



The Commonwealth of Massachusetts
Executive Office for Administration and Finance
Operational Services Division
Maura Healey, Governor
Kim Driscoll, Lieutenant Governor
Matthew Gorzkowicz, Secretary

Gary J. Lambert

Assistant Secretary for Operational Services

To: Matthew Gorzkowicz, Secretary test edit
Executive Office for Administration and Finance test edit

Commonwealth Superintendents test edit

From: Gary J. Lambert, Assistant Secretary for Operational Services test edit
Operational Services Division test edit

Date: 09/30/2026 test edit

Re: **Estimated Rate of Inflation for Fiscal Year 2027** test edit

test edit The Operational Services Division is required by M.G.L. Chapter 7, Section 22N, to submit an "estimated rate of inflation for social service programs" to the Secretary of the Executive Office for Administration and Finance by October 1st of each year for consideration in preparation of the Governor's annual budget recommendation.

The Operational Services Division is also required by the above statute to notify Commonwealth Superintendents of this estimated rate of inflation for their use in planning for increases to Approved Private Special Education programs.

Attached is the Operational Services Division's analysis which results in an estimated rate of inflation of 4.69% for Fiscal Year <Fiscal Year>.

Should you or your staff require further information regarding the estimated rate of inflation, please contact Jacqueline Brown at (617) 720-3371.

cc: Chris Marino, Assistant Secretary for the Budget and Fiscal Operations, Executive Office for Administration

and Finance

Danielle Cerny, Chief of Staff, Executive Office for Administration and Finance

Rick Mikulis, Chief Financial Officer

Mark Fine, Assistant Secretary of Administration test edit

EXECUTIVE OFFICE FOR ADMINISTRATION AND FINANCE
 OPERATIONAL SERVICES DIVISION
 ESTIMATED RATE OF INFLATION - FISCAL YEAR 2027
 9/30/2026

COMPONENT	PERCENTAGE OF TOTAL EXPENSES	FACTOR	SOURCE	REFERENCE	ADJUSTED PERCENTAGE
PERSONNEL					
PAYROLL TAX					
FRINGE BENEFITS					
OCCUPANCY					
DIRECT CARE CONSULTANT/TEMPORARY HELP					
CLIENTS & CAREGIVERS REIM.					
SUBCONTRACTED DIRECT CARE					
STAFF TRAINING					
STAFF MILEAGE / TRAVEL					
MEALS					
CLIENT TRANSPORTATION					
INCID. MEDICAL/MEDICINE/PHAR.					
CLIENT PERSONAL ALLOWANCES					
PROVISION MAT.GOODS /SVS/BEN					
DIRECT CLIENT WAGES					
OTHER COMM. PROD/SVS					
PROG. SUPPLIES / MATERIALS					
OTHER EXPENSE					
TOTAL DIRECT ADMIN EXP. (PROG.)					
ADMINISTRATION					
TOTAL	0%				0.00%