

STATE OF TENNESSEE

The Budget

FISCAL YEAR 2023-2024



Bill Lee, Governor



Bill Lee,
Governor

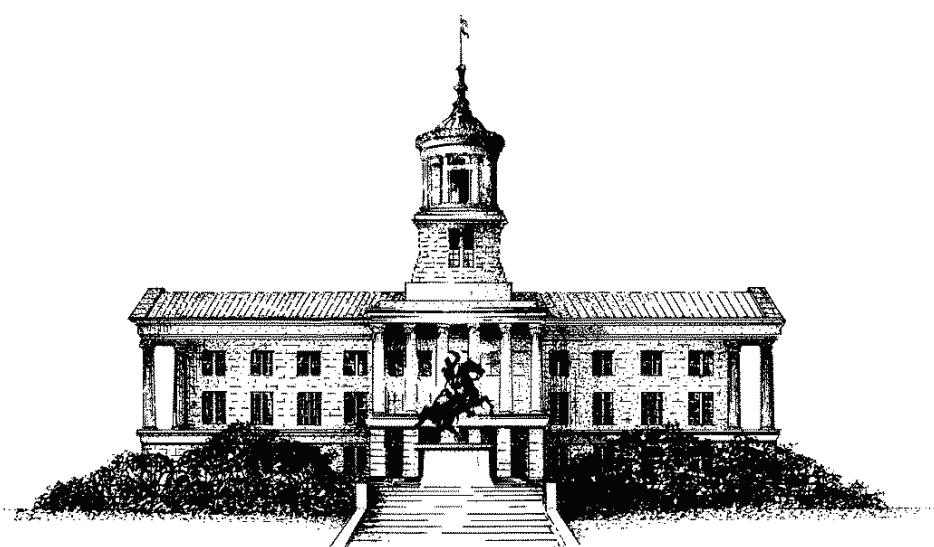


TABLE OF CONTENTS

INTRODUCTION	xi
BUDGET OVERVIEW	A-1
STATE REVENUES	A-55
FINANCIAL STATEMENTS	A-113
CAPITAL OUTLAY AND FACILITIES PROGRAM	A-127
PROGRAM STATEMENTS BY FUNCTIONAL AREA	B-1
GENERAL GOVERNMENT	B-9
EDUCATION	B-83
HEALTH AND SOCIAL SERVICES	B-139
LAW, SAFETY, AND CORRECTION	B-203
RESOURCES AND REGULATION	B-273
TRANSPORTATION, BUSINESS, AND ECONOMIC DEVELOPMENT	B-321
BUDGET PROCESS	B-353
GLOSSARY AND INDEX	B-365

Table of Contents

The Budget



(more detailed contents tables appear under each tab)

Introduction	xi
Transmittal Letter, Governor Lee to the General Assembly	xv
Transmittal Letter, Commissioner of Finance and Administration to Governor Lee.....	xvii
Budget Highlights	xix
The Budget Document: Introduction	xxvii
Budget Overview.....	A-1
State Revenues	A-55
Financial Statements.....	A-113
Capital Outlay and Facilities Program.....	A-127
Program Statements by Functional Area	B-1
Tennessee State Government Organizational Chart.....	B-5
Recommended Budget for Fiscal Year 2023-2024	B-7
General Government.....	B-9
Introduction	B-13
Total Personnel and Funding.....	B-14
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-15
Cost Increases for Fiscal Year 2023-2024.....	B-16
Program Statements.....	B-29
Legislature.....	B-29
Fiscal Review Committee	B-32
Secretary of State	B-33
Comptroller of the Treasury.....	B-38
Treasury Department.....	B-46
Claims and Compensation	B-50
Executive Department.....	B-52
Tennessee Human Rights Commission.....	B-53
Tennessee Public Utility Commission	B-54
Advisory Commission on Intergovernmental Relations	B-55
Department of Finance and Administration	B-56
Department of Human Resources	B-63
Department of General Services	B-66
Department of Veterans Services.....	B-71
Department of Revenue	B-73

Table of Contents

The Budget



Miscellaneous Appropriations	B-79
Other Post-Employment Benefits Liability.....	B-80
Emergency and Contingency Fund	B-81
State Building Commission.....	B-82
Education	B-83
Introduction	B-87
Total Personnel and Funding.....	B-88
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-89
Cost Increases (K-12 Education and Higher Education) for Fiscal Year 2023-2024	B-90
Program Statements.....	B-101
Sports Wagering Advisory Council.....	B-101
Department of Education (K-12)	B-102
Statistical Data-State Special Schools	B-114
Higher Education	B-115
State Administered Programs	B-115
University of Tennessee	B-121
State University and Community College System.....	B-129
Health and Social Services.....	B-139
Introduction	B-143
Total Personnel and Funding.....	B-144
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-145
Cost Increases for Fiscal Year 2023-2024.....	B-146
Program Statements.....	B-163
Commission on Children and Youth.....	B-163
Commission on Aging and Disability	B-164
Health Facilities Commission	B-165
Council on Developmental Disabilities.....	B-166
Department of Finance and Administration, Division of TennCare	B-167
Department of Mental Health and Substance Abuse Services	B-170
Statistical Data-Mental Health Institutes	B-175
Department of Health.....	B-176
Department of Intellectual and Developmental Disabilities.....	B-183
Statistical Data - Intellectual and Developmental Disabilities.....	B-189
Department of Human Services	B-190
Department of Finance and Administration, Strategic Health-Care Programs	B-195
Department of Children's Services	B-197
Statistical Data - Youth Development Centers	B-202

Table of Contents

The Budget



Law, Safety, and Correction	B-203
Introduction	B-207
Total Personnel and Funding.....	B-208
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-209
Cost Increases for Fiscal Year 2023-2024.....	B-210
Program Statements.....	B-227
Court System.....	B-227
Attorney General and Reporter	B-236
District Attorneys General Conference	B-238
District Public Defenders Conference.....	B-240
Office of the Post-Conviction Defender.....	B-242
Alcoholic Beverage Commission.....	B-243
Tennessee Rehabilitative Initiative in Correction (TRICOR)	B-244
Corrections Institute.....	B-245
Board of Parole	B-246
Department of Correction	B-247
Statistical Data - Correctional Institutions	B-258
Military Department.....	B-261
Tennessee Bureau of Investigation	B-266
Department of Safety	B-267
Resources and Regulation.....	B-273
Introduction	B-277
Total Personnel and Funding.....	B-278
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-279
Cost Increases for Fiscal Year 2023-2024.....	B-280
Program Statements.....	B-287
Arts Commission	B-287
State Museum.....	B-288
Department of Environment and Conservation.....	B-289
Tennessee Wildlife Resources Agency	B-304
Department of Commerce and Insurance.....	B-307
Department of Financial Institutions.....	B-314
Department of Labor and Workforce Development.....	B-315
Transportation, Business, and Economic Development.....	B-321
Introduction	B-325

Table of Contents

The Budget



Total Personnel and Funding.....	B-326
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-327
Cost Increases for Fiscal Year 2023-2024.....	B-328
Program Statements.....	B-334
Tennessee Housing Development Agency.....	B-334
Department of Agriculture	B-335
Department of Tourist Development.....	B-341
Department of Economic and Community Development	B-343
Department of Transportation	B-350
 Budget Process	B-353
The Budget Process	B-357
Basis of Budgeting and Accounting.....	B-361
 Glossary and Index	B-365
Glossary of Budget Terms	B-369
Index	B-374

Introduction



Introduction

Table of Contents



Transmittal Letter, Governor Lee to the General Assembly.....	xv
Transmittal Letter, Commissioner of Finance and Administration to Governor Lee	xvii
Budget Highlights.....	xix
The Budget Document: Introduction	xxvii



BILL LEE

GOVERNOR

STATE OF TENNESSEE

February 6, 2023

To the members of the 113th General Assembly:

It is an honor to present the Fiscal Year 2024 budget for the State of Tennessee.

Tennessee has a legacy of fiscal responsibility that has allowed our state to flourish, and as a result, our state is leading the nation with the fastest-growing economy of all 50 states. Decades of strong fiscal stewardship displayed by the executive and legislative branches have allowed Tennessee to weather national economic storms, all while cutting taxes for Tennesseans and sustaining a healthy state savings account.

I am grateful for your continued partnership to appropriately manage state assets. As a result, this budget provides dedicated funding and reductions to make life better for every Tennessean, including tax cuts for Tennessee families and small businesses, as well as a more competitive business tax structure that will ensure our state remains the best place to invest and create jobs.

We'll also maintain our commitment to fiscal responsibility, proceeding with recurring investments, recommending debt and liability reductions and proposing funding to ensure our state's success.

As Tennessee experiences unprecedented growth, we recommend funding for a transportation plan to more efficiently deliver road projects and spur economic investment across our state, all without new debt or higher taxes. As companies move to our state in record numbers, we're also dedicating funding to build the strongest workforce in the nation. These strategic investments will prepare our state for the future and provide greater opportunity for Tennesseans across rural and urban communities.

Finally, this budget allocates significant levels of funding to ensure Tennessee remains a standard bearer for opportunity, security and freedom, including investments that support strong and healthy families, keep every community safe, spur innovation and preserve our natural resources.

Tennessee reminds people that America hasn't lost her way, and I commend your partnership to continue our state's decades of commitment to a balanced budget that also recognizes the priorities of Tennesseans. Serving alongside you is an honor, and I look forward to working with you in the days ahead.

Sincerely,

A handwritten signature in black ink that reads "Bill Lee".



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATE CAPITOL
NASHVILLE, TENNESSEE 37243-0285
JIM BRYSON
COMMISSIONER**

February 6, 2023

The Honorable Bill Lee
State Capitol
600 Dr. Martin Luther King, Jr. Blvd.
Nashville, TN 32743

Dear Governor Lee,

It is my honor and privilege to present you with the fiscal year 2024 budget. This budget is balanced, assumes conservative yet practical growth rates, incurs no new debt, pays down state liabilities, and reserves funding for future contingencies.

The past three years have been challenging and uncertain. However, collaborating with the legislature, we weathered those storms by limiting budget growth and preserving cash. Those decisive actions put us in a strong financial position to propose strategic investments focused on solving problems and improving the lives of current and future Tennesseans.

The proposed fiscal year 2024 budget is \$55.6 billion, slightly lower than the \$56.2 billion FY2023 budget. The lower total budget is a result of an expected decrease in federal funding in fiscal year 2024 due to the expiration of federal pandemic funding. This \$55.6 billion budget includes \$29.9 billion from state appropriations, \$18.8 billion from federal funding, and \$6.8 billion from other sources.

This budget makes major investments in Tennessee's future while preparing for uncertain days ahead. We consulted economic experts across our state who unanimously counseled caution about the FY24 economy. We have followed those recommendations by applying conservative growth projections, using more than \$2.8 billion of recurring revenue for one-time expenditures, paying down liabilities, funding the Rainy Day Fund, and incurring no new debt. Thus, we are in a position to better manage future revenue fluctuations while maintaining our commitment to critical investments.

The collaboration between your administration and the legislature has resulted in Tennessee's solid financial position during an extraordinarily uncertain and challenging period. I am grateful for the opportunity to work with you and the legislature on this budget and other critical matters in the months ahead.

Respectfully,

A handwritten signature in black ink, appearing to read "Jim Bryson".

Jim Bryson, Commissioner
Department of Finance & Administration

Budget Highlights

Recommended Budget, Fiscal Year 2023-2024

The fiscal year 2023-2024 budget consists of strong revenues from an economy favorable to families and businesses in Tennessee and strategic investments that focus resources on new efforts to improve the lives of Tennesseans.

The total recommended state budget for fiscal year 2023-2024 is \$55.6 billion, with \$29.9 billion from state appropriations; \$18.8 billion from federal funds; \$4.7 billion from other departmental revenues; \$2.0 billion from higher education student tuition and fees; and \$83.8 million in bonds. This is a decrease of \$618.6 million in total funding and an increase of \$3.1 billion in state funding from the revised current fiscal year 2022-2023 spending estimates. Federal revenue is decreasing by \$3.2 billion, departmental revenue is decreasing by \$2.2 million, capital and highway construction bonds decrease by \$499.7 million, and higher education student tuition and fees remain the same.

Midyear review of state tax collections and advice from economists and the State Funding Board suggest that current-year estimates of taxes collected by the Department of Revenue show strong growth. The revised recurring current-year growth rate in the general fund is 7.7 percent compared with the actual 2021-2022 Department of Revenue collections. For fiscal year 2023-2024, before inter-fund reallocations, recurring general fund taxes are expected to grow by \$437 million above the revised current-year estimate. This is a 2.25 percent recurring general fund growth rate above the revised current-year estimate.

The revised revenue estimates for the current year and estimates for next year are based on strong economic growth in fiscal year 2022-2023 and moderated growth through fiscal year 2023-2024 and beyond.

Taxes, Infrastructure, and Business Development

The administration is proposing legislation to reduce multiple taxes. Called “Tennessee Works Tax Reform Act of 2023,” the legislation proposes changes to the sales tax, franchise tax, excise tax, and business tax. The proposed legislation adopts the single sales factor apportionment for franchise and excise taxes, conforms with the federal bonus depreciation provisions of the 2017 Tax Cuts and Jobs Act, extends the business tax manufacturing exemption to sales of manufactured goods made from a manufacturer’s storage facility located within ten miles of the manufacturing location, lowers the business tax rate for industrial loan and thrift companies, establishes a standard reduction from excise tax up to \$50,000 of net earnings, exempts up to \$500,000 of property from the franchise tax minimum measure, increases the filing threshold for the business tax from \$10,000 to \$100,000, creates a three-month sales tax holiday on food, and establishes a state paid family leave tax credit against franchise and excise taxes for a two-year pilot period. The sum of these actions is estimated to reduce tax collections by almost \$54,000,000 recurring and \$360,000,000 non-recurring.

Budget Highlights

To address infrastructure needs, the administration is proposing legislation to address Tennessee's transportation system. The legislation proposes the use of public-private partnerships (P3s), allows for alternative project delivery, and brings the electric vehicle fee into parity with gasoline vehicles. Further, the proposed legislation establishes the Transportation Modernization Fund. This budget allocates \$3,000,000,000 into the fund from the general fund for transportation projects that address congestion in all four of the Department of Transportation's regions.

In the Department of Economic and Community Development (ECD), an appropriation of \$103,000,000 (\$18,000,000 recurring) is recommended for the Jobs4TN program in ECD to create new opportunities for Tennessee's workforce and to support the growth and retention of the state's traditional jobs base. This appropriation is necessary to recruit new businesses and support workforce training, marketing, and education. To supplement the Fiscal Year 2022-2023 Budget, an appropriation of \$340,000,000 is recommended for the Jobs4TN program for new development projects.

Grants and services to assist rural communities and distressed counties are funded with \$45,000,000 non-recurring. This rural development fund helps with site development, community asset improvements, marketing, strategic planning, downtown revitalization, and technical assistance.

To encourage investment in the nuclear power supply chain in the state, the administration recommends an appropriation of \$50,000,000 non-recurring for a nuclear energy supply chain investment fund.

To strengthen tourism, the administration proposes making a grant to the city of Memphis for tourism-related infrastructure in an amount of \$350,000,000 non-recurring for improvements at the FedEx Forum and Simmons Bank Liberty Stadium.

