020	12,783	41,002	329,484	100.0	99.4	101.4	%
2021	12,964	42,067	331,894	101.4	101.9	102.1	%

^a Middle Atlantic Region: Pennsylvania, New York, and New Jersey. Source: U.S. Department of Commerce, Bureau of the Census.

Population by Age Group - 2021 Pennsylvania, Middle Atlantic Region, and the United States

Age	Pennsylvania	Middle Atlantic Region ^a	United States
Under 5 Years.....	5.2	5.4	5.2
5 -24 Years	24.1	24.1	24.1
25-44 Years	25.6	26.4	25.6
45-64 years.....	26.1	26.3	26.1
65 years and over	19.0	17.8	19.0

^a Middle Atlantic Region: Pennsylvania, New York, and New Jersey. Source: U.S. Department of Commerce, Bureau of the Census.

Employment

Non-agricultural employment in Pennsylvania increased in 2021. Non-agricultural employment also increased in 2021 throughout the Middle Atlantic Region, and the entire United States. The following table shows employment trends from 2017 through 2021 in these areas.

**Non-Agricultural Establishment Employment Trends
Pennsylvania, Middle Atlantic Region, and the United States
2017-2021**

Calendar Year	Total Establishment Employment in Thousands			Total Establishment Employment as a share of 2017 base					
	Pennsylvania	Middle Atlantic	United States	Pennsylvania	Middle Atlantic	United States			
		Region ^a			Region ^a				
2017.....	5,941	19,623	146,595	100.0	%	100.0	%	100.0	%
2018.....	6,010	19,855	148,893	101.2	%	101.2	%	101.6	%
2019.....	6,065	20,058	150,900	102.1	%	102.2	%	102.9	%
2020.....	5,619	18,287	142,252	94.6	%	93.2	%	97.0	%
2021.....	5,751	18,820	146,102	96.8	%	95.9	%	99.7	%

^a Middle Atlantic Region: Pennsylvania, New York, and New Jersey.

Non-manufacturing employment in Pennsylvania increased in 2021 but still reached 90 percent of total non-agricultural employment. Consequently, manufacturing employment constitutes a diminished share of total employment within the Commonwealth. Manufacturing, contributing 10 percent of 2021 non-agricultural employment, has fallen behind the services sector, the trade sector, and the government sector as the 4th largest single source of employment within the Commonwealth. In 2021, the services sector accounted for 49 percent of all non-agricultural employment while the trade sector accounted for 14 percent. The following table shows trends in employment by sector for Pennsylvania from 2017 through 2021.

Non-Agricultural Establishment Employment by Sector Pennsylvania 2017-2021

	Calendar Year									
	2017		2018		2019		2020		2021	
	Employees	%	Employees	%	Employees	%	Employees	%	Employees	%
(In Thousands)										
Manufacturing:										
Durable	335.9	6 %	343.0	6 %	345.4	6 %	319.0	6 %	319.9	6 %
Non-Durable	227.0	4 %	227.9	4 %	229.3	4 %	218.6	4 %	222.5	4 %
Total Manufacturing	562.9	10 %	570.9	10 %	574.7	10 %	537.6	10 %	542.4	10 %
Non-Manufacturing:										
Trade	^a 838.7	14 %	836.2	14 %	826.7	12 %	769.2	14 %	796.4	14 %
Finance	^b 321.1	5 %	325.9	5 %	330.8	5 %	325.3	6 %	327.0	6 %
Services	^c 2,958.0	50 %	2,998.8	50 %	3,037.2	50 %	2,728.3	49 %	2,823.6	49 %
Government	703.1	12 %	703.1	12 %	706.7	12 %	685.0	12 %	675.9	12 %
Utilities	281.9	5 %	290.7	5 %	300.1	5 %	294.9	5 %	310.3	5 %
Construction	249.0	4 %	255.8	4 %	261.1	4 %	241.2	4 %	253.2	4 %
Mining	26.7	0 %	28.7	0 %	28.9	0 %	23.0	0 %	21.8	0 %
Total Non-Manufacturing	5,378.5	90 %	5,439.2	90 %	5,491.5	90 %	5,066.9	90 %	5,208.2	90 %
Total Employees	^d 5,941.4	100 %	6,010.1	100 %	6,066.2	100 %	5,604.5	100 %	5,750.6	100 %

^a Wholesale Trade.

^b Finance, insurance, and real estate.

^c Includes transportation, communications, electric, gas, and sanitary services.

^d Does not include workers involved in labor-management disputes.

Source: US Bureau of Labor and Statistics.

The following table presents the percentages of non-agricultural employment in various sectors in Pennsylvania and the United States in 2021.

Non-Agricultural Establishment Employment by Sector Pennsylvania and the United States

	2021 Calendar Year			
	Pennsylvania		United States	
Manufacturing	9	%	9	%
Trade	^a 14	%	14	%
Finance	^b 6	%	6	%
Services	49	%	46	%
Government	12	%	15	%
Utilities	^c 5	%	4	%
Construction	4	%	5	%
Mining	1	%	1	%
Total	100	%	100	%

^a Wholesale and retail trade.

