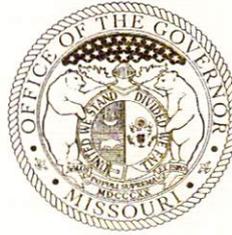


STATE CAPITOL
201 W. CAPITOL AVENUE, ROOM 216
JEFFERSON CITY, MISSOURI 65101



(573) 751-3222
WWW.GOVERNOR.MO.GOV

Mike Kehoe

GOVERNOR
STATE OF MISSOURI

June 30, 2025

TO THE SECRETARY OF STATE
OF THE STATE OF MISSOURI
103rd GENERAL ASSEMBLY
FIRST REGULAR SESSION

Herewith I return to you Conference Committee Substitute for Senate Committee Substitute for House Committee Substitute for House Bill No. 5 entitled:

AN ACT

To appropriate money for the expenses, grants, refunds, and distributions of the Office of Administration, the Department of Transportation, the Department of Conservation, the Department of Public Safety, the Chief Executive's Office, and the several divisions and programs thereof to be expended only as provided in Article IV, Section 28 of the Constitution of Missouri, and to transfer money among certain funds for the period beginning July 1, 2025, and ending June 30, 2026.

In the FY 2026 budget approved by the General Assembly, nearly \$775 million, including \$297 million for the foundation formula, in new general revenue spending was added above what was included in our FY 2026 budget recommendation. Additionally, according to fiscal forecasts, the current trajectory of state-level spending and revenues projects a budget shortfall starting in FY 2027. A course correction in State finances is not only warranted but will be constitutionally required to achieve a balanced budget in future years and safeguard Missouri's financial security and AAA bond rating moving forward. While these may be worthwhile projects, due to the aforementioned reasons, we must control new spending and cannot prudently justify the following expenditures at this time.

This budget includes historic funding for public education, totaling over \$4 billion, including half a billion dollars in new funding over the prior fiscal year and a nearly \$377 million increase over the next largest annual increase for this iteration of the formula.

RECEIVED
JUN 30 2025
CHIEF CLERK

Section 5.005

I hereby veto \$65,000 general revenue for the America 250 Missouri Commission. This budget already includes \$372,162 for this program. The Office of Administration believes this is sufficient funding to accomplish the goals of the America 250 Commission.

For the America 250 Missouri Commission.

Personal Service by \$65,000 from \$65,000 to \$0 from General Revenue Fund.

From \$437,162 to \$372,162 in total from General Revenue Fund.

From \$3,713,732 to \$3,648,732 in total for the section

Section 5.046

I hereby veto \$4,000,000 general revenue for modernization of asset and portfolio management. In the FY 2026 budget approved by the General Assembly, nearly \$775 million, including \$297 million for the foundation formula, in new general revenue spending was added above what was included in our FY 2026 budget recommendation. Additionally, according to fiscal forecasts, the current trajectory of state-level spending and revenues projects a budget shortfall starting in FY 2027. A course correction in State finances is not only warranted but will be constitutionally required to achieve a balanced budget in future years and safeguard Missouri's financial security and AAA bond rating moving forward. While this may be a worthwhile project, due to the aforementioned reasons, we must control new spending and cannot prudently justify this expenditure at this time.

Said section is vetoed in its entirety from \$4,000,000 to \$0 from General Revenue Fund.

From \$4,000,000 to \$0 in total for the section.

Section 5.170

I hereby veto \$2,500,000 general revenue for a childcare cost-sharing program. The introduction of new programs and services supported by State funding should be limited as much as possible at this time.

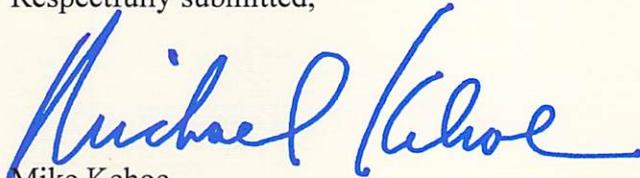
This will still provide \$2,500,000 in additional funding.

In the FY 2026 budget approved by the General Assembly, nearly \$775 million, including \$297 million for the foundation formula, in new general revenue spending was added above what was included in our FY 2026 budget recommendation. Additionally, according to fiscal forecasts, the current trajectory of state-level spending and revenues projects a budget shortfall starting in FY 2027. A course correction in State finances is not only warranted but will be constitutionally required to achieve a balanced budget in future years and safeguard Missouri's financial security and AAA bond rating moving forward. While this may be a worthwhile project, due to the aforementioned reasons, we must control new spending and cannot prudently justify this expenditure at this time.

For a child care cost-sharing program.
From \$5,000,000 to \$2,500,000 from General Revenue Fund.
From \$29,927,096 to \$27,427,096 in total for the section.

On June 30, 2025 I approved said Conference Committee Substitute for Senate Committee Substitute for House Committee Substitute for House Bill No. 5, except for those items specifically vetoed and not approved.

Respectfully submitted,

A handwritten signature in blue ink that reads "Michael Kehoe". The signature is written in a cursive, flowing style.

Mike Kehoe
Governor