Investments in Health and Social Services

In the Health and Social Services functional group, the administration recommends both new services to individuals and increased reimbursement for those providing services to citizens.

The Tennessee Strong Families initiative is a multi-agency effort to invest in comprehensive supports for infants, mothers, and vulnerable children.

In the TennCare program, multiple appropriations are proposed: increasing the pregnancy eligibility threshold to 250% of the federal poverty level (\$5,145,300 recurring state funding), making a grant to the Tennessee Initiative for Perinatal Quality Care (\$375,000 recurring), permanently extending TennCare postpartum coverage for a full year (\$4,663,200 recurring), increasing the parental eligibility income threshold to 100% of the federal poverty limit (\$13,556,900 recurring), implementing 12-month continuous TennCare eligibility for low-income children (\$5,234,000 recurring), and creating a lactation consultant benefit (\$1,037,700 recurring).

Budget Highlights

In the Department of Health, multiple appropriations are proposed: making a grant to the Community Health Access and Navigation in Tennessee (CHANT) program (\$1,335,300 recurring state funding), implementing a doula pilot program (\$1,000,000 non-recurring), building out perinatal telehealth infrastructure (\$2,300,000 recurring), and increasing grants to regional perinatal health centers (\$2,000,000 recurring).

In the Department of Intellectual and Developmental Disabilities Services, multiple appropriations are proposed for specialized placements for children in foster care with special or complex needs: \$15,000,000 recurring other funding for children with disabilities in hospitals that will be stepped down to a lesser level of institutional care, \$22,000,000 recurring state funding for children in longer-term placements who are unable to be placed in traditional foster care, and \$5,000,000 non-recurring state funding for provider network development for children who are currently in Department of Children's Services custody or in foster care but will require specialized institutional/residential care in the future.

In the Finance and Administration Office of Criminal Justice Programs, \$100,000,000 non-recurring state funding is recommended to make direct supports grants to crisis pregnancy centers statewide.

In the Department of Human Services, \$250,000 non-recurring is recommended to overhaul the KidsCentralTN website.

In the Department of Labor and Workforce Development, a summer youth employment pilot program is recommended with \$15,000,000 non-recurring to connect youths and young adults with paid work experiences and career exploration opportunities.

In Miscellaneous Appropriations, \$10,250,000 non-recurring is recommended for the TN Fosters Hope program.

In the Department of Children's Services, the administration is proposing legislation to improve adoption and foster care process. Recurring state funding of \$1,168,100 is recommended for this legislation.

Total state appropriations recommended for the Tennessee Strong Families initiative is \$190,315,500.

Multiple cost increases are recommended in the Department of Children's Services. Rate increases totaling \$4,935,500 recurring state funding are recommended for foster care, adoption assistance, and subsidized permanent guardianship programs. Funding to address increased adoption assistance of \$1,926,800 recurring is recommended. To increase the number of placements at private providers, \$13,885,100 recurring is recommended. A rate increase for private providers of \$8,085,800 recurring is also recommended. Funds to increase private provider case management include \$5,034,800 recurring state funding. This budget recommends salary increases for case managers (\$7,061,800 recurring) and security staff at John Wilder Youth Development Center (\$1,039,000 recurring). To replace aging information systems,

Budget Highlights

\$31,000,000 non-recurring state funding is recommended for the Tennessee Family and Child Tracking System (TFACTS); \$814,700 non-recurring for a child health system; \$75,000 recurring for a learning management system for foster parents; \$2,895,000 (\$1,500,000 non-recurring) for various information technology resources; and \$300,000 recurring for a forensic interview filing system. Further, an expansion of safe baby courts in the state is recommended with \$1,025,000 recurring state funding.

To increase reimbursements to those providing health-related services to Tennesseans, the following cost increases are recommended. In the Commission on Aging and Disability, a recurring \$300,000 state funding is recommended for direct service providers. For direct service providers in the TennCare program, a recurring \$6,337,000 is recommended. Other TennCare providers include a recommendation of \$2,000,000 recurring. Providers working with the Department of Children's Services have a recurring recommendation of \$18,499,200 (\$8,085,800 in DCS and \$10,413,400 in the TennCare budget). Providers, both direct service providers and other providers, working with the Department of Intellectual and Developmental Disabilities Services have a recurring recommendation of \$14,740,900 (contained in the TennCare budget). In the Department of Mental Health and Substance Abuse Services, a recurring \$9,000,000 is recommended.

In the Department of Health, a non-recurring \$16,000,000 is recommended to continue a pilot program to address unmet dental services needs and increase the number of dentists practicing in the state.

Investments in Preserving Tennessee's Outdoor Heritage

The administration is proposing over \$450,000,000 in growing state parks and natural areas, transforming contaminated areas to productive use, and supporting the state's great outdoors industry.

For state parks, natural areas, and forests, this budget recommends \$328,745,700 (\$324,859,800 non-recurring) in operating and capital improvements. The recommendation includes the creation of new state parks (Middle Fork Bottoms, North Chickamauga, Devil's Backbone, Fiery Gizzard), new natural areas (Hampton Creek Cove, Short Springs, Stillhouse Hollow), and improvements to Natchez Trace Recreation Area, Scott's Gulf State Park, and Savage Gulf State Park. Further, funding is allocated to increase park accessibility, to make a grant to the Tennessee State Parks Conservancy, to deposit funds into the Heritage Conservation Trust, and to invest in forestry conservation.

For trails, \$41,155,000 (\$40,800,000 non-recurring) is recommended. Funds are allocated to complete the Cumberland Trail and Mountain Goat Trail, expand the Tweetsie Trail and construct a pedestrian bridge, and provide funds to the Wolf River Greenway.

For environmental cleanup, this budget recommends \$82,730,400 (\$71,485,000 non-recurring). The administration is proposing legislation to fast-track remediation and redevelopment of brownfield properties. Also, funds are allocated to clean non-National Priority List sites

Budget Highlights

(\$40,000,000 non-recurring), dry cleaner sites (\$5,000,000 non-recurring), and a site in Oak Ridge (\$25,000,000 non-recurring). Other programs funded in this category include grants to localities to improve water quality, water conservation funding, and high hazard dam remediation planning funding.

Investments in Public Safety

The number of law enforcement positions statewide is increased with this budget. In the Tennessee Bureau of Investigation, 25 forensic services positions and \$4,528,100 are recommended. In the Tennessee Highway Patrol, 142 new trooper positions and \$28,725,500 are recommended. Further, 122 agents and \$24,740,100 are recommended in the Department of Safety's Homeland Security Office. The Homeland Security agents will specialize in school safety and threat assessment initiatives.

The administration proposes legislation to modernize and strengthen the state's school safety oversight structure by enhancing physical security of school buildings, ensuring first responder preparedness, and increasing collaboration between school safety stakeholders. To accomplish these goals, this budget proposes a \$20,000,000 school safety improvements grants fund and the establishment of 122 Homeland Security agents (see previous description above).

To further enhance emergency and first responder communications in the state, the administration proposes \$357,000,000 non-recurring for the Tennessee Advanced Communications Network (TACN) in the Department of Safety. Of the \$357,000,000 total, \$76,000,000 is allocated to transition all remaining state agencies onto the TACN system, \$24,500,000 is allocated to purchase radios for local agencies to use on TACN, and \$256,500,000 million is allocated to expand network coverage.

Investments in Education

Fiscal Year 2023-2024 is the first year under the new public education funding formula – the Tennessee Investment in Student Achievement (TISA). The recommended cost increase for TISA is \$350,000,000 recurring state funding. The \$350,000,000 total accounts for salary increases, group health insurance premiums, and retirement contributions for local education employees; the base, weights, direct funding and outcomes. Combined with a recurring \$750,000,000 in the base budget, new recurring state funding for the education formula sums to more than \$1,000,000,000.

For higher education, a recurring state appropriation of \$47,901,500 fully funds the outcome funding formula and a 7.7 percent inflationary increase for a portion of the operating base budget for the University of Tennessee system (\$13,577,600), Locally Governed Institutions, (\$18,040,900), and the Board of Regents (\$16,283,000). The outcome funding formula appropriations may be used for program improvements that assist the institutions in meeting outcomes such as student progression, degree production, research and service, efficiency metrics, and other outcome measures related to institutional mission.

Investments in Employees

To continue implementing Pay for Performance in executive branch agencies, an appropriation of \$92,612,500 is recommended. This amount funds a 5 percent increase pool effective July 1, 2023.

Salary increases for state employees not covered by the Tennessee Excellence, Accountability, and Management (TEAM) Act will be funded with an appropriation of \$20,764,000. The amount of increase each employee receives will be decided by the appointing authorities of those agencies.

To address employee salaries in relation to the market, a recurring \$165,047,900 appropriation is recommended.

Several investments in employee benefits are recommended as well. Changes to state employee benefits are funded with a recommendation of \$17,429,500 recurring for group health insurance. Also recommended is a non-recurring \$35,735,300 appropriation to double the state match to employee 401(k) accounts for the first \$50 employee contribution. Further, this budget recommends making non-recurring deposits of \$300,000,000 to the Tennessee Consolidated Retirement System (TCRS) Trust Fund and \$250,000,000 to the Other Postemployment Benefits (OPEB) Trust Fund to reduce or eliminate unfunded liabilities in both trust funds.

A total of \$10,204,100 in state funding is required to pay salary increases mandated by state law for certain job classifications within state government. These jobs and the state dollars necessary to fund the required increases include state judges, the Attorney General, assistant district attorneys and criminal investigators, assistant public defenders and criminal investigators, public defender offices in Shelby and Davidson counties, assistant post-conviction defenders, the Governor, trooper step increases, and border-state survey for Commerce and Insurance officers, and wildlife officer step increases and border-state survey.

State statutes mandate that teachers at state-run schools must be compensated based on training and experience. To fund this requirement, \$2,100 is provided to the Department of Children's Services for the youth development center schools and \$846,300 in the Department of Education for state special schools.

Investments in Capital

Capital outlay in fiscal year 2023-2024 totals \$1,932,161,000, including \$1,711,877,300 in non-recurring current funds and \$220,283,700 from federal and other sources. An appropriation of \$113,236,000 is recommended for statewide capital maintenance, including \$51,620,000 for general government, \$41,956,000 for the Board of Regents, \$16,060,000 for the University of Tennessee, and \$3,600,000 for Locally Governed Institutions.

Contained in the totals above, the Facilities Revolving Fund capital budget provides an additional \$84,220,000 for projects and maintenance of state office buildings and similar

Budget Highlights

facilities maintained through agency rent payments. Capital projects funded from dedicated sources of revenue in the amount of \$5,090,000 are also recommended for the Tennessee Wildlife Resources Agency.

Included in the capital investments above is \$952,925,000 to fully fund the Tennessee Colleges of Applied Technology (TCAT) Masterplan. In the \$952,925,000 are amounts for replacement campuses, new campus locations, new buildings on existing campuses (\$945,925,000), and maintenance funds (\$7,000,000).

Revenue Fluctuation and TennCare Reserves

The revenue fluctuation reserve, commonly referred to as the “Rainy Day Fund,” allows services to be maintained when revenue growth is slower than estimated in the budget, mainly during economic downturns. The revenue fluctuation reserve was \$1,550,000,000 on June 30, 2022, and is estimated to be \$1,800,000,000 on June 30, 2023, including an additional deposit of \$250,000,000. A recommended deposit of \$250,000,000 to the fund in fiscal year 2023-2024 will have the total revenue fluctuation reserve at \$2,050,000,000 on June 30, 2024.

The TennCare reserve consists of prior-year unspent funds appropriated to the TennCare program. The reserve, as of June 30, 2022, is over \$1,000,000,000 and is expected to be the same on June 30, 2023, and June 30, 2024.

Conclusion

The Budget Document includes narrative program statements for each of the line-item programs for which funds are recommended. In addition, detailed statements explain the recommended cost increases.

The Budget Document

Introduction

Tennessee Code Annotated, Section 9-4-5106, requires that the financial plan of Tennessee's state government be presented in three parts:

1. Financial Policy – The state's financial policy, contrasting the relationships between expenditures and revenues from all sources that are estimated for the ensuing fiscal year, with the corresponding figures for the latest completed fiscal year and the fiscal year in progress, and a budget summary;

2. Detailed Budget Estimates – Estimates of expenditures and revenues, including all funding sources; program statements; statement of the state's bonded indebtedness, detailing redemption requirements until retirement, the net and gross debt of the state, and condition of the sinking fund; and

3. Appropriations Bill and Other Budget Bills – The General Appropriations Bill, through which the General Assembly gives legal sanction to the financial plan it adopts. Upon passage, this bill appropriates by agency and funds the expenditures for the ensuing fiscal year. The revenues by which these expenditures are financed also are detailed in this bill. In addition, other bills required to give legal sanction to the financial plan must be filed.

Parts one and two are included in the Budget Document. The format of the Budget Document is reviewed annually for clarity and content. Part three, the Appropriations Bill and other budget legislation, such as the Bond Authorization Bill, are separate documents.

The "Introduction" section of the Budget Document begins with transmittal letters from

the Governor to the General Assembly and from the Commissioner of Finance and Administration to the Governor. These letters and the following budget highlights summarize the policy and financial recommendations included in the document.

The next section of the Budget Document, entitled "Budget Overview," is a brief summary of the total budget.

This overview is a series of charts and schedules that summarize the budget. The total state budget and the general fund budget are represented by pie charts that detail each major tax and each functional area for the recommended budget. Tennessee's current tax structure has the majority of its tax revenue coming from the sales tax, the largest portion of which funds K-12 education.

The overview schedules clarify and detail the expenditures, revenue sources, and personnel requirements of state government.

The Budget Document has several total budget schedules comparing programs by funding source and showing how those funds are derived.

Also included are tables that list, by department, the cost increases proposed for the next fiscal year. A separate table lists, by department, proposed base budget reductions, indicating the percentage of reduction compared with general fund state appropriations and with so-called discretionary appropriations. The discretionary appropriations exclude appropriations from all dedicated taxes and fees, federal aid, and other departmental revenue; and general fund appropriations for the K-12 Tennessee Investment in Student Achievement (TISA), pre-kindergarten, constitutionally and statutorily required salaries of judges, 32 district attorneys general, 32 public defenders, and certain programs affecting indigent or low-income

persons. The specific base reductions by program are itemized in a separate table.

There are two charts that provide the total fund balance available, indicating the appropriation requirements and the general fund and education fund revenues and reserves available to meet that need: "General Fund and Education Fund, Comparison of Appropriation Requirements and State Revenues" for the current year and next (or recommended budget) year. The two charts show how the budget is balanced against general fund and education fund tax revenues for the two fiscal years. Because of its dedicated funding sources, the Department of Transportation's appropriation requirements and revenue sources are stated on a separate chart.

All agencies and departments are included in the summary comparison schedules by program and funding source.

Other schedules provide detail on the supplemental appropriations required to maintain programs in the current fiscal year, the Constitutional spending limitation requirement, a summary of personnel and funding for all state agencies and higher education institutions, and Tennessee characteristics, which include demographic and other information on the state.

Charts in the overview summarize base budget reductions and base budget adjustments (or increases). The charts reflect changes from the current-year work program recurring state appropriations.

