



State of Indiana

Mike Braun, Governor

State Budget Agency
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April 9, 2026

TO: Governor Mike Braun
State Comptroller Elise M. Nieshalla
Members of the Indiana General Assembly

FROM: Chad Ranney, Budget Director
State Budget Agency

SUBJECT: Post Session Report – 2026 Regular Session

Pursuant to IC 4-12-1-12, please find attached a report of the estimated fiscal impacts of legislation enacted during the 2026 regular session of the Indiana General Assembly. An electronic copy of the report has been submitted to the Legislative Services Agency for members of the Indiana General Assembly as required by IC 5-14-6. In addition, the report has been posted on the State Budget Agency's website at www.in.gov/sba/.

Indiana State Budget Agency



Report of Fiscal Impact of Legislation Enacted During the 2026 Regular Session of the Indiana General Assembly

(As required by IC 4-12-1-12)

April 9, 2026

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GENERAL FUND SURPLUS STATEMENT
April 9, 2026 Post-Session Report
(Millions of Dollars)

	Estimated FY 2026	Estimated FY 2027
Beginning Balance	\$ 2,502.6	\$ 3,343.7
Current Year Revenues		
Forecasted Revenue	\$ 23,153.1	\$ 23,782.1
Miscellaneous Unforecasted Revenue ¹	48.6	48.6
Hospital Assessment Fees (HAF)	306.5	312.6
Quality Assessment Fees (QAF)	45.1	46.5
2026 Regular Session Outside Acts ³	(15.0)	(211.0)
Total Current Year Revenues	\$ 23,538.3	\$ 23,978.8
<i>Growth Rate</i>	<i>3.9%</i>	<i>1.9%</i>
Current Year Expenses		
Recurring Appropriations	\$ 22,621.2	\$ 22,796.2
2025 Regular Session Outside Acts ²	16.5	14.0
2026 Regular Session Outside Acts ³	40.0	(2.6)
Augmentations ⁴	111.4	-
Judgments and Settlements ⁵	16.6	16.6
Stadium/Convention Center Reversions	(61.0)	(61.3)
Reversions	(97.5)	(97.5)
Total Current Year Expenses	\$ 22,647.2	\$ 22,665.4
<i>Growth Rate</i>	<i>1.4%</i>	<i>0.1%</i>
Annual Surplus / (Deficit) (Current Year Revenues - Current Year Expenses)	\$ 891.1	\$ 1,313.4
Other Sources and Uses of Cash Reserves		
Reversions (Prior Year, Capital, and Reconciliations) ⁶	\$ 22.0	\$ 22.0
Rainy Day Fund Interest	25.0	25.0
Tuition Reserve Fund Interest	15.0	15.0
HEA 1454-2023 Net Lake County Loans from Rainy Day Fund	(3.4)	(1.3)
Transfer of FY 2025 Medicaid Surplus to Medicaid Reserve	33.2	-
Transfer Estimated FY 2026 Medicaid/CHIP Surplus to Medicaid Reserve	300.3	-
Transfer Estimated FY 2027 Medicaid/CHIP Surplus to Medicaid Reserve	-	144.7
IEDC Land Sales	52.1	-
Tax Amnesty ⁷	-	169.0
OMB - Agency Contract Management Reform	(7.0)	-
Financial Responsibility and Opportunity Growth Fund	(150.0)	(150.0)
CCDF Hold Harmless Funding	(147.2)	-
Personal Services - 27th Pay ⁸	-	(82.5)
Capital Line Item Projects HEA 1001-2025	(190.0)	(57.8)
Total Combined Balances	\$ 3,343.7	\$ 4,741.2
<i>Net Combined Balance as a Percent of the Current Year's Expenditures</i>	<i>14.8%</i>	<i>20.9%</i>

GENERAL FUND COMBINED STATEMENT OF ESTIMATED UNAPPROPRIATED RESERVE
April 9, 2026 Post-Session Report
(Millions of Dollars)

