

# 2011-2012 Budget Overview



**General Fund:  
\$ 27.148 Billion**

*\$ 1.17 billion less than  
FY10-11*

*4.1% Spending Reduction*

*No tax increases*

**State Representative  
Bill Adolph**

**Appropriations Committee  
Republican Chairman**



## **General Fund Spending: \$27.148 Billion**

- \$1.17 billion (4.1 %) reduction from the 2010-2011 budget.

- This is an historic budget in that it is only the third time in nearly 40 years Pennsylvania will be spending less than the prior year.  
(Others: FY73-74 & FY02-03)

- Education remains a priority and the \$5.354 Billion 2011-2012 Basic Education Funding subsidy replaces \$1 billion of stimulus funds with state dollars representing the largest investment of state dollars for that funding stream ever.

### **Pre K- 12 Education:**

- Unanticipated revenue will be used to drive out \$ 100 million in Accountability Block Grant funding.
- PreK-12 Education will receive a total of \$9.34 billion, 34 percent of the total state budget.

### **Higher Education:**

- Total Higher Education investment is \$1.6 billion
- State System of Higher Education: \$412.7 Million, or 82% of FY10-11 funding
- State Related Universities: \$ 558.9 million, or 81% of FY10-11 funding
- Community Colleges: \$258 million, or 90% of FY10-11 funding

### **Public Welfare:**

- The Administration and Senate Republicans agreed to \$404 million of House Republican proposed reductions to the Governor's DPW budget.
- DPW will receive \$10.5 billion instead of \$10.9 billion as proposed by the Governor.

### **Agriculture**

- Will receive \$133 million
- \$44 million for Penn State Agricultural Research and Extension Services has been moved into the General Fund and will no longer rely on a non-preferred appropriation.

### **Legislature:**

- The House and Senate will return \$50 million to the General Fund.

### **Tobacco Funds:**

- The 2011-2012 General Appropriations Bill does not include tobacco settlement payments or programs as originally proposed which keeps tobacco funds and programming outside the General Fund where it has always been.
- Research supported by tobacco funds receives the full allocation.
- Bio-tech investment funds are preserved.
- Prevention and cessation receives the same percentage of available funds.