The overview also includes charts summarizing the lottery for education revenue estimates, program requirements funded from the lottery revenue, and lottery reserve fund balances.

The section entitled "State Tax Revenues" presents state tax revenue estimates for the ensuing fiscal year, compared with actual collections for the previous year and the revised estimate for the current year. This section explains the various sources of revenue, by collecting agency, and the statutory apportionment among the various funds: the general fund,

education fund, highway fund, sinking (or debt service) fund, and cities and counties fund.

Included in the "Financial Statements" section are the comparative balance sheets for the general fund, education fund, and highway fund.

This section is followed by the expenditures and requirements of the debt service fund for the previous, current, and subsequent fiscal years. A debt service fund comparative balance sheet also is included.

The status of the various authorized and unissued bonds is given in a schedule of bonds and appropriations made for capital purposes in lieu of bond issuance. The statement of bonded indebtedness presents the retirement schedule for the state's bonded debt. The cost of outstanding bonds is reflected as principal and interest.

The proposed capital outlay for the ensuing fiscal year is included within the "Capital Outlay and Facilities Program" section. Specific projects are shown for each department impacted, along with capital maintenance. Whether from current funds of the general fund, the sale of general obligation bonds, or from other sources, the proposed funding for each project is indicated.

All of the summary charts and program statements in this Budget Document include appropriations from all state sources, both general taxes and dedicated taxes and fees.

The major portion of the Budget Document is "Program Statements by Functional Area." For presentation in the Budget Document, departments and agencies with related missions, programs, goals, and objectives are grouped, resulting in six functional areas. This enables legislators, policy-makers, and citizens to have a better concept of the magnitude and costs of services provided through the various functional areas of state government.

At the beginning of each functional area presentation is an introduction to the associated agencies; tables that show the total expenditures, funding sources, and personnel of each functional area; and a list of cost

The Budget Document

increases that are recommended for that area of state government

The activities and responsibilities of the departments and agencies are explained through narrative descriptions of each program.

Following this narrative, fiscal and personnel data are provided for the last completed year, the current year, and the next year.

The next-year estimates include the level of funding and number of positions for the

recommended base budget, program cost increases, and the total recommended.

Following the “Program Statements by Functional Area,” the next-to-last section of the Budget Document is “Budget Process.” This section includes explanatory sections entitled “The Budget Process,” and “Basis of Budgeting and Accounting.”

The final section is the “Glossary and Index.”

Budget Overview



Budget Overview

Summary Statements and Charts

Table of Contents



Total State Budget (Pie Charts)	A-6
General Fund Budget (Pie Charts).....	A-7
Total State Budget, Comparison of Programs and Revenue Sources	A-8
Total State Budget, Comparison of Programs by Revenue Sources.....	A-9
General Fund and Education Fund, Comparison of Appropriation Requirements and State Revenues, Fiscal Year 2022-2023	A-10
General Fund and Education Fund, Comparison of Appropriation Requirements and State Revenues, Fiscal Year 2023-2024	A-11
Department of Transportation, Comparison of Appropriations and Funding Requirements.....	A-12
Department of Transportation, Comparison of Appropriations by Funding Sources.....	A-13
Department of Transportation, Actual Expenditures by Program and Funding Source, Fiscal Year 2021-2022	A-14
Department of Transportation, Revised Budget by Program and Funding Source, Fiscal Year 2022-2023	A-15
Department of Transportation, Recommended Budget by Program and Funding Source, Fiscal Year 2023-2024	A-16
Comparison of Programs (by Department).....	A-17
Funding Summary, All Programs	A-23
Departmental Comparison of Appropriations from State Revenues, Recurring and Non-Recurring, for Fiscal Years 2022-2023 and 2023-2024	A-24
Available Funds, Fiscal Year 2022-2023	A-26
Supplemental Appropriations, General Fund and Dedicated Funds, Fiscal Year 2022-2023	A-27

Budget Overview

Table of Contents

Preliminary Base Budget Adjustments, Fiscal Year 2023-2024.....	A-28
Agency Base Budget Reductions, General Fund State Appropriations, Fiscal Year 2023-2024	A-29
Summary of Cost Increases, Fiscal Year 2023-2024.....	A-30
Rainy Day Fund and TennCare Reserve, Fiscal Year 2019-2020 Through 2023-2024.....	A-31
Base Appropriations Preserved by Proposed Assessment Legislation, Fiscal Year 2023-2024	A-32
2023 Recommended Legislation with Fiscal Impact, General Fund, Dedicated, Federal, and Other Funding Fiscal Year 2023-2024	A-33
Lottery-Funded Education Programs, Comparison of Appropriation Requirements, Revenues, Reserves, and Scholarship Award Levels, Fiscal Years 2021-2022 Through 2026-2027	A-34
Tennessee Promise Last Dollar Scholarship, Multi-Year Projection, Fiscal Years 2021-2022 Through 2023-2024	A-35
Comparison of Authorized Positions, State Agencies and Higher Education	A-36
Authorized Positions Change, Recommended 2023-2024 Change from Estimated 2022-2023	A-37
Summary Comparison of Tennessee Personal Income and Appropriations from State Tax Revenues....	A-38
Constitutional Spending Limit Summary, Appropriations from Existing State Tax Revenues, Fiscal Year 2023-2024.....	A-39
Full-Time Employees Overlapped Over 90 Days	A-40
Federal Aid Trends, Fiscal Year 2023-2024	A-41
Summary of Funding Provided to Tennessee for COVID-19, September 30, 2022	A-43
CARES Act, Coronavirus Relief Fund.....	A-46
American Rescue Plan, State Fiscal Recovery Fund.....	A-47

Budget Overview

Table of Contents

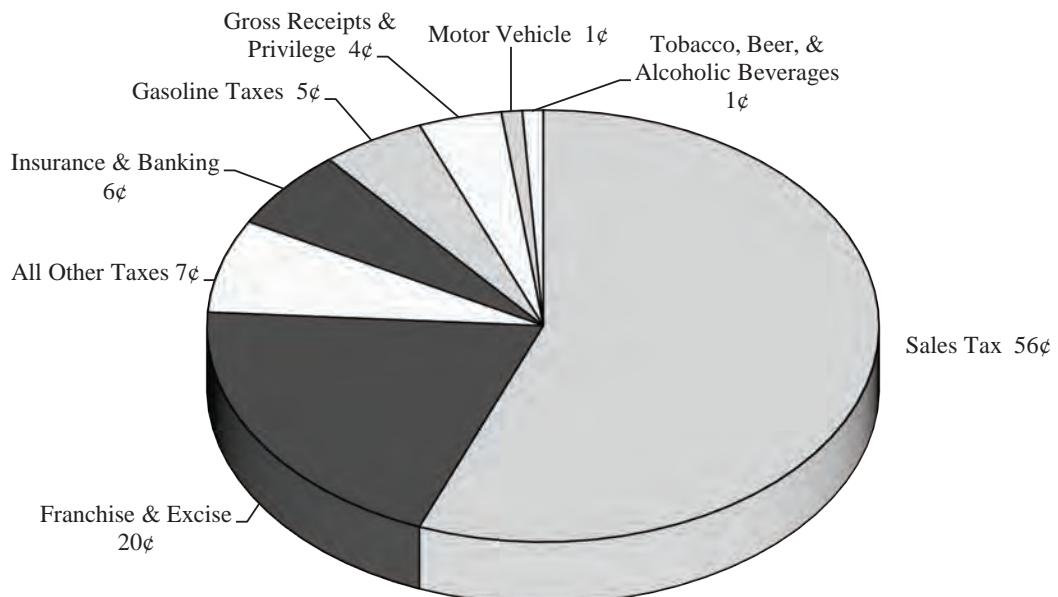
Tennessee Economic OverviewA-48

Tennessee Characteristics.....A-50

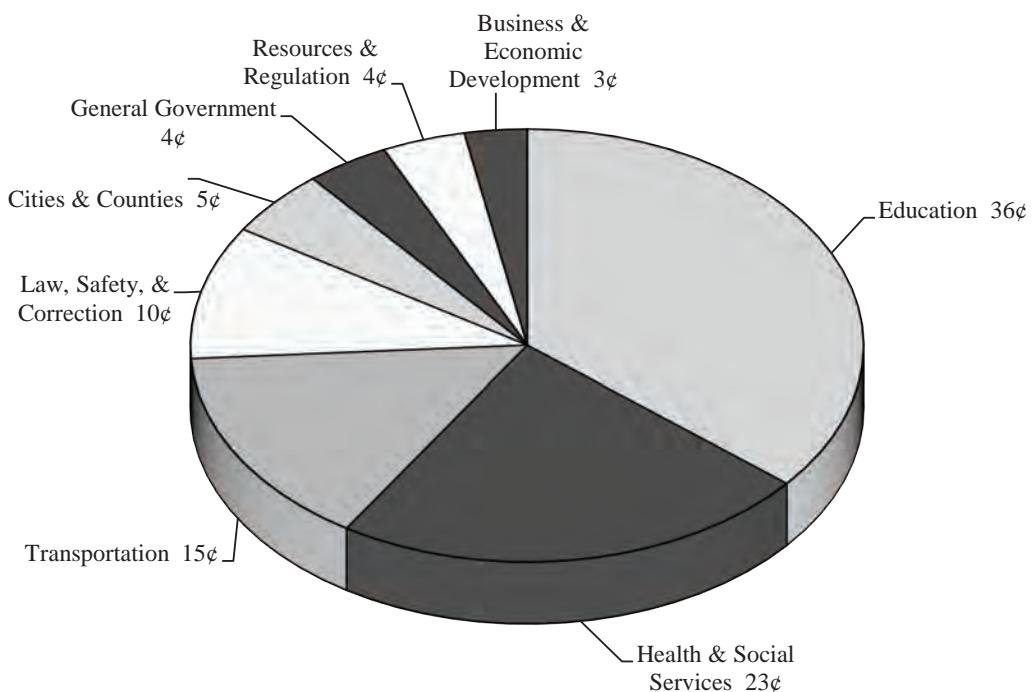
Total State Budget

Fiscal Year 2023-2024

Where Your State Tax Dollar Comes From



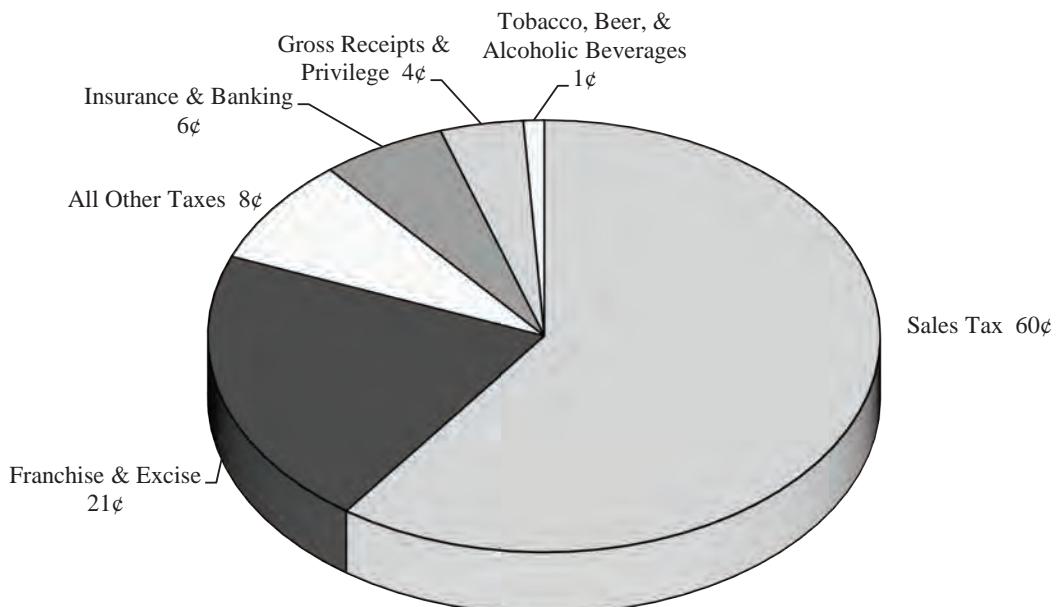
Where Your State Tax Dollar Goes



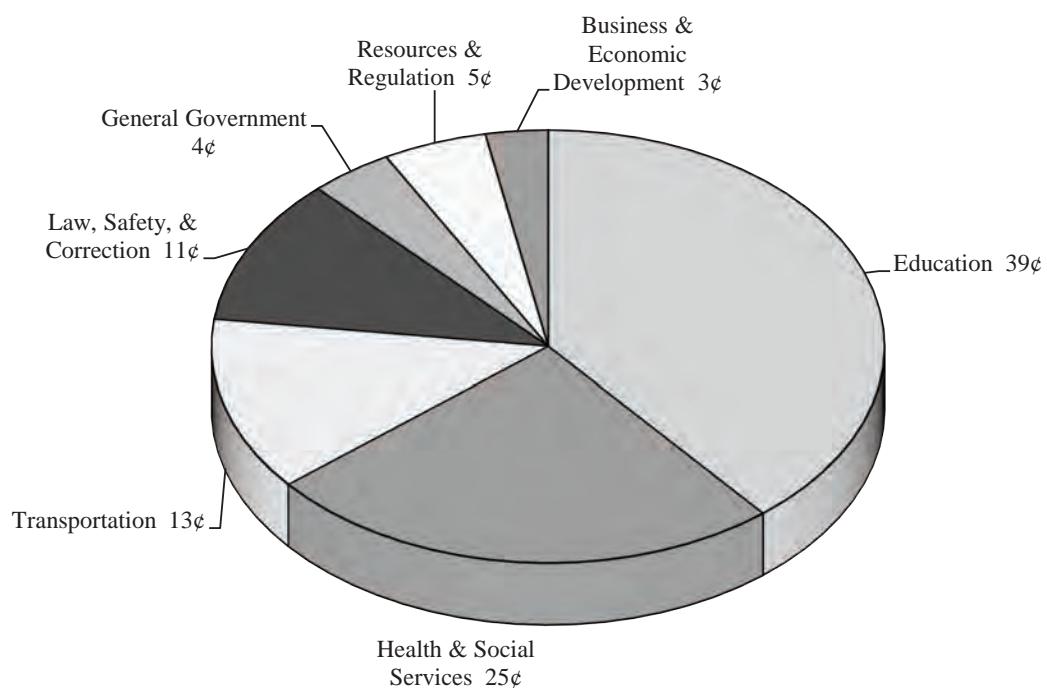
General Fund Budget

Fiscal Year 2023-2024

Where Your State Tax Dollar Comes From



Where Your State Tax Dollar Goes



Total State Budget
Comparison of Programs and Revenue Sources
Fiscal Years 2021-2022, 2022-2023, and 2023-2024