	<u>Estimated</u> <u>FY 2026</u>	<u>Estimated</u> <u>FY 2027</u>
Resources:		
Beginning Balance	\$ 676.5	\$ 1,147.5
Current Year Resources		
Forecasted Revenue	\$ 23,153.1	\$ 23,782.1
Miscellaneous Unforecasted Revenue ¹	48.6	48.6
Hospital Assessment Fees (HAF)	306.5	312.6
Quality Assessment Fees (QAF)	45.1	46.5
2026 Regular Session Outside Acts ²	(15.0)	(211.0)
Total Current Year Resources	\$ 23,538.3	\$ 23,978.8
Other Resources		
Tax Amnesty ⁷	\$ -	\$ 169.0
IEDC Land Sales	52.1	-
Total Resources	\$ 24,266.9	\$ 25,295.3
Uses - Appropriations, Expenditures, and Reversions:		
Appropriations		
Recurring Appropriations	\$ 22,621.2	\$ 22,796.2
Capital Line Item Projects HEA 1001-2025	190.0	57.8
Total Appropriations	\$ 22,811.2	\$ 22,854.0
Other Expenditures and Transfers		
2025 Regular Session Outside Acts ²	16.5	14.0
2026 Regular Session Outside Acts ³	40.0	(2.6)
Augmentations ⁴	111.4	-
Judgments and Settlements ⁵	16.6	16.6
OMB - Agency Contract Management Reform	7.0	-
Financial Responsibility and Opportunity Growth Fund	150.0	150.0
CCDF Hold Harmless Funding	147.2	-
Personal Services - 27th Pay ⁸	-	82.5
Estimated Transfer to the Rainy Day Fund per IC 4-10-18-4	-	245.3
Total Expenditures and Transfers	\$ 488.7	\$ 505.8
Reversions		
Stadium/Convention Center Reversions	\$ (61.0)	\$ (61.3)
Current Year Reversions	(97.5)	(97.5)
Reversions (Prior Year, Capital, and Reconciliations) ⁶	(22.0)	(22.0)
Total Reversions	\$ (180.5)	\$ (180.8)
Total Net Uses	\$ 23,119.4	\$ 23,179.0
General Fund Balance at Year End	\$ 1,147.5	\$ 2,116.3
Reserve Balances:		
Medicaid Contingency & Reserve		
Starting Balance	\$ 41.6	\$ 375.1
Medicaid Transfer for FY 2025 Reconciliation	33.2	-
Estimated FY 2026 Medicaid/CHIP Surplus to Medicaid Reserve	300.3	-
Estimated FY 2027 Medicaid/CHIP Surplus to Medicaid Reserve	-	144.7
Ending Balance	\$ 375.1	\$ 519.8
State Tuition Reserve		
Starting Balance	\$ 706.7	\$ 721.7
Interest	15.0	15.0
Ending Balance	\$ 721.7	\$ 736.7
Rainy Day Fund		
Starting Balance	\$ 1,077.8	\$ 1,099.4
Interest	25.0	25.0
Estimated Transfer from the General Fund per IC 4-10-18-4	-	245.3
HEA 1454-2023 Net Lake County Loans	(3.4)	(1.3)
Ending Balance	\$ 1,099.4	\$ 1,368.4
Total General Fund Combined Balances	\$ 3,343.7	\$ 4,741.2
<i>Net Combined Balances as a Percent of Current Year Resources</i>	<i>14.2%</i>	<i>19.8%</i>
<i>Net Combined Balances as a Percent of the Following Year's Total Appropriations</i>	<i>14.6%</i>	

NOTES TO STATEMENTS
April 9, 2026 Post-Session Report
(Millions of Dollars)

<u>(1) Miscellaneous Unforecasted Revenue:</u>	FY2026	FY2027
Dedicated SWCAP	\$ 6.2	\$ 6.2
State Operated Facility Individual Support	12.4	12.4
Lottery Surplus	30.0	30.0
	\$ 48.6	\$ 48.6

(2) Details on the fiscal impacts of the 2025 legislative sessions can be found at:

<https://www.in.gov/sba/files/2025-Post-Session-Report.pdf>

(3) Details on the fiscal impacts of the 2026 legislative sessions can be found at:

<https://www.in.gov/sba/files/2026-Post-Session-Report.pdf>

**P.L. 128-2026 (SEA 243) Tax Amnesty impact has been incorporated into the FY 2027 Tax Amnesty calculations. Please see note 7 for details.*

<u>(4) Augmentations:</u>	FY2026	FY2027
Charter and Innovation Network Distributions	\$ 2.4	\$ -
Department of Child Services Family and Children Fund	82.4	-
Department of Corrections	26.6	-
	\$ 111.4	\$ -

