

# FY2026 Fair Share Supplemental Budget Summary

## HD5607 Supplemental Budget

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On January 28th, Governor Healey released her [FY27 budget recommendations](#) and a [FY26 Fair Share Supplemental Budget](#). This supplemental budget proposes spending \$1.15 billion of surplus surtax revenue from FY25. There is surplus surtax revenue because as a new tax, the state agreed to conservative spending in the prior operating budgets. This proposal includes \$785 million for transportation and \$358 million for education. These two bills propose spending 51% of the fair share surtax on education and 49% on transportation.

**What comes next:** The budget now heads to the House for that branch’s consideration. Priorities included in this supplemental budget accompany the proposed funding and programs in H.2.

### Supplemental Budget Fair Share Spending Breakdown

#### Notable Transportation Spending

- MBTA deficiency fund for operations (1596-2612).....\$523 million
- MBTA Workforce/Safety Reserve (1596-2427).....\$121.7 million
- MassDOT workforce pipeline (1596-2613).....\$43 million
- Support for sustainable aviation fuel (1596-2614).....\$30 million
- RTA workforce training grants and transit improvements (1596-2502).....\$35 million
- Microtransit grants (1596-2526).....\$15 million
- RTA grants to connect to MBTA routes (1596-2502).....\$10 million
- Unpaved road grant program (1596-2506).....\$7 million

#### Notable Education Spending

- Early Education Care Trust Fund Transfer.....\$150 million
- Special Education Reimbursements (1596-2604).....\$150 million
- High-dosage literacy tutoring (1596-2515) .....\$25 million
- MassReconnect (1596-2603) .....\$18.3 million
- Lowest-performing schools improvement fund (1596-2605) .....\$10 million
- Adult ESOL (1596-2514) .....\$5 million

#### Noteworthy Outside Sections:

**Creation of Academic Spinouts Program (sections 3-8):** Creates and seeds a Spinout Success Fund within EOED to build stronger alignment between public universities, government and the private sector. This includes an additional \$5 million to set up a new Infrastructure and Transportation Innovation Fund to develop more equitable and sustainable transportation solutions.

**Food Security Infrastructure Tax Credit (Sections 9-12):** Offers farmers a credit of up to \$5,000 for the donation of food to non-profit distribution entities through 2028.

**Sustainable Aviation Fuel Tax Credit (Sections 13-14):** Offers a tax credit for use of sustainable aviation fuel that meets ICAO’s CORSIA requirements.