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
I. PROGRAMS					
ALL PROGRAMS	\$ 44,777,308,100	\$ 56,195,150,731	\$ 55,576,570,900	\$ 11,417,842,631	\$ (618,579,831)
General Fund ¹	40,563,379,900	48,102,477,431	48,904,766,300	7,539,097,531	802,288,869
Department of Transportation	1,930,072,200	2,459,108,200	2,697,493,500	529,036,000	238,385,300
Debt Service Requirements	344,135,500	378,353,000	342,101,000	34,217,500	(36,252,000)
Capital Outlay Program	423,036,000	3,582,563,000	1,932,161,000	3,159,527,000	(1,650,402,000)
Facilities Revolving Fund	161,261,400	162,949,100	162,949,100	1,687,700	0
Cities & Counties - State Shared Taxes	1,355,423,100	1,509,700,000	1,537,100,000	154,276,900	27,400,000
II. REVENUE SOURCES					
APPROPRIATION	\$ 18,527,462,100	\$ 26,850,717,731	\$ 29,931,322,500	\$ 8,323,255,631	\$ 3,080,604,769
General Fund ¹	15,758,992,900	21,137,499,431	25,212,538,700	5,378,506,531	4,075,039,269
Department of Transportation	714,730,600 ²	998,836,000	1,115,403,500	284,105,400	116,567,500
Debt Service Requirements	344,135,500	378,353,000	342,101,000	34,217,500	(36,252,000)
Capital Outlay Program	346,662,000 ²	2,814,027,300	1,711,877,300	2,467,365,300	(1,102,150,000)
Facilities Revolving Fund	7,518,000	12,302,000	12,302,000	4,784,000	0
Cities & Counties - State Shared Taxes	1,355,423,100	1,509,700,000	1,537,100,000	154,276,900	27,400,000
BONDS	\$ 0	\$ 583,500,000	\$ 83,800,000	\$ 583,500,000	\$ (499,700,000)
Department of Transportation	0	83,500,000	83,800,000	83,500,000	300,000
Capital Outlay Program	0	500,000,000	0	500,000,000	(500,000,000)
FEDERAL	\$ 19,433,972,300	\$ 22,020,910,700	\$ 18,823,673,300	\$ 2,586,938,400	\$ (3,197,237,400)
General Fund	18,262,642,000	20,658,346,100	17,351,088,300	2,395,704,100	(3,307,257,800)
Department of Transportation	1,159,858,300	1,338,388,100	1,442,497,500	178,529,800	104,109,400
Capital Outlay Program	11,472,000	24,176,500	30,087,500	12,704,500	5,911,000
CURRENT SERVICES & OTHER	\$ 6,815,873,700	\$ 6,740,022,300	\$ 6,737,775,100	\$ (75,851,400)	\$ (2,247,200)
General Fund ³	6,541,745,000	6,306,631,900	6,341,139,300	(235,113,100)	34,507,400
Department of Transportation	55,483,300	38,384,100	55,792,500	(17,099,200)	17,408,400
Capital Outlay Program	64,902,000	244,359,200	190,196,200	179,457,200	(54,163,000)
Facilities Revolving Fund	153,743,400 ⁴	150,647,100	150,647,100	(3,096,300)	0
TOTAL STATE BUDGET	\$ 44,777,308,100	\$ 56,195,150,731	\$ 55,576,570,900	\$ 11,417,842,631	\$ (618,579,831)

¹ General Fund includes Education Lottery-funded programs.

² Includes tax revenues and bonds.

³ Includes Higher Education tuition and student fees.

⁴ Includes departmental operating revenues.

Total State Budget
Comparison of Programs by Revenue Sources
Fiscal Years 2021-2022, 2022-2023, and 2023-2024

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
I. GENERAL FUND ¹	\$ 40,563,379,900	\$ 48,102,477,431	\$ 48,904,766,300	\$ 7,539,097,531	\$ 802,288,869
Appropriation	15,758,992,900	21,137,499,431	25,212,538,700	5,378,506,531	4,075,039,269
Federal	18,262,642,000	20,658,346,100	17,351,088,300	2,395,704,100	(3,307,257,800)
Current Services & Other Revenue ²	6,541,745,000	6,306,631,900	6,341,139,300	(235,113,100)	34,507,400
II. DEPARTMENT OF TRANSPORTATION	\$ 1,930,072,200	\$ 2,459,108,200	\$ 2,697,493,500	\$ 529,036,000	\$ 238,385,300
Appropriation	714,730,600 ³	998,836,000	1,115,403,500	284,105,400	116,567,500
Federal	1,159,858,300	1,338,388,100	1,442,497,500	178,529,800	104,109,400
Current Services & Other Revenue	55,483,300	38,384,100	55,792,500	(17,099,200)	17,408,400
Bonds	0	83,500,000	83,800,000	83,500,000	300,000
III. DEBT SERVICE REQUIREMENTS	\$ 344,135,500	\$ 378,353,000	\$ 342,101,000	\$ 34,217,500	\$ (36,252,000)
Appropriation	344,135,500	378,353,000	342,101,000	34,217,500	(36,252,000)
IV. CAPITAL OUTLAY PROGRAM	\$ 423,036,000	\$ 3,582,563,000	\$ 1,932,161,000	\$ 3,159,527,000	\$ (1,650,402,000)
Appropriation	346,662,000 ³	2,814,027,300	1,711,877,300	2,467,365,300	(1,102,150,000)
Federal	11,472,000	24,176,500	30,087,500	12,704,500	5,911,000
Current Services & Other Revenue	64,902,000	244,359,200	190,196,200	179,457,200	(54,163,000)
Bonds	0	500,000,000	0	500,000,000	(500,000,000)
V. FACILITIES REVOLVING FUND	\$ 161,261,400	\$ 162,949,100	\$ 162,949,100	\$ 1,687,700	\$ 0
Appropriation	7,518,000	12,302,000	12,302,000	4,784,000	0
Current Services & Other Revenue	153,743,400 ⁴	150,647,100	150,647,100	(3,096,300)	0
VI. CITIES & COUNTIES - STATE SHARED TAXES	\$ 1,355,423,100	\$ 1,509,700,000	\$ 1,537,100,000	\$ 154,276,900	\$ 27,400,000
Appropriation	1,355,423,100	1,509,700,000	1,537,100,000	154,276,900	27,400,000
VII. TOTAL STATE BUDGET	\$ 44,777,308,100	\$ 56,195,150,731	\$ 55,576,570,900	\$ 11,417,842,631	\$ (618,579,831)
Appropriation	18,527,462,100	26,850,717,731	29,931,322,500	8,323,255,631	3,080,604,769
Federal	19,433,972,300	22,020,910,700	18,823,673,300	2,586,938,400	(3,197,237,400)
Current Services & Other Revenue ²	6,815,873,700	6,740,022,300	6,737,775,100	(75,851,400)	(2,247,200)
Bonds	0	583,500,000	83,800,000	583,500,000	(499,700,000)

¹ General Fund includes Education Lottery-funded programs.

² Includes Higher Education tuition and student fees.

³ Includes tax revenues and bonds.

⁴ Includes departmental operating revenues.

General Fund and Education Fund
Comparison of Appropriation Requirements and State Revenues
Fiscal Year 2022-2023

	TOTAL	RECURRING	NON-RECURRING
I. APPROPRIATION REQUIREMENTS			
General Fund Programs:			
2022 Appropriations Act - Work Program	\$ 20,676,378,431	\$ 17,948,328,031	\$ 2,728,050,400
2022 Appropriations Act - Dedicated Funds	(24,518,000)	0	(24,518,000)
2023 Supplemental Appropriations - Dedicated Funds	2,470,300	0	2,470,300
2023 Supplemental Appropriations - General Fund	392,977,600	0	392,977,600
Total General Fund Requirements	\$ 21,047,308,331	\$ 17,948,328,031	\$ 3,098,980,300
Less: Overappropriation	(76,808,500)	(76,808,500)	0
Net General Fund Requirements	\$ 20,970,499,831	\$ 17,871,519,531	\$ 3,098,980,300
Other Programs:			
Capital Outlay Program	\$ 2,904,218,400	\$ 90,191,100	\$ 2,814,027,300
Designated to Other Funds:			
Metro Sports Authority Debt Service	\$ 3,350,600	\$ 3,350,600	\$ 0
Dedicated Funds - Reserves	1,000,000	1,000,000	0
Sub-Total Designated to Other Funds	\$ 4,350,600	\$ 4,350,600	\$ 0
Facilities Revolving Fund:			
Facilities Revolving Fund - Operations	\$ 12,302,000	\$ 12,302,000	\$ 0
Total Other Programs	\$ 2,920,871,000	\$ 106,843,700	\$ 2,814,027,300
Total Appropriation Requirements	\$ 23,891,370,831	\$ 17,978,363,231	\$ 5,913,007,600
II. GENERAL FUND REVENUES AND RESERVES			
State Tax Revenue - Department of Revenue	\$ 19,246,900,000	\$ 16,834,500,000	\$ 2,412,400,000
State Tax Revenue - Other State Revenue	2,633,000,000	1,782,580,700	850,419,300
Miscellaneous Revenue	57,000,000	57,000,000	0
Tobacco Master Settlement Agreement Revenue	150,000,000	150,000,000	0
Lottery for Education Account	452,350,600	476,867,400	(24,516,800)
Transfers, Reserves, and Other Available Funds:			
Highway Fund Transfer - Gas Inspection Act	\$ 2,700,000	\$ 2,700,000	\$ 0
Reserve for 2022-2023 Appropriations	4,794,671,400	0	4,794,671,400
Transfer to Rainy Day Fund	(250,000,000)	0	(250,000,000)
Transfer to OPEB Trust Fund	(300,000,000)	0	(300,000,000)
Transfer to TCRS Trust Fund	(350,000,000)	0	(350,000,000)
Transfer to Capital Projects Fund	(221,696,000)	0	(221,696,000)
Debt Service Fund Transfer at June 30, 2023	96,068,000	0	96,068,000
Unappropriated Budget Surplus at June 30, 2022	2,637,374,800	0	2,637,374,800
Rounding	(60,569)	(29,669)	(30,900)
Sub-Total Transfers, Reserves, and Other Available Funds	\$ 6,409,057,631	\$ 2,670,331	\$ 6,406,387,300
Total General Fund Revenues and Reserves	\$ 28,948,308,231	\$ 19,303,618,431	\$ 9,644,689,800
III. AVAILABLE FUNDS AT JUNE 30, 2023			
Available Funds	\$ 5,056,937,400	\$ 1,325,255,200	\$ 3,731,682,200
Total Available Funds	\$ 5,056,937,400	\$ 1,325,255,200	\$ 3,731,682,200
Revenue Fluctuation Reserve at June 30, 2022	\$ 1,550,000,000		
Revenue Fluctuation Reserve at June 30, 2023	\$ 1,800,000,000		

General Fund and Education Fund
Comparison of Appropriation Requirements and State Revenues
Fiscal Year 2023-2024

	TOTAL	RECURRING	NON-RECURRING
I. APPROPRIATION REQUIREMENTS			
General Fund Programs:			
Base Budget Requirements	\$ 17,948,328,031	\$ 17,948,328,031	\$ 0
Rounding Adjustment	(31)	(31)	0
Preliminary Base Budget Adjustments - Dedicated Funds	768,976,900	0	768,976,900
Sum Sufficient Appropriations - Dedicated Funds	(30,595,000)	(30,595,000)	0
Base Budget Reduction Plans - General Fund	(140,989,500)	(78,379,500)	(62,610,000)
Base Budget Recommended	\$ 18,545,720,400	\$ 17,839,353,500	\$ 706,366,900
Cost Increases - Budget Recommendations			
All Programs - General Fund	\$ 6,554,385,000	\$ 1,562,665,600	\$ 4,991,719,400
All Programs - Dedicated Funds	22,242,200	19,642,200	2,600,000
Total Cost Increases Recommended	\$ 6,576,627,200	\$ 1,582,307,800	\$ 4,994,319,400
Total General Fund Requirements	\$ 25,122,347,600	\$ 19,421,661,300	\$ 5,700,686,300
Less: Overappropriation	(76,808,500)	(76,808,500)	0
Net General Fund Requirements	\$ 25,045,539,100	\$ 19,344,852,800	\$ 5,700,686,300
Other Programs:			
Capital Outlay Program	\$ 1,802,068,400	\$ 90,191,100	\$ 1,711,877,300
Designated to Other Funds:			
Metro Sports Authority Debt Service	\$ 3,329,700	\$ 3,329,700	\$ 0
Dedicated Funds - Reserves	1,000,000	1,000,000	0
Sub-Total Designated to Other Funds	\$ 4,329,700	\$ 4,329,700	\$ 0
Facilities Revolving Fund:			
Facilities Revolving Fund - Operations	\$ 12,302,000	\$ 12,302,000	\$ 0
Total Other Programs	\$ 1,818,700,100	\$ 106,822,800	\$ 1,711,877,300
Total Appropriation Requirements	\$ 26,864,239,200	\$ 19,451,675,600	\$ 7,412,563,600
II. GENERAL FUND REVENUES AND RESERVES			
State Tax Revenue - Department of Revenue	\$ 19,794,300,000	\$ 19,862,300,000	\$ (68,000,000)
State Tax Revenue - Department of Revenue - 2023 Legislation	(414,252,900)	(53,856,800)	(360,396,100)
State Tax Revenue - Other State Revenue	2,639,700,000	1,867,400,000	772,300,000
Miscellaneous Revenue	56,000,000	56,000,000	0
Tobacco Master Settlement Agreement Revenue	150,000,000	150,000,000	0
Lottery for Education Account	456,649,400	456,649,400	0
Highway Fund Transfer - Gas Inspection Act	2,700,000	2,700,000	0
Available Funds at June 30, 2023	5,056,937,400	0	5,056,937,400
Transfer to Rainy Day Fund	(250,000,000)	0	(250,000,000)
Transfer to OPEB Trust Fund	(250,000,000)	0	(250,000,000)
Transfer to TCRS Trust Fund	(300,000,000)	0	(300,000,000)
Rounding Adjustment	(806,900)	(83,800)	(723,100)
Total General Fund Revenues and Reserves	\$ 26,941,227,000	\$ 22,341,108,800	\$ 4,600,118,200
III. AVAILABLE FUNDS AT JUNE 30, 2024			
Undesignated Fund Balance	\$ 76,987,800	\$ 2,889,433,200	\$ (2,812,445,400)
Total Available Funds	\$ 76,987,800	\$ 2,889,433,200	\$ (2,812,445,400)
Revenue Fluctuation Reserve at June 30, 2023	\$ 1,800,000,000		
Revenue Fluctuation Reserve at June 30, 2024	\$ 2,050,000,000		

Department of Transportation
Comparison of Appropriations and Funding Requirements
Fiscal Years 2022-2023 and 2023-2024

