

## Inflation Discussion

- General Fund Impact
- Discretionary vs. Set Aside
- Impact of Appropriating Inflation Dollars

**Table 1: November Forecast Fund Balance (\$ in thousands)**

	<b>FY 26-27</b>	<b>FY 28-29</b>
Estimated Inflation for FY 2026-27 Budget (Discretionary)	926,397	1,343,416
Estimated Inflation for FY 2028-29 Budget (Set Aside)	-	887,143
Budgetary Balance	615,970	(5,143,338)
Budgetary Balance without Inflation	1,542,367	(1,986,382)

**Table 2: Legislature Spends All of Discretionary Inflation Amount (\$ in thousands)**

	<b>FY 26-27</b>	<b>FY 28-29</b>
Amount of Discretionary Inflation Appropriated	926,397	1,343,416
Budgetary Balance	615,970	(5,143,338)

**Table 3: Legislature Spends None of Discretionary Inflation Amount (\$ in thousands)**

	<b>FY 26-27</b>	<b>FY 28-29</b>
Amount of Discretionary Inflation Appropriated	-	-
Budgetary Balance	1,542,367	(2,873,525)