^b Finance, insurance, and real estate.

^c Includes transportation, communications, electric, gas, and sanitary services.

Source: U.S. Department of Labor, Bureau of Labor Statistics.

Within the manufacturing sector of Pennsylvania’s economy, which now accounts for about one-tenth of total non-agricultural employment in Pennsylvania, the fabricated metals industries employed the largest number of workers. Employment in the fabricated metals industries is 14 percent of Pennsylvania manufacturing employment but only 1.4 percent of total Pennsylvania non-agricultural employment in 2021. The following table shows trends in manufacturing employment by industry for Pennsylvania from 2017 through 2021.

Manufacturing Establishment Employment by Industry Pennsylvania 2017-2021

	Calendar Year									
	2017	%	2018	%	2019	%	2020	%	2021	%
Durable Goods:	(In Thousands)									
Primary Metals	35.0	6 %	35.7	6 %	35.9	6 %	32.0	6 %	30.9	6 %
Fabricated Metals	80.2	14 %	82.4	14 %	82.9	14 %	76.6	14 %	76.4	14 %
Machinery (excluding electrical)	43.7	8 %	45.7	8 %	46.2	8 %	42.8	8 %	42.4	8 %
Electrical Equipment	26.3	5 %	26.9	5 %	27.2	5 %	25.7	5 %	25.4	5 %
Transportation Equipment	36.6	7 %	37.5	7 %	38.7	7 %	34.6	6 %	35.4	6 %
Furniture Related Products	16.4	3 %	16.3	3 %	15.8	3 %	14.2	3 %	15.0	3 %
Other Durable Goods	97.7	17 %	98.5	17 %	98.7	17 %	93.2	17 %	94.5	17 %
Total Durable Goods	335.9	60 %	343.0	60 %	345.4	60 %	319.0	59 %	319.9	60 %
Non-Durable Goods:										
Pharmaceutical/ Medicine	18.6	3 %	18.3	3 %	19.0	3 %	19.6	4 %	20.5	4 %
Food Products	71.7	13 %	73.0	13 %	73.5	13 %	71.3	13 %	73.2	14 %
Chemical Products	41.3	7 %	41.1	7 %	42.4	7 %	42.2	8 %	43.6	8 %
Printing and Publishing	23.7	4 %	23.1	4 %	22.4	4 %	19.5	4 %	18.6	3 %
Plastics/Rubber Products	40.0	7 %	40.2	7 %	40.5	7 %	38.8	7 %	39.7	7 %
Other Non-Durable Goods	31.8	6 %	32.4	6 %	31.6	6 %	27.1	5 %	26.9	5 %
Total Non-Durable Goods	227.1	40 %	227.9	40 %	229.3	40 %	218.6	41 %	222.5	41 %
Total Manufacturing Employees	563.0	100 %	570.9	100 %	574.7	100 %	537.6	100 %	542.4	100 %

Source: U.S. Department of Labor, Bureau of Labor Statistics.

Unemployment

During 2021, Pennsylvania had an annual unemployment rate of 6.3 percent. This represents an increase since 2017 when the unemployment rate was 4.9 percent. The following table represents the annual unemployment rate in Pennsylvania, the Middle Atlantic Region, and the United States from 2017 through 2021.

Annual Average Unemployment Rate Pennsylvania, Middle Atlantic Region, and the United States 2017-2021

Calendar Year	Pennsylvania		Middle Atlantic Region ^a		United States	
	Rate	%	Rate	%	Rate	%
2017	4.9	%	4.7	%	4.4	%
2018	4.2	%	4.2	%	3.9	%
2019	4.4	%	4.0	%	3.7	%
2020	9.1	%	9.7	%	8.1	%
2021	6.3	%	6.6	%	5.3	%

^a Middle Atlantic Region: Pennsylvania, New York, New Jersey. Source: U.S. Department of Labor, Bureau of Labor Statistics (BLS).

The following table presents the thirty largest non-governmental employers in Pennsylvania:

Commonwealth of Pennsylvania Thirty Largest Non-Governmental Employers 1st Quarter, 2022

Company	Rank	Company	Rank
Wal-Mart Associates Inc	1	Vanguard Group Inc	16
Trustees of the University of PA	2	Saint Luke's Hospital	17
Giant Food Stores LLC	3	Universal Protection Service LLC	18
Amazon.com Services Inc	4	Merck Sharp & Dohme Corporation	19
Pennsylvania State University	5	Wawa Inc	20
United Parcel Service Inc	6	Sheetz Inc	21
UPMC Presbyterian Shadyside	7	FedEx Ground Package System Inc	22
PNC Bank NA	8	Lehigh Valley Hospital	23
University of Pittsburgh	9	Western Penn Allegheny Health	24
Lowe's Home Centers LLC	10	Milton S Hershey Medical Center	25
Weis Markets Inc	11	Wegmans Food Markets Inc	26
Home Depot USA Inc	12	Pennsylvania CVS Pharmacy LLC	27
Target Corporation	13	Temple University	28
Comcast Cablevision Corp (PA)	14	Albert Einstein Medical Center	29
Giant Eagle Inc	15	GMRI Inc	30

Source: Pennsylvania Department of Labor & Industry.