	2022-2023	2023-2024	Difference
I. APPROPRIATION REQUIREMENTS			
ADMINISTRATION	\$ 122,553,600	\$ 122,168,300	\$ (385,300)
HEADQUARTERS OPERATIONS	49,031,000	52,980,800	3,949,800
FIELD OPERATIONS	88,358,300	97,048,600	8,690,300
GARAGE AND FLEET OPERATIONS	29,412,800	34,491,000	5,078,200
CAPITAL IMPROVEMENTS	10,065,000	3,698,000	(6,367,000)
HIGHWAY SYSTEM MAINTENANCE	395,870,000	474,062,000	78,192,000
STATE-FUNDED PROGRAMS			
Betterments	\$ 800,000	\$ 800,000	\$ -
State Aid	30,622,000	330,622,000	300,000,000
State High Priority Bridges	18,645,800	18,645,800	-
State Industrial Access	25,000,000	25,000,000	-
Local Interstate Connectors	2,000,000	2,000,000	-
Ford General Fund Transfer	-	-	-
Sub-Total State-Funded Programs	\$ 77,067,800	\$ 377,067,800	\$ 300,000,000
FEDERALLY FUNDED PROGRAMS			
Planning and Research	\$ 6,873,000	\$ 8,550,000	\$ 1,677,000
Interstate System	-	-	-
Highway Infrastructure	967,757,700	3,253,374,900	2,285,617,200
Transit	59,578,900	46,862,100	(12,716,800)
Air, Water, and Rail	111,574,000	41,400,000	(70,174,000)
Aeronautics Economic Development Fund	-	-	-
Sub-Total Federally Funded Programs	\$ 1,145,783,600	\$ 3,350,187,000	\$ 2,204,403,400
TOTAL APPROPRIATION REQUIREMENTS	\$ 1,918,142,100	\$ 4,511,703,500	\$ 2,593,561,400
II. STATE FUNDING SOURCES:			
Highway User Taxes	\$ 925,900,000	\$ 1,041,400,000	\$ 115,500,000
Sales Tax - Transportation Equity Fund	28,900,000	28,900,000	-
Miscellaneous Revenue	36,036,000	37,103,500	1,067,500
Bond Authorization	83,500,000	83,800,000	300,000
General Fund Transfers	835,806,100	3,312,500,000	2,476,693,900
Fund Balance	8,000,000	8,000,000	-
TOTAL STATE FUNDING SOURCES	\$ 1,918,142,100	\$ 4,511,703,500	\$ 2,593,561,400

Department of Transportation
Comparison of Appropriations by Funding Sources
Fiscal Years 2022-2023 and 2023-2024

	2022-2023	2023-2024	Difference
I. STATE FUNDS			
Administration	\$ 122,553,600	\$ 122,168,300	\$ (385,300)
Headquarters Operations	49,031,000	52,980,800	3,949,800
Field Operations	88,358,300	97,048,600	8,690,300
Garage and Fleet Operations	29,412,800	34,491,000	5,078,200
Capital Improvements	10,065,000	3,698,000	(6,367,000)
Highway System Maintenance	395,870,000	474,062,000	78,192,000
State-Funded Programs	77,067,800	377,067,800	300,000,000
Federally Funded Programs	1,062,283,600	3,266,387,000	2,204,103,400
Total State Funds	\$ 1,834,642,100	\$ 4,427,903,500	\$ 2,593,261,400
II. BOND AUTHORIZATIONS			
Federally Funded Programs	\$ 83,500,000	\$ 83,800,000	\$ 300,000
Total Bond Authorizations	\$ 83,500,000	\$ 83,800,000	\$ 300,000
III. FEDERAL AID			
Federally Funded Programs	\$ 1,338,388,100	\$ 1,442,497,500	\$ 104,109,400
Total Federal Aid	\$ 1,338,388,100	\$ 1,442,497,500	\$ 104,109,400
IV. LOCAL GOVERNMENTS			
State-Funded Programs	\$ 2,925,000	\$ 9,048,000	\$ 6,123,000
Federally Funded Programs	30,559,100	42,444,500	11,885,400
Total Local Governments	\$ 33,484,100	\$ 51,492,500	\$ 18,008,400
V. OTHER STATE AGENCIES			
Garage and Fleet Services	\$ 4,900,000	\$ 4,300,000	\$ (600,000)
Total Other State Agencies	\$ 4,900,000	\$ 4,300,000	\$ (600,000)
VI. GRAND TOTAL			
Administration	\$ 122,553,600	\$ 122,168,300	\$ (385,300)
Headquarters Operations	49,031,000	52,980,800	3,949,800
Field Operations	88,358,300	97,048,600	8,690,300
Garage and Fleet Operations	34,312,800	38,791,000	4,478,200
Capital Improvements	10,065,000	3,698,000	(6,367,000)
Highway System Maintenance	395,870,000	474,062,000	78,192,000
State-Funded Programs	79,992,800	386,115,800	306,123,000
Federally Funded Programs	2,514,730,800	4,835,129,000	2,320,398,200
Grand Total	\$ 3,294,914,300	\$ 6,009,993,500	\$ 2,715,079,200

**Department of Transportation
Actual Expenditures by Program and Funding Source
Fiscal Year 2021-2022**

	State	Federal	Other	Total
Administration	\$ 94,454,800	\$ 0	\$ 0	\$ 94,454,800
Headquarters Operations	38,065,400	0	0	38,065,400
Field Operations	74,260,000	0	0	74,260,000
Flight Services	1,512,900	0	0	1,512,900
Garage and Fleet Operations	9,876,500	0	3,888,800	13,765,300
Capital Improvements	4,633,500	0	0	4,633,500
Highway System Maintenance	373,059,500	0	2,227,500	375,287,000
STATE-FUNDED PROGRAMS				
Betterments	\$ 578,300	\$ 0	\$ 42,900	\$ 621,200
State Aid	65,413,100	0	28,100	65,441,200
State Industrial Access	30,000,100	0	4,502,900	34,503,000
Local Interstate Connectors	5,443,300	0	4,247,300	9,690,600
Sub-Total State-Funded Programs	\$ 101,434,800	\$ 0	\$ 8,821,200	\$ 110,256,000
FEDERALLY FUNDED PROGRAMS				
Planning and Research	\$ 7,942,500	\$ 21,701,100	\$ 537,900	\$ 30,181,500
Interstate System	0	0	0	0
Highway Infrastructure	237,149,500	1,075,628,400	39,547,400	1,352,325,300
Transit	47,398,500	35,183,100	0	82,581,600
Air, Water, and Rail	61,943,300	27,345,700	460,500	89,749,500
Sub-Total Federally Funded Programs	\$ 354,433,800	\$ 1,159,858,300	\$ 40,545,800	\$ 1,554,837,900
TOTAL APPROPRIATIONS	\$ 1,051,731,200	\$ 1,159,858,300	\$ 55,483,300	\$ 2,267,072,800
STATE FUNDING SOURCES:				
Highway User Taxes	\$ 1,043,099,600			
Sales Tax - Transportation Equity Fund	35,419,500			
Miscellaneous Revenue	39,971,500			
Fund Balance	(66,759,400)			
TOTAL STATE FUNDING SOURCES	\$ 1,051,731,200			

Department of Transportation
Revised Budget by Program and Funding Source
Fiscal Year 2022-2023

	State	Federal	Other	Total
Administration	\$ 122,553,600	\$ 0	\$ 0	\$ 122,553,600
Headquarters Operations	49,031,000	0	0	49,031,000
Field Operations	88,358,300	0	0	88,358,300
Garage and Fleet Operations	29,412,800	0	4,900,000	34,312,800
Capital Improvements	10,065,000	0	0	10,065,000
Highway System Maintenance	395,870,000	0	0	395,870,000
STATE-FUNDED PROGRAMS				
Betterments	\$ 800,000	\$ 0	\$ 100,000	\$ 900,000
State Aid	30,622,000	0	625,000	31,247,000
State High Priority Bridges	18,645,800	0	0	18,645,800
State Industrial Access	25,000,000	0	200,000	25,200,000
Local Interstate Connectors	2,000,000	0	2,000,000	4,000,000
Sub-Total State-Funded Programs	\$ 77,067,800	\$ 0	\$ 2,925,000	\$ 79,992,800
FEDERALLY FUNDED PROGRAMS				
Planning and Research	\$ 6,873,000	\$ 18,508,000	\$ 0	\$ 25,381,000
Interstate System	0	0	0	0
Highway Infrastructure	967,757,700	1,203,380,700	28,109,000	2,199,247,400
Transit	59,578,900	102,999,400	450,100	163,028,400
Air, Water, and Rail	111,574,000	13,500,000	2,000,000	127,074,000
Aeronautics Economic Development	0	0	0	0
Sub-Total Federally Funded Programs	\$ 1,145,783,600	\$ 1,338,388,100	\$ 30,559,100	\$ 2,514,730,800
TOTAL APPROPRIATIONS	\$ 1,918,142,100	\$ 1,338,388,100	\$ 38,384,100	\$ 3,294,914,300
STATE FUNDING SOURCES:				
Highway User Taxes	\$ 925,900,000			
Sales Tax - Transportation Equity Fund	28,900,000			
Miscellaneous Revenue	36,036,000			
Fund Balance	8,000,000			
General Fund Transfers	835,806,100			
Bond Authorization	83,500,000			
TOTAL STATE FUNDING SOURCES	\$ 1,918,142,100			

Department of Transportation
Recommended Budget by Program and Funding Source
Fiscal Year 2023-2024

	State	Federal	Other	Total
Administration	\$ 122,168,300	\$ 0	\$ 0	\$ 122,168,300
Headquarters Operations	52,980,800	0	0	52,980,800
Field Operations	97,048,600	0	0	97,048,600
Garage and Fleet Operations	34,491,000	0	4,300,000	38,791,000
Capital Improvements	3,698,000	0	0	3,698,000
Highway System Maintenance	474,062,000	0	0	474,062,000
STATE-FUNDED PROGRAMS				
Betterments	\$ 800,000	\$ 0	\$ 100,000	\$ 900,000
State Aid	330,622,000	0	6,748,000	337,370,000
State High Priority Bridges	18,645,800	0	0	18,645,800
State Industrial Access	25,000,000	0	200,000	25,200,000
Local Interstate Connectors	2,000,000	0	2,000,000	4,000,000
Sub-Total State-Funded Programs	\$ 377,067,800	\$ 0	\$ 9,048,000	\$ 386,115,800
FEDERALLY FUNDED PROGRAMS				
Planning and Research	\$ 8,550,000	\$ 28,432,000	\$ 804,000	\$ 37,786,000
Interstate System	0	0	0	0
Highway Infrastructure	3,253,374,900	1,256,117,000	38,744,000	4,548,235,900
Transit	46,862,100	131,673,500	646,500	179,182,100
Air, Water, and Rail	41,400,000	26,275,000	2,250,000	69,925,000
Aeronautics Economic Development Fund	-	0	0	-
Sub-Total Federally Funded Programs	\$ 3,350,187,000	\$ 1,442,497,500	\$ 42,444,500	\$ 4,835,129,000
TOTAL APPROPRIATIONS	\$ 4,511,703,500	\$ 1,442,497,500	\$ 55,792,500	\$ 6,009,993,500
STATE FUNDING SOURCES:				
Highway User Taxes	\$ 1,041,400,000			
Sales Tax - Transportation Equity Fund	28,900,000			
Fund Balance	8,000,000			
Miscellaneous Revenue	37,103,500			
General Fund Transfers	3,312,500,000			
Bond Authorization	83,800,000			
TOTAL STATE FUNDING SOURCES	\$ 4,511,703,500			

Comparison of Programs

Fiscal Years 2021-2022, 2022-2023, and 2023-2024

Allot. Code	Department	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
301	Legislature	\$ 48,897,100	\$ 61,961,000	\$ 61,748,700	\$ 13,063,900	\$ (212,300)
	Appropriation	47,848,400	61,823,500	61,611,200	13,975,100	(212,300)
	Current Services and Other Revenue	1,048,700	137,500	137,500	(911,200)	0
301.50	Fiscal Review Committee	\$ 1,662,600	\$ 2,158,100	\$ 2,142,300	\$ 495,500	\$ (15,800)
	Appropriation	1,662,600	2,158,100	2,142,300	495,500	(15,800)
302	Court System	\$ 158,784,400	\$ 181,077,900	\$ 191,632,600	\$ 22,293,500	\$ 10,554,700
	Appropriation	152,274,700	173,727,100	184,290,200	21,452,400	10,563,100
	Federal	669,900	980,000	980,000	310,100	0
	Current Services and Other Revenue	5,839,800	6,370,800	6,362,400	531,000	(8,400)
303	Attorney General and Reporter	\$ 51,560,800	\$ 60,330,700	\$ 67,466,400	\$ 8,769,900	\$ 7,135,700
	Appropriation	40,134,400	45,663,600	51,961,200	5,529,200	6,297,600
	Federal	155,900	56,800	0	(99,100)	(56,800)
	Current Services and Other Revenue	11,270,500	14,610,300	15,505,200	3,339,800	894,900
304	District Attorneys General	\$ 147,663,900	\$ 173,229,431	\$ 175,108,800	\$ 25,565,531	\$ 1,879,369
	Appropriation	105,597,500	126,197,231	129,400,700	20,599,731	3,203,469
	Federal	0	47,300	47,300	47,300	0
	Current Services and Other Revenue	42,066,400	46,984,900	45,660,800	4,918,500	(1,324,100)
305	Secretary of State	\$ 57,808,300	\$ 100,387,400	\$ 88,550,300	\$ 42,579,100	\$ (11,837,100)
	Appropriation	32,747,400	57,898,000	46,065,900	25,150,600	(11,832,100)
	Federal	9,980,600	30,216,800	30,216,800	20,236,200	0
	Current Services and Other Revenue	15,080,300	12,272,600	12,267,600	(2,807,700)	(5,000)
306	District Public Defenders	\$ 68,911,400	\$ 77,171,600	\$ 81,055,200	\$ 8,260,200	\$ 3,883,600
	Appropriation	67,512,600	76,535,600	80,479,200	9,023,000	3,943,600
	Current Services and Other Revenue	1,398,800	636,000	576,000	(762,800)	(60,000)
307	Comptroller of the Treasury	\$ 116,468,000	\$ 127,507,900	\$ 127,802,200	\$ 11,039,900	\$ 294,300
	Appropriation	98,210,000	116,799,000	117,096,300	18,589,000	297,300
	Current Services and Other Revenue	18,258,000	10,708,900	10,705,900	(7,549,100)	(3,000)
308	Post-Conviction Defender	\$ 2,721,600	\$ 3,089,700	\$ 3,115,600	\$ 368,100	\$ 25,900
	Appropriation	2,721,600	3,089,700	3,115,600	368,100	25,900
309	Treasury Department	\$ 57,305,000	\$ 81,191,600	\$ 92,189,400	\$ 23,886,600	\$ 10,997,800
	Appropriation	2,873,600	13,204,200	6,844,900	10,330,600	(6,359,300)
	Federal	0	10,257,000	22,111,000	10,257,000	11,854,000
	Current Services and Other Revenue	54,431,400	57,730,400	63,233,500	3,299,000	5,503,100
313	Claims and Compensation	\$ 54,706,500	\$ 100,636,700	\$ 109,722,400	\$ 45,930,200	\$ 9,085,700
	Appropriation	11,248,000	21,597,100	20,196,800	10,349,100	(1,400,300)
	Federal	5,261,000	2,288,900	3,689,200	(2,972,100)	1,400,300
	Current Services and Other Revenue	38,197,500	76,750,700	85,836,400	38,553,200	9,085,700