(5) Judgments and Settlements:

Tort Claims (18740)	\$ 6.2	\$ 6.2
Tort Settlements and Judgments (18730)	10.4	10.4
	\$ 16.6	\$ 16.6

(6) Reversions (Prior Year, Capital, and Reconciliations):

Prior Year Operating Reversions	\$ 20.0	\$ 20.0
Indiana Motorsports Facility	2.0	2.0
	\$ 22.0	\$ 22.0

(7) Tax Amnesty

P.L.213-2025 (HEA 1001)	\$ -	\$ 124.0
P.L.128-2026 (SEA 243)	-	45.0
	\$ -	\$ 169.0

(8) Personal Services - 27th Pay is appropriated to fund the General Fund obligation for a 27th pay period that will occur in FY 2027. This calendar abnormally occurs approximately once every ten years.

Due to rounding, numbers presented throughout this document may not add up precisely to the totals provided.

**REVENUE AND EXPENDITURE ACTS
FROM THE 2026 REGULAR SESSION
OF THE GENERAL ASSEMBLY**

The second regular session of the 124th General Assembly passed several acts affecting general and dedicated fund revenues and expenditures. These acts and their estimated impacts are summarized as follows:

Act	No.	Title of the Act	FY 2026	FY 2027
GENERAL FUND EXPENDITURES				
HEA	1002	Electric utility affordability	-	1,179,902
HEA	1195	High school equivalency programs	-	305,000 *
HEA	1210	Department of local government finance	40,034,358	205,387
HEA	1249	Various criminal law matters	-	235,000
HEA	1257	Child services matters	-	84,000
HEA	1277	Health and human services matters	-	(15,261,546)
HEA	1296	Mental health services	-	87,979
HEA	1325	Special education	-	100,000 *
HEA	1368	Carbon	-	158,801
HEA	1406	Tax and fiscal matters	-	225,000
SEA	1	Human services matters	-	11,112,771
SEA	88	Education matters	-	160,000 *
SEA	171	Family and children matters	-	218,880
SEA	222	Family and social services administration matters	-	(25,000)
SEA	243	Various tax matters	-	(820,000)
Gross Subtotal			40,034,358	(2,033,826)
Minus Absorbable Acts*			-	565,000
Net Total			40,034,358	(2,598,826)

GENERAL FUND REVENUES

HEA	1038	Gaming matters	-	20,000,000
HEA	1210	Department of local government finance	(10,000,000)	-
HEA	1230	Professional licensing agency	-	66,106
HEA	1296	Mental health services	-	100,000
HEA	1406	Tax and fiscal matters	-	(628,000)
SEA	14	Pension matters	-	3,067,020
SEA	212	State income tax conformity	(1,808,903)	-
SEA	243	Various tax matters	-	(181,489,820)
SEA	259	Partnership composite returns	(3,166,666)	(7,125,000)
Gross Subtotal			(14,975,569)	(166,009,694)
Minus Forecasted Impacts			-	-
Net Total			(14,975,569)	(166,009,694)

* Existing appropriations are sufficient to cover increase in expenditures.

Not displaying impacts estimated to be less than \$25,000 annually.

Act	No.	Title of the Act	FY 2026	FY 2027
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DEDICATED FUND EXPENDITURES

HEA	1145	Thirteenth check	-	34,096,455 *
HEA	1406	Tax and fiscal matters	-	300,000
SEA	1	Human services matters	-	746,428
SEA	14	Pension matters	-	(1,807,160)
SEA	179	Indiana department of transportation	140,000,000	(64,893,000) *
SEA	270	Township mergers	-	94,239
Gross Subtotal			140,000,000	(31,463,038)
Minus Absorbable Acts			140,000,000	(30,796,545)
Net Total			-	(666,493)

DEDICATED FUND REVENUES

HEA	1038	Gaming matters	-	10,000,000
HEA	1200	Bureau of motor vehicles	-	(84,000)
SEA	89	Three-way permits	-	800,000
SEA	243	Various tax matters	-	(53,564)
Total			-	10,662,436

* Existing appropriations are sufficient to cover increase in expenditures.

Not displaying impacts estimated to be less than \$25,000 annually.