Personal Income

Personal income in the Commonwealth for 2021 was \$830.4 billion, an increase of 5.3 percent over the previous year. During the same period, national personal income increased by 7.3 percent. Based on the 2021 personal income statistics, per capita income was at \$64,054 in the Commonwealth compared to per capita income in the United States of \$63,444. The following tables represent annual personal income data and per capita income from 2017 through 2021.

Personal Income Pennsylvania, Mideast Region, and the United States 2017-2021

Year	Total Personal Income Dollars in Millions			Total Personal Income As a share of 2017 Base					
	Pennsylvania	Mideast		Pennsylvania	Mideast		United States ^b		
		Region ^a	United States ^b		Region ^a	United States ^b	United States ^b		
2017.....	\$ 679,731	\$ 3,010,538	\$ 16,870,106	100	%	100	%	100	%
2018.....	\$ 717,255	\$ 3,147,619	\$ 17,839,255	106	%	105	%	106	%
2019.....	\$ 737,161	\$ 3,208,874	\$ 18,402,004	108	%	107	%	109	%
2020.....	\$ 788,725	\$ 3,402,858	\$ 19,607,447	116	%	113	%	116	%
2021.....	\$ 830,397	\$ 3,590,523	\$ 21,056,622	122	%	119	%	125	%

^a Mideast Region: Pennsylvania, New York, New Jersey, Maryland, District of Columbia, and Delaware.

^b Sum of States.

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Per Capita Income Pennsylvania, Mideast Region, and the United States 2017-2021

Calendar Year	Per Capita Income			As a share of United States			
	Pennsylvania	Mideast		Pennsylvania	Mideast		
		Region ^a	United States		Region ^a	United States	
2017.....	\$ 53,155	\$ 59,410	\$ 51,910	102	%	114	%
2018.....	\$ 51,500	\$ 65,341	\$ 54,606	94	%	120	%
2019.....	\$ 58,032	\$ 67,622	\$ 56,490	103	%	120	%
2020.....	\$ 61,700	\$ 70,459	\$ 59,510	104	%	118	%
2021.....	\$ 64,054	\$ 73,403	\$ 63,444	101	%	116	%

^a Mideast Region: Pennsylvania, New York, New Jersey, Maryland, District of Columbia, and Delaware. Source: U.S. Department of Commerce, Bureau of Economic Analysis.

The Commonwealth's average hourly wage rate of \$28.82 for manufacturing and production workers is below the national average of \$29.69 for 2021. The following table presents the average hourly wage rates for 2017 through 2021.

Average Hourly Wages Production Workers on Manufacturing Payrolls Pennsylvania and the United States 2017-2021

Calendar Year	Pennsylvania	United States
2017	\$ 25.52	\$ 26.59
2018	\$ 25.74	\$ 27.05
2019	\$ 26.23	\$ 27.70
2020	\$ 27.65	\$ 28.77
2021	\$ 28.82	\$ 29.69

Source: U.S. Department of Labor, Bureau of Labor and Statistics.

Market and Assessed Valuation of Real Property

Annually, the State Tax Equalization Board Tax Equalization Division (STEB) determines an aggregate market value of all taxable real property in the Commonwealth. The STEB determines the market value by applying assessment to sales ratio studies to assessment valuations supplied by local assessing officials. The market values certified by the STEB do not include property that is tax exempt but do include an adjustment correcting the data for preferential assessments granted to certain farm and forestlands.

The table below shows the assessed valuation as determined and certified by the counties and the market value and the assessed to market value ratio determined by the STEB for real property from 2017-2021. In computing the market values for uneven-numbered years, the STEB is statutorily restricted to certifying only those changes in market value that result from properties added to or removed from the assessment rolls. The STEB is permitted to adjust the market valuation to reflect any change in real estate values or other economic change in value only in even-numbered years.

Valuations of Taxable Real Property 2017-2021

Year	Market Value ^a	Assessed Valuation	Rate of Assessed Valuation to Market Value ^a	
2017	847,630,312,124	628,417,398,959	74.1	%
2018	877,385,372,915	642,305,663,711	73.2	%
2019	922,018,498,396	677,415,063,122	73.5	%
2020	966,037,072,558	696,790,394,130	72.1	%
2021	975,443,133,973	729,487,795,164	74.8	%

^a Market Value difference between Regular Assessment and Preferential Assessment under Act 319 of 1974.
Source: Annual Certifications by the State Tax Equalization Board.



GOVERNOR JOSH SHAPIRO

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