Comparison of Programs

Fiscal Years 2021-2022, 2022-2023, and 2023-2024

Allot. Code	Department	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
315	Executive Department	\$ 5,613,300	\$ 6,161,700	\$ 6,155,400	\$ 548,400	\$ (6,300)
	Appropriation	5,607,300	6,161,700	6,155,400	554,400	(6,300)
	Federal	6,000	0	0	(6,000)	0
316	Commissions	\$ 720,239,000	\$ 1,079,277,950	\$ 655,599,800	\$ 359,038,950	\$ (423,678,150)
	Appropriation	49,949,700	103,383,650	104,633,500	53,433,950	1,249,850
	Federal	595,273,900	891,906,000	476,278,800	296,632,100	(415,627,200)
	Current Services and Other Revenue	75,015,400	83,988,300	74,687,500	8,972,900	(9,300,800)
317	Finance and Administration (F&A)	\$ 494,949,700	\$ 808,598,950	\$ 793,912,700	\$ 313,649,250	\$ (14,686,250)
	Appropriation	24,727,000	153,758,350	200,662,600	129,031,350	46,904,250
	Federal	84,013,800	205,776,500	143,511,000	121,762,700	(62,265,500)
	Current Services and Other Revenue	386,208,900	449,064,100	449,739,100	62,855,200	675,000
318	F&A, TennCare	\$ 14,018,527,500	\$ 14,088,622,200	\$ 14,538,913,400	\$ 70,094,700	\$ 450,291,200
	Appropriation	3,508,834,100	4,507,972,700	4,752,507,400	999,138,600	244,534,700
	Federal	9,472,648,100	8,831,971,700	9,037,728,200	(640,676,400)	205,756,500
	Current Services and Other Revenue	1,037,045,300	748,677,800	748,677,800	(288,367,500)	0
319	Human Resources	\$ 16,536,000	\$ 18,818,600	\$ 20,899,500	\$ 2,282,600	\$ 2,080,900
	Appropriation	0	0	0	0	0
	Current Services and Other Revenue	16,536,000	18,818,600	20,899,500	2,282,600	2,080,900
321	General Services	\$ 135,771,200	\$ 188,144,000	\$ 194,500,600	\$ 52,372,800	\$ 6,356,600
	Appropriation	19,129,000	62,351,400	63,641,400	43,222,400	1,290,000
	Federal	4,281,500	0	0	(4,281,500)	0
	Current Services and Other Revenue	112,360,700	125,792,600	130,859,200	13,431,900	5,066,600
323	Veterans Services	\$ 8,726,000	\$ 31,121,900	\$ 13,603,600	\$ 22,395,900	\$ (17,518,300)
	Appropriation	6,922,000	29,645,400	12,127,100	22,723,400	(17,518,300)
	Federal	1,798,500	1,476,500	1,476,500	(322,000)	0
	Current Services and Other Revenue	5,500	0	0	(5,500)	0
324	Board of Parole	\$ 8,703,000	\$ 9,726,800	\$ 10,132,600	\$ 1,023,800	\$ 405,800
	Appropriation	8,701,200	9,725,800	10,131,600	1,024,600	405,800
	Current Services and Other Revenue	1,800	1,000	1,000	(800)	0
325	Agriculture	\$ 221,857,900	\$ 195,777,300	\$ 188,387,200	\$ (26,080,600)	\$ (7,390,100)
	Appropriation	92,198,000	115,161,400	110,442,200	22,963,400	(4,719,200)
	Federal	103,041,400	61,718,500	58,477,000	(41,322,900)	(3,241,500)
	Current Services and Other Revenue	26,618,500	18,897,400	19,468,000	(7,721,100)	570,600
326	Tourist Development	\$ 37,395,300	\$ 118,133,900	\$ 64,403,900	\$ 80,738,600	\$ (53,730,000)
	Appropriation	20,854,200	81,943,200	28,284,000	61,089,000	(53,659,200)
	Federal	6,529,700	25,000,000	25,000,000	18,470,300	0
	Current Services and Other Revenue	10,011,400	11,190,700	11,119,900	1,179,300	(70,800)

Comparison of Programs

Fiscal Years 2021-2022, 2022-2023, and 2023-2024

Allot. Code	Department	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
327	Environment and Conservation	\$ 372,393,300	\$ 2,015,420,300	\$ 652,947,300	\$ 1,643,027,000	\$ (1,362,473,000)
	Appropriation	188,712,900	357,327,600	399,530,600	168,614,700	42,203,000
	Federal	54,760,400	1,520,557,500	112,323,900	1,465,797,100	(1,408,233,600)
	Current Services and Other Revenue	128,920,000	137,535,200	141,092,800	8,615,200	3,557,600
328	Wildlife Resources Agency	\$ 136,291,300	\$ 160,187,600	\$ 147,648,100	\$ 23,896,300	\$ (12,539,500)
	Appropriation	63,903,100	91,431,400	73,464,900	27,528,300	(17,966,500)
	Federal	36,890,400	35,401,800	38,857,900	(1,488,600)	3,456,100
	Current Services and Other Revenue	35,497,800	33,354,400	35,325,300	(2,143,400)	1,970,900
329	Correction	\$ 1,020,177,400	\$ 1,330,019,600	\$ 1,327,083,800	\$ 309,842,200	\$ (2,935,800)
	Appropriation	993,235,600	1,294,867,100	1,293,600,500	301,631,500	(1,266,600)
	Federal	1,141,800	13,683,700	13,149,700	12,541,900	(534,000)
	Current Services and Other Revenue	25,800,000	21,468,800	20,333,600	(4,331,200)	(1,135,200)
330	Economic and Community Development	\$ 297,516,700	\$ 1,033,758,200	\$ 391,136,600	\$ 736,241,500	\$ (642,621,600)
	Appropriation	135,494,400	488,490,800	296,447,800	352,996,400	(192,043,000)
	Federal	36,336,100	540,527,900	89,949,300	504,191,800	(450,578,600)
	Current Services and Other Revenue	125,686,200	4,739,500	4,739,500	(120,946,700)	0
331	Education (K-12)	\$ 8,172,991,700	\$ 8,344,589,500	\$ 8,972,653,700	\$ 171,597,800	\$ 628,064,200
	Appropriation	5,481,763,700	6,256,375,100	6,935,683,500	774,611,400	679,308,400
	Federal	2,355,756,600	1,824,790,100	1,815,874,500	(530,966,500)	(8,915,600)
	Current Services and Other Revenue	335,471,400	263,424,300	221,095,700	(72,047,100)	(42,328,600)
	Lottery-Funded Programs¹	\$ 15,230,100	\$ 13,550,600	\$ 13,549,400	\$ (1,679,500)	\$ (1,200)
	Appropriation	15,230,100	13,550,600	13,549,400	(1,679,500)	(1,200)
	Other Education (K-12) Programs¹	\$ 8,157,761,600	\$ 8,331,038,900	\$ 8,959,104,300	\$ 173,277,300	\$ 628,065,400
	Appropriation	5,466,533,600	6,242,824,500	6,922,134,100	776,290,900	679,309,600
	Federal	2,355,756,600	1,824,790,100	1,815,874,500	(530,966,500)	(8,915,600)
	Current Services and Other Revenue	335,471,400	263,424,300	221,095,700	(72,047,100)	(42,328,600)
332	Higher Education	\$ 5,252,851,600	\$ 5,838,284,600	\$ 5,689,199,800	\$ 585,433,000	\$ (149,084,800)
	Appropriation	2,258,781,500	2,849,206,000	2,700,146,500	590,424,500	(149,059,500)
	Federal	93,304,000	81,385,900	81,383,600	(11,918,100)	(2,300)
	Current Services and Other Revenue	878,853,700	869,732,000	869,709,000	(9,121,700)	(23,000)
	Tuition and Student Fees	2,021,912,400	2,037,960,700	2,037,960,700	16,048,300	0
	Lottery for Education Account¹	\$ 353,464,700	\$ 438,800,000	\$ 443,100,000	\$ 85,335,300	\$ 4,300,000
	Appropriation	353,464,700	438,800,000	443,100,000	85,335,300	4,300,000
	Other Higher Education Programs¹	\$ 4,899,386,900	\$ 5,399,484,600	\$ 5,246,099,800	\$ 500,097,700	\$ (153,384,800)
	Appropriation	1,905,316,800	2,410,406,000	2,257,046,500	505,089,200	(153,359,500)
	Federal	93,304,000	81,385,900	81,383,600	(11,918,100)	(2,300)
	Current Services and Other Revenue	878,853,700	869,732,000	869,709,000	(9,121,700)	(23,000)
	Tuition and Student Fees	2,021,912,400	2,037,960,700	2,037,960,700	16,048,300	0

Comparison of Programs

Fiscal Years 2021-2022, 2022-2023, and 2023-2024

Allot. Code	Department	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
335	Commerce and Insurance	\$ 240,812,600	\$ 349,475,200	\$ 329,166,300	\$ 108,662,600	\$ (20,308,900)
	Appropriation	183,085,300	275,662,100	251,023,600	92,576,800	(24,638,500)
	Federal	1,583,600	324,800	324,800	(1,258,800)	0
	Current Services and Other Revenue	56,143,700	73,488,300	77,817,900	17,344,600	4,329,600
336	Financial Institutions	\$ 21,503,300	\$ 32,441,400	\$ 32,360,700	\$ 10,938,100	\$ (80,700)
	Appropriation	21,501,100	32,439,000	32,358,300	10,937,900	(80,700)
	Current Services and Other Revenue	2,200	2,400	2,400	200	0
337	Labor and Workforce Development	\$ 232,062,200	\$ 267,297,500	\$ 246,847,100	\$ 35,235,300	\$ (20,450,400)
	Appropriation	43,113,100	65,974,900	76,245,700	22,861,800	10,270,800
	Federal	163,028,800	177,637,700	144,133,400	14,608,900	(33,504,300)
	Current Services and Other Revenue	25,920,300	23,684,900	26,468,000	(2,235,400)	2,783,100
339	Mental Health and Substance Abuse Services	\$ 461,131,100	\$ 578,048,800	\$ 554,205,500	\$ 116,917,700	\$ (23,843,300)
	Appropriation	304,980,500	380,941,600	387,363,800	75,961,100	6,422,200
	Federal	113,335,000	154,352,900	99,301,800	41,017,900	(55,051,100)
	Current Services and Other Revenue	42,815,600	42,754,300	67,539,900	(61,300)	24,785,600
341	Military	\$ 233,750,500	\$ 167,564,900	\$ 131,068,700	\$ (66,185,600)	\$ (36,496,200)
	Appropriation	20,975,200	39,005,200	42,687,300	18,030,000	3,682,100
	Federal	194,929,400	127,750,800	88,122,500	(67,178,600)	(39,628,300)
	Current Services and Other Revenue	17,845,900	808,900	258,900	(17,037,000)	(550,000)
343	Health	\$ 1,140,599,900	\$ 1,431,280,050	\$ 870,111,400	\$ 290,680,150	\$ (561,168,650)
	Appropriation	207,193,700	280,653,050	272,276,400	73,459,350	(8,376,650)
	Federal	715,768,100	917,610,700	378,500,700	201,842,600	(539,110,000)
	Current Services and Other Revenue	217,638,100	233,016,300	219,334,300	15,378,200	(13,682,000)
344	Intellectual and Developmental Disabilities	\$ 210,039,400	\$ 337,622,900	\$ 368,144,600	\$ 127,583,500	\$ 30,521,700
	Appropriation	43,998,900	120,431,600	142,087,200	76,432,700	21,655,600
	Federal	9,104,200	13,199,900	10,352,000	4,095,700	(2,847,900)
	Current Services and Other Revenue	156,936,300	203,991,400	215,705,400	47,055,100	11,714,000
345	Human Services	\$ 4,076,374,200	\$ 5,072,050,800	\$ 4,492,617,400	\$ 995,676,600	\$ (579,433,400)
	Appropriation	166,570,100	220,309,100	200,556,000	53,739,000	(19,753,100)
	Federal	3,861,758,900	4,794,634,800	4,241,706,000	932,875,900	(552,928,800)
	Current Services and Other Revenue	48,045,200	57,106,900	50,355,400	9,061,700	(6,751,500)
	Supplemental Nutrition Assistance¹	\$ 2,636,120,000	\$ 3,359,112,700	\$ 3,359,112,700	\$ 722,992,700	\$ 0
	Federal	2,636,120,000	3,359,112,700	3,359,112,700	722,992,700	0
	Other Human Services Programs¹	\$ 1,440,254,200	\$ 1,712,938,100	\$ 1,133,504,700	\$ 272,683,900	\$ (579,433,400)
	Appropriation	166,570,100	220,309,100	200,556,000	53,739,000	(19,753,100)
	Federal	1,225,638,900	1,435,522,100	882,593,300	209,883,200	(552,928,800)
	Current Services and Other Revenue	48,045,200	57,106,900	50,355,400	9,061,700	(6,751,500)

Comparison of Programs

Fiscal Years 2021-2022, 2022-2023, and 2023-2024

Allot. Code	Department	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
347	Revenue	\$ 122,161,800	\$ 131,932,500	\$ 133,662,500	\$ 9,770,700	\$ 1,730,000
	Appropriation	69,056,700	97,016,400	98,746,400	27,959,700	1,730,000
	Federal	301,100	20,900	20,900	(280,200)	0
	Current Services and Other Revenue	52,804,000	34,895,200	34,895,200	(17,908,800)	0
348	Tennessee Bureau of Investigation	\$ 101,842,500	\$ 135,077,200	\$ 145,099,200	\$ 33,234,700	\$ 10,022,000
	Appropriation	62,873,500	91,743,400	107,905,200	28,869,900	16,161,800
	Federal	12,494,400	11,129,700	12,777,900	(1,364,700)	1,648,200
	Current Services and Other Revenue	26,474,600	32,204,100	24,416,100	5,729,500	(7,788,000)
349	Safety	\$ 303,934,100	\$ 489,595,800	\$ 800,326,500	\$ 185,661,700	\$ 310,730,700
	Appropriation	221,974,200	406,249,200	717,187,200	184,275,000	310,938,000
	Federal	33,031,000	34,411,800	34,405,500	1,380,800	(6,300)
	Current Services and Other Revenue	48,928,900	48,934,800	48,733,800	5,900	(201,000)
350	F&A, Strategic Health-Care Programs	\$ 160,261,300	\$ 211,797,500	\$ 212,661,600	\$ 51,536,200	\$ 864,100
	Appropriation	38,270,600	55,390,900	57,123,700	17,120,300	1,732,800
	Federal	117,572,600	152,304,100	151,435,400	34,731,500	(868,700)
	Current Services and Other Revenue	4,418,100	4,102,500	4,102,500	(315,600)	0
351	Miscellaneous Appropriations	\$ 210,544,200	\$ 577,924,300	\$ 1,188,708,200	\$ 367,380,100	\$ 610,783,900
	Appropriation	210,544,200	577,924,300	1,188,708,200	367,380,100	610,783,900
352	Other Post-Employment Benefits					
	Liability	\$ 72,177,800	\$ 72,177,800	\$ 72,177,800	\$ 0	\$ 0
	Appropriation	72,177,800	72,177,800	72,177,800	0	0
353	Emergency and Contingency Fund	\$ 0	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0
	Appropriation	0	1,000,000	1,000,000	1,000,000	0
355	State Building Commission	\$ 0	\$ 150,000	\$ 150,000	\$ 150,000	\$ 0
	Appropriation	0	0	0	0	0
	Current Services and Other Revenue	0	150,000	150,000	150,000	0
359	Children's Services	\$ 952,153,900	\$ 1,175,849,550	\$ 1,346,246,900	\$ 223,695,650	\$ 170,397,350
	Appropriation	334,032,900	478,280,050	561,928,600	144,247,150	83,648,550
	Federal	177,885,300	196,925,100	238,952,700	19,039,800	42,027,600
	Current Services and Other Revenue	440,235,700	500,644,400	545,365,600	60,408,700	44,721,200
400	Transportation - General Fund Subsidy	\$ 337,000,600	\$ 835,806,100	\$ 3,312,500,000	\$ 498,805,500	\$ 2,476,693,900
	Appropriation	337,000,600	835,806,100	3,312,500,000	498,805,500	2,476,693,900

Comparison of Programs

Fiscal Years 2021-2022, 2022-2023, and 2023-2024

Allot. Code	Department	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024	Act. vs. Est. Difference	Est. vs. Rec. Difference
	Grand Total - General Fund	\$ 40,563,379,900	\$ 48,102,477,431	\$ 48,904,766,300	\$ 7,539,097,531	\$ 802,288,869
	Appropriation	15,758,992,900	21,137,499,431	25,212,538,700	5,378,506,531	4,075,039,269
	Federal	18,262,642,000	20,658,346,100	17,351,088,300	2,395,704,100	(3,307,257,800)
	Current Services and Other Revenue	4,519,832,600	4,268,671,200	4,303,178,600	(251,161,400)	34,507,400
	Tuition and Student Fees	2,021,912,400	2,037,960,700	2,037,960,700	16,048,300	0
400	Transportation	\$ 1,930,072,200	\$ 2,459,108,200	\$ 2,697,493,500	\$ 529,036,000	\$ 238,385,300
	Appropriation	714,730,600 ²	998,836,000	1,115,403,500	284,105,400	116,567,500
	Federal	1,159,858,300	1,338,388,100	1,442,497,500	178,529,800	104,109,400
	Current Services and Other Revenue	55,483,300	38,384,100	55,792,500	(17,099,200)	17,408,400
	Bonds	0	83,500,000	83,800,000	83,500,000	300,000
	Debt Service Requirements	\$ 344,135,500	\$ 378,353,000	\$ 342,101,000	\$ 34,217,500	\$ (36,252,000)
	Appropriation	344,135,500	378,353,000	342,101,000	34,217,500	(36,252,000)
	Capital Outlay Program	\$ 423,036,000	\$ 3,582,563,000	\$ 1,932,161,000	\$ 3,159,527,000	\$ (1,650,402,000)
	Appropriation	346,662,000 ²	2,814,027,300	1,711,877,300	2,467,365,300	(1,102,150,000)
	Federal	11,472,000	24,176,500	30,087,500	12,704,500	5,911,000
	Current Services and Other Revenue	64,902,000	244,359,200	190,196,200	179,457,200	(54,163,000)
	Bonds	0	500,000,000	0	500,000,000	(500,000,000)
	Facilities Revolving Fund	\$ 161,261,400	\$ 162,949,100	\$ 162,949,100	\$ 1,687,700	\$ 0
	Appropriation	7,518,000	12,302,000	12,302,000	4,784,000	0
	Current Services and Other Revenue	153,743,400 ³	150,647,100	150,647,100	(3,096,300)	0
	Cities & Counties - State Shared Taxes	\$ 1,355,423,100	\$ 1,509,700,000	\$ 1,537,100,000	\$ 154,276,900	\$ 27,400,000
	Appropriation	1,355,423,100	1,509,700,000	1,537,100,000	154,276,900	27,400,000
	Total State Budget - All Programs	\$ 44,777,308,100	\$ 56,195,150,731	\$ 55,576,570,900	\$ 11,417,842,631	\$ (618,579,831)
	Appropriation	18,527,462,100	26,850,717,731	29,931,322,500	8,323,255,631	3,080,604,769
	Federal	19,433,972,300	22,020,910,700	18,823,673,300	2,586,938,400	(3,197,237,400)
	Current Services and Other Revenue	4,793,961,300	4,702,061,600	4,699,814,400	(91,899,700)	(2,247,200)
	Tuition and Student Fees	2,021,912,400	2,037,960,700	2,037,960,700	16,048,300	0
	Bonds	0	583,500,000	83,800,000	583,500,000	(499,700,000)

¹ Included in departmental total.

² Transportation and Capital Outlay Program - Actual 2021-2022 includes tax revenue and bonds.

³ Facilities Revolving Fund - Actual 2021-2022 includes departmental revenue and bonds.

Funding Summary All Programs

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
General Fund and Education Fund			
Expenditures			
Payroll	\$ 3,203,808,400	\$ 3,877,174,800	\$ 4,023,964,400
Operational	37,359,571,500	44,225,302,631	44,880,801,900
Total General Fund and Education Fund	\$ 40,563,379,900	\$ 48,102,477,431	\$ 48,904,766,300
Funding			
State Appropriation ¹	\$ 15,758,992,900	\$ 21,137,499,431	\$ 25,212,538,700
Federal Revenue	18,262,642,000	20,658,346,100	17,351,088,300
Other Departmental Revenue	4,519,832,600	4,268,671,200	4,303,178,600
Tuition and Fees	2,021,912,400	2,037,960,700	2,037,960,700
Department of Transportation			
Expenditures			
Payroll	\$ 310,731,900	\$ 379,322,700	\$ 399,782,700
Operational	1,619,340,300	2,079,785,500	2,297,710,800
Total Department of Transportation	\$ 1,930,072,200	\$ 2,459,108,200	\$ 2,697,493,500
Funding			
State Appropriation	\$ 714,730,600	\$ 1,082,336,000	\$ 1,199,203,500
Federal Revenue	1,159,858,300	1,338,388,100	1,442,497,500
Other Departmental Revenue	55,483,300	38,384,100	55,792,500
All Programs			
Expenditures			
Payroll	\$ 3,514,540,300	\$ 4,256,497,500	\$ 4,423,747,100
Operational	38,978,911,800	46,305,088,131	47,178,512,700
Total All Programs	\$ 42,493,452,100	\$ 50,561,585,631	\$ 51,602,259,800
Funding			
State Appropriation ¹	\$ 16,473,723,500	\$ 22,219,835,431	\$ 26,411,742,200
Federal Revenue	19,422,500,300	21,996,734,200	18,793,585,800
Other Departmental Revenue	4,575,315,900	4,307,055,300	4,358,971,100
Tuition and Fees	2,021,912,400	2,037,960,700	2,037,960,700

¹ General Fund and Education Fund State Appropriation includes the following:

Lottery for Education	\$ 368,694,800	\$ 452,350,600	\$ 456,649,400
Transportation - General Fund Subsidy	\$ 337,000,600	\$ 835,806,100	\$ 3,312,500,000

**Departmental Comparison of Appropriations from State Revenues,
Recurring and Non-Recurring, for Fiscal Years 2022-2023 and 2023-2024**

Program	2022-2023 Appropriation				2023-2024 Base Recommended				2023-2024 Cost Increases				2023-2024 Total Recommended								
	Recurring		Non-Recurring		Recurring		Pct. Chg.	Non-Recurring	Recurring		Non-Recurring		Recurring		Pct. Chg.	Non-Recurring	Total	Pct. Chg.			
	\$	61,611,200	\$	212,300	\$	61,611,200	0.0%	\$	0	\$	0	\$	0	\$	61,611,200	0.0%	\$	0	\$	61,611,200	(0.3%)
Legislature																					
Fiscal Review Committee		2,142,300		15,800		2,142,300	0.0%		0		0		0		2,142,300	0.0%		0		2,142,300	(0.7%)
Court System		172,352,400		1,374,700		172,352,400	0.0%		0		7,930,300		4,007,500		180,282,700	4.6%		4,007,500		184,290,200	6.1%
Attorney General and Reporter		45,529,300		134,300		45,529,300	0.0%		0		6,431,900		0		51,961,200	14.1%		0		51,961,200	13.8%
District Attorneys General		125,132,431		1,064,800		125,132,400	0.0%		0		4,157,900		110,400		129,290,300	3.3%		110,400		129,400,700	2.5%
Secretary of State		42,517,900		15,380,100		42,517,900	0.0%		0		3,548,000		0		46,065,900	8.3%		0		46,065,900	(20.4%)
District Public Defenders		76,174,000		361,600		76,174,000	0.0%		0		4,151,300		153,900		80,325,300	5.4%		153,900		80,479,200	5.2%
Comptroller of the Treasury		109,969,400		6,829,600		109,969,400	0.0%		0		6,976,900		150,000		116,946,300	6.3%		150,000		117,096,300	0.3%
Post-Conviction Defender		3,077,500		12,200		3,077,500	0.0%		0		38,100		0		3,115,600	1.2%		0		3,115,600	0.8%
Treasury Department		4,008,900		9,195,300		4,008,900	0.0%		0		286,000		2,550,000		4,294,900	7.1%		2,550,000		6,844,900	(48.2%)
Claims and Compensation		21,597,100		0		20,196,800	(6.5%)		0		0		0		20,196,800	(6.5%)		0		20,196,800	(6.5%)
Executive Department		6,141,700		20,000		6,141,700	0.0%		0		13,700		0		6,155,400	0.2%		0		6,155,400	(0.1%)
Commissions		100,163,800		3,219,850		100,163,800	0.0%		0		1,869,700		2,600,000		102,033,500	1.9%		2,600,000		104,633,500	1.2%
Finance and Administration (F&A)		27,532,400		126,225,950		27,532,400	0.0%		0		13,130,200		160,000,000		40,662,600	47.7%		160,000,000		200,662,600	30.5%
F&A - TennCare		3,739,830,300		768,142,400		3,704,298,000	(1.0%)		731,870,900		316,156,800		181,700		4,020,454,800	7.5%		732,052,600		4,752,507,400	5.4%
Human Resources		0		0		0	0.0%		0		0		0		0	0.0%		0		0	0.0%
General Services		58,963,100		3,388,300		58,963,100	0.0%		0		4,178,300		500,000		63,141,400	7.1%		500,000		63,641,400	2.1%
Veterans Services		8,827,500		20,817,900		8,827,500	0.0%		0		1,962,600		1,337,000		10,790,100	22.2%		1,337,000		12,127,100	(59.1%)
Board of Parole		9,678,700		47,100		9,678,700	0.0%		0		295,800		157,100		9,974,500	3.1%		157,100		10,131,600	4.2%
Agriculture		91,406,700		23,754,700		91,406,700	0.0%		0		3,780,500		15,255,000		95,187,200	4.1%		15,255,000		110,442,200	(4.1%)
Tourist Development		19,808,000		62,135,200		19,808,000	0.0%		0		1,476,000		7,000,000		21,284,000	7.5%		7,000,000		28,284,000	(65.5%)
Environment and Conservation		232,558,300		124,769,300		232,558,300	0.0%		0		16,765,300		150,207,000		249,323,600	7.2%		150,207,000		399,530,600	11.8%
Wildlife Resources Agency		79,275,100		12,156,300		70,298,400	(11.3%)		0		3,166,500		0		73,464,900	(7.3%)		0		73,464,900	(19.7%)
Correction		1,281,117,100		13,750,000		1,254,332,500	(2.1%)		0		34,202,800		5,065,200		1,288,535,300	0.6%		5,065,200		1,293,600,500	(0.1%)
Economic and Community Development		41,630,300		446,860,500		41,630,300	0.0%		0		27,660,000		227,157,500		69,290,300	66.4%		227,157,500		296,447,800	(39.3%)

A-24

**Departmental Comparison of Appropriations from State Revenues,
Recurring and Non-Recurring, for Fiscal Years 2022-2023 and 2023-2024**

Program	2022-2023 Appropriation		2023-2024 Base Recommended			2023-2024 Cost Increases		2023-2024 Total Recommended				
			Recurring	Pct. Chg.	Non- Recurring	Recurring	Non- Recurring	Recurring	Pct. Chg.	Non- Recurring	Total	Pct. Chg.
	Recurring	Non- Recurring										
Education (K-12)	\$ 6,475,836,300	\$ (219,461,200)	\$ 6,475,836,300	0.0%	\$ (25,504,000)	\$ 463,181,200	\$ 22,170,000	\$ 6,939,017,500	7.2%	\$ (3,334,000)	\$ 6,935,683,500	10.9%
Lottery-Funded Programs	13,549,400	1,200	13,549,400	0.0%	0	0	0	13,549,400	0.0%	0	13,549,400	0.0%
Other K-12 Education Programs	6,462,286,900	(219,462,400)	6,462,286,900	0.0%	(25,504,000)	463,181,200	22,170,000	6,925,468,100	7.2%	(3,334,000)	6,922,134,100	10.9%
Higher Education	\$ 2,558,576,400	\$ 290,629,600	\$ 2,537,742,400	(0.8%)	\$ 0	\$ 149,239,100	\$ 13,165,000	\$ 2,686,981,500	5.0%	\$ 13,165,000	\$ 2,700,146,500	(5.2%)
Lottery-Funded Programs	463,318,000	(24,518,000)	443,100,000	(4.4%)	0	0	0	443,100,000	(4.4%)	0	443,100,000	1.0%
Other Higher Education Programs	2,095,258,400	315,147,600	2,094,642,400	0.0%	0	149,239,100	13,165,000	2,243,881,500	7.1%	13,165,000	2,257,046,500	(6.4%)
Commerce and Insurance	207,511,600	68,150,500	207,492,600	0.0%	0	13,531,000	30,000,000	221,023,600	6.5%	30,000,000	251,023,600	(8.9%)
Financial Institutions	32,358,300	80,700	32,358,300	0.0%	0	0	0	32,358,300	0.0%	0	32,358,300	(0.2%)
Labor and Workforce Development	60,458,600	5,516,300	60,458,600	0.0%	0	715,000	15,072,100	61,173,600	1.2%	15,072,100	76,245,700	15.6%
Mental Health and Substance Abuse Services	371,079,200	9,862,400	355,503,500	(4.2%)	0	18,112,100	13,748,200	373,615,600	0.7%	13,748,200	387,363,800	1.7%
Military	26,539,400	12,465,800	26,539,400	0.0%	0	7,932,000	8,215,900	34,471,400	29.9%	8,215,900	42,687,300	9.4%
Health	239,751,900	40,901,150	239,751,900	0.0%	0	15,444,500	17,080,000	255,196,400	6.4%	17,080,000	272,276,400	(3.0%)
Intellectual and Developmental Disabilities	114,653,800	5,777,800	114,801,900	0.1%	0	22,285,300	5,000,000	137,087,200	19.6%	5,000,000	142,087,200	18.0%
Human Services	200,263,200	20,045,900	200,263,200	0.0%	0	42,800	250,000	200,306,000	0.0%	250,000	200,556,000	(9.0%)
Revenue	96,546,400	470,000	96,546,400	0.0%	0	2,200,000	0	98,746,400	2.3%	0	98,746,400	1.8%
Tennessee Bureau of Investigation	76,785,300	14,958,100	76,785,300	0.0%	0	26,108,700	5,011,200	102,894,000	34.0%	5,011,200	107,905,200	17.6%
Safety	218,374,100	187,875,100	218,374,100	0.0%	0	78,246,900	420,566,200	296,621,000	35.8%	420,566,200	717,187,200	76.5%
F&A - Strategic Health-Care Programs	56,181,200	(790,300)	56,181,200	0.0%	0	942,500	0	57,123,700	1.7%	0	57,123,700	3.1%
Miscellaneous Appropriations	388,122,800	189,801,500	388,122,800	0.0%	0	272,317,100	528,268,300	660,439,900	70.2%	528,268,300	1,188,708,200	105.7%
Other Post-Employment Benefits Liability	72,177,800	0	72,177,800	0.0%	0	0	0	72,177,800	0.0%	0	72,177,800	0.0%
Emergency and Contingency Fund	1,000,000	0	1,000,000	0.0%	0	0	0	1,000,000	0.0%	0	1,000,000	0.0%
State Building Commission	0	0	0	0.0%	0	0	0	0	0.0%	0	0	0.0%
Children's Services	474,757,400	3,522,650	474,757,400	0.0%	0	53,831,000	33,340,200	528,588,400	11.3%	33,340,200	561,928,600	17.5%
Transportation	6,500,000	829,306,100	6,500,000	0.0%	0	0	3,306,000,000	6,500,000	0.0%	3,306,000,000	3,312,500,000	296.3%
Facilities Revolving Fund	12,302,000	0	12,302,000	0.0%	0	0	0	12,302,000	0.0%	0	12,302,000	0.0%
Total	\$ 18,050,821,131	\$ 3,098,980,300	\$ 17,941,846,600	(0.6%)	\$ 706,366,900	\$ 1,582,307,800	\$ 4,994,319,400	\$ 19,524,154,400	8.2%	\$ 5,700,686,300	\$ 25,224,840,700	19.3%

A-25

**Available Funds
Fiscal Year 2022-2023**

I. Unappropriated Budget Surplus / (Deficit) at June 30, 2022	\$ 2,637,374,800
General Fund Balance	2,389,526,000
Education Fund Balance	247,848,800
II. Revenue Adjustments and Other Available Funds	
Dept. of Revenue Taxes - Base Increase at 7.70% Growth over FY 2021-2022 Actual	\$ 2,588,600,000
FY 2022-2023 Enacted Budget Available Funds	51,172,200
Other State Revenue - Insurance Premium Tax	76,700,000
Debt Service Fund Transfer at June 30, 2023	96,068,000
Revenue Adjustments and Other Available Funds	\$ 2,812,540,200
III. Subtotal Budget Surplus / (Deficit) and Revenue Adjustments (I + II)	\$ 5,449,915,000
IV. Appropriation and Transfer Requirements	
FY 2022-2023 Supplemental Appropriations	\$ (392,977,600)
Appropriation and Transfer Requirements	\$ (392,977,600)
V. Total Available Funds at June 30, 2023 (III + IV)	\$ 5,056,937,400

**Supplemental Appropriations
General Fund and Dedicated Funds
Fiscal Year 2022-2023**

	General Fund	Dedicated Funds
1. Agriculture		
Camp Clements	\$ 167,500	\$ -
2. Children's Services		
Increasing Provider Placements	\$ 5,790,900	\$ -
Provider Rate Increase	1,898,000	- -
Consulting Fees	5,000,000	- -
Subtotal Children's Services	<hr/> \$ 12,688,900	<hr/> \$ -
3. Commerce and Insurance		
Emergency Responder Death Benefits	\$ 1,000,000	\$ -
Emergency Communications District Subsidy	- -	2,470,300
Emergency Vehicle Operations Track Resurfacing	450,000	- -
Subtotal Commerce and Insurance	<hr/> \$ 1,450,000	<hr/> \$ 2,470,300
4. Court System		
Board of Law Examiners - Restore Funds That Inadvertently Reverted	\$ 44,700	\$ -
5. Economic and Community Development		
FastTrack - LG Chem - 860 Jobs - \$3.2B Total Investment	\$ 40,000,000	\$ -
FastTrack - New Project	300,000,000	- -
Subtotal Economic and Community Development	<hr/> \$ 340,000,000	<hr/> \$ -
6. General Services		
Gov. Early Literacy Foundation - Summer Home Library Program	\$ 2,750,000	\$ -
7. Health		
Electronic Health Records	\$ 16,000,000	\$ -
8. Human Services		
Enterprise System Modernization	\$ 13,435,000	\$ -
9. TennCare		
TennCare Cost of Children's Services Supplemental Appropriations	\$ 6,119,200	\$ -
10. Tourist Development		
Welcome Center Security Contract Increase	\$ 230,000	\$ -
11. Veterans Services		
Governor's Veteran Fellowship Program	\$ 92,300	\$ -
Total Supplemental Appropriations	\$ 392,977,600	\$ 2,470,300

Preliminary Base Budget Adjustments
Fiscal Year 2023-2024
(Savings) / Cost

	General Fund		
	Recurring	Non-Recurring	Dedicated
1. <u>TennCare</u>	-	-	768,976,900
1. Hospital Coverage Assessment	-	-	622,396,700
2. Nursing Home Bed Assessment	-	-	135,925,200
3. Ambulance Service Assessment	-	-	10,655,000
Total Preliminary Base Budget Adjustments	\$	-	\$ 768,976,900

**Agency Base Budget Reductions
General Fund State Appropriations
Fiscal Year 2023-2024**

	General Fund	
	Recurring	Non-Recurring
1. <u>Commerce and Insurance</u>		
1. Reduction of Rent Costs	(19,000)	-
	(19,000)	-
2. <u>Correction</u>		
1. Debt Service at Hardeman County	(26,784,600)	-
2. Reduction of Base Funding per Tennessee Code Annotated 9-4-210	(1,282,600)	-
	(25,502,000)	-
3. <u>Education</u>		
1. Summer Bridge Camps - Swap with ARPA Funding in Fiscal Year 2024	-	(25,504,000)
2. Reduction of Vacant Achievement School District Positions (100 FT)	-	(25,504,000)
3. Reduction of Vacant Relief and Recovery Positions (9 FT)	-	-
4. <u>General Services</u>		
1. Reduction of Vacant Positions (7 FT)	-	-
	-	-
5. <u>Higher Education</u>		
1. Teaching Scholars Program	(616,000)	-
	(616,000)	-
6. <u>Intellectual and Developmental Disabilities</u>		
1. TN Early Intervention System (TEIS) Funding Swap - Increased Federal Award	(1,089,000)	-
2. State Community Home Position Reduction (43 FT)	(1,089,000)	-
3. Reduction of Harold Jordan Center Positions - State Funding in TennCare (55 FT)	-	-
7. <u>Mental Health and Substance Abuse Services</u>		
1. Funding Swap for Certified Public Expenditures (CPE) at Regional Mental Health Institutes	(15,575,700)	-
	(15,575,700)	-
8. <u>Military</u>		
1. Reduction of Vacant Positions (20 FT)	-	-
	-	-
9. <u>TennCare</u>		
1. Hospital Grants - Jellico	(17,694,600)	(37,106,000)
2. Aduhelm - Alzheimer's Drug	(150,000)	-
3. Predictive Analytics for Fraud, Waste, and Abuse (Add 2 FT)	(16,939,400)	-
4. ECF CHOICES - Waiting List Population - Swap with ARPA Funding in Fiscal Year 2024	(605,200)	-
5. Workforce Development - Swap with ARPA Funding in Fiscal Year 2024	-	(24,417,900)
	-	(12,688,100)
10. <u>TennCare for DIDD</u>		
1. Waiver Attrition	(16,600,600)	-
2. Waiver Utilization	(14,595,800)	-
3. Harold Jordan Center - Positions in DIDD	(1,720,700)	-
	(284,100)	-
11. <u>Transportation</u>		
1. Reduction of Vacant Positions (500 FT)	-	-
	-	-
12. <u>TRICOR</u>		
1. Reduction of Vacant Positions (26 FT)	-	-
	-	-
Total Agency Base Budget Reductions	\$ (78,379,500)	\$ (62,610,000)

Summary of Cost Increases
Fiscal Year 2023-2024

Code	Department	Total	Funding		
			Appropriation	Federal	Other
301	Legislature	\$ 0	\$ 0	\$ 0	\$ 0
301.50	Fiscal Review Committee	0	0	0	0
302	Court System	11,937,800	11,937,800	0	0
303	Attorney General and Reporter	7,353,900	6,431,900	0	922,000
304	District Attorneys General Conference	4,920,700	4,268,300	0	652,400
305	Secretary of State	3,548,000	3,548,000	0	0
306	District Public Defenders Conference	4,305,200	4,305,200	0	0
307	Comptroller of the Treasury	7,126,900	7,126,900	0	0
308	Office of the Post-Conviction Defender	38,100	38,100	0	0
309	Treasury Department	9,878,000	2,836,000	0	7,042,000
313	Claims and Compensation	0	0	0	0
315	Executive Department	13,700	13,700	0	0
316	Commissions	34,219,700	4,469,700	27,500,000	2,250,000
317	Finance and Administration (F&A)	173,403,400	173,130,200	85,300	187,900
318	F&A, TennCare	863,138,300	316,338,500	546,799,800	0
319	Human Resources	2,163,700	0	0	2,163,700
321	General Services	9,901,300	4,678,300	0	5,223,000
323	Veterans Services	3,299,600	3,299,600	0	0
324	Board of Parole	452,900	452,900	0	0
325	Agriculture	19,817,900	19,035,500	162,100	620,300
326	Tourist Development	8,476,000	8,476,000	0	0
327	Environment and Conservation	187,521,300	166,972,300	9,317,300	11,231,700
328	Wildlife Resources Agency	3,166,500	3,166,500	0	0
329	Correction	39,268,000	39,268,000	0	0
330	Economic and Community Development	254,817,500	254,817,500	0	0
331	Education (K-12)	515,556,800	485,351,200	0	30,205,600
331.19	Lottery-Funded Programs *	0	0	0	0
	Other K-12 Education Programs *	515,556,800	485,351,200	0	30,205,600
332	Higher Education	162,404,100	162,404,100	0	0
332.19	Lottery for Education Account *	0	0	0	0
	Other Higher Education Programs *	162,404,100	162,404,100	0	0
335	Commerce and Insurance	48,285,200	43,531,000	0	4,754,200
336	Financial Institutions	0	0	0	0
337	Labor and Workforce Development	15,387,100	15,787,100	(400,000)	0
339	Mental Health and Substance Abuse Services	46,176,800	31,860,300	0	14,316,500
341	Military	17,129,300	16,147,900	981,400	0
343	Health	34,311,100	32,524,500	314,400	1,472,200
344	Intellectual and Developmental Disabilities	42,993,000	27,285,300	0	15,707,700
345	Human Services	376,000	292,800	83,200	0
347	Revenue	2,200,000	2,200,000	0	0
348	Tennessee Bureau of Investigation	32,792,900	31,119,900	1,673,000	0
349	Safety	498,813,100	498,813,100	0	0
350	F&A, Strategic Health-Care Programs	0	942,500	(942,500)	0
351	Miscellaneous Appropriations	800,585,400	800,585,400	0	0
352	Other Post-Employment Benefits Liability	0	0	0	0
353	Emergency and Contingency Fund	0	0	0	0
355	State Building Commission	0	0	0	0
359	Children's Services	193,477,900	87,171,200	42,715,900	63,590,800
400	Transportation - General Fund Subsidy	3,312,123,000	3,306,000,000	0	6,123,000
	Sub-total General Fund	\$ 7,371,380,100	\$ 6,576,627,200	\$ 628,289,900	\$ 166,463,000
501	Facilities Revolving Fund	0	0	0	0
	Total All Funds	\$ 7,371,380,100	\$ 6,576,627,200	\$ 628,289,900	\$ 166,463,000

* These items are included in the departmental totals.

Rainy Day Fund and TennCare Reserve
Fiscal Year 2019-2020 through Fiscal Year 2023-2024

	Rainy Day Fund	TennCare Reserve	Total
I. FY 2019-2020			
Beginning Balance	\$ 875,000,000	\$ 390,418,300	\$ 1,265,418,300
Deposit at June 30, 2020	325,000,000	109,581,700	434,581,700
Total Reserves at June 30, 2020	\$ 1,200,000,000	\$ 500,000,000	\$ 1,700,000,000
II. FY 2020-2021			
Beginning Balance	\$ 1,200,000,000	\$ 500,000,000	\$ 1,700,000,000
Deposit at June 30, 2021	250,000,000	505,779,077	755,779,077
Total Reserves at June 30, 2021	\$ 1,450,000,000	\$ 1,005,779,077	\$ 2,455,779,077
III. FY 2021-2022			
Beginning Balance	\$ 1,450,000,000	\$ 1,005,779,077	\$ 2,455,779,077
Deposit at June 30, 2022	100,000,000	107,773,097	207,773,097
Total Reserves at June 30, 2022	\$ 1,550,000,000	\$ 1,113,552,174	\$ 2,663,552,174
IV. FY 2022-2023			
Beginning Balance	\$ 1,550,000,000	\$ 1,113,552,174	\$ 2,663,552,174
Deposit at June 30, 2023	250,000,000	-	250,000,000
Total Reserves at June 30, 2023	\$ 1,800,000,000	\$ 1,113,552,174	\$ 2,913,552,174
V. FY 2023-2024			
Beginning Balance	\$ 1,800,000,000	\$ 1,113,552,174	\$ 2,913,552,174
Deposit at June 30, 2024	250,000,000	-	250,000,000
Total Reserves at June 30, 2024	\$ 2,050,000,000	\$ 1,113,552,174	\$ 3,163,552,174

**Base Appropriations Preserved
by Proposed Assessment Legislation**

Fiscal Year 2023-2024

Legislation is proposed to continue the hospital, nursing home, and ambulance service assessments for one year. The following base appropriations are preserved by this revenue proposal. Failure to enact this legislation will result in the following base budget reductions:

Description	State	Federal	Total
I. Hospital Assessment			
Quality Payments	\$ 2,368,400	\$ 4,493,500	\$ 6,861,900
Virtual Disproportionate Share Hospital Payments	73,092,800	138,678,300	211,771,100
Graduate Medical Education	16,917,500	32,097,400	49,014,900
Charity Care Fund	48,331,900	91,699,700	140,031,600
Medicare Part A Reimbursement	12,028,500	22,821,600	34,850,100
Provider Reimbursement and Co-Pay	74,806,400	141,929,500	216,735,900
Hospital Reimbursement Ceiling	17,126,500	32,494,000	49,620,500
In-Patient Services	59,370,300	112,642,700	172,013,000
Lab and X-Ray Procedures	20,035,300	38,012,800	58,048,100
Therapies	9,440,900	17,912,100	27,353,000
Out-Patient Services	38,728,900	73,480,000	112,208,900
Office Visits	22,570,500	42,822,800	65,393,300
Match for Admissions Data Contract Payments	175,000	175,000	350,000
Directed Hospital Payments	214,508,100	406,984,300	621,492,400
Non-Emergent Care at Hospitals	568,000	1,077,700	1,645,700
340B Pricing Provision of MCO Contractor Agreement	2,030,100	3,851,700	5,881,800
Match for TN Center for Health Workforce Development	750,000	750,000	1,500,000
Loss of Certified Public Expenditures Due to Pool Funding	9,547,600	0	9,547,600
Total Hospital Assessment	\$ 622,396,700	\$ 1,161,923,100	\$ 1,784,319,800
II. Nursing Home Assessment			
	\$ 135,925,200	\$ 257,889,700	\$ 393,814,900
III. Ambulance Service Assessment			
	\$ 10,655,000	\$ 20,076,600	\$ 30,731,600
IV. Total Proposed Assessments			
	\$ 768,976,900	\$ 1,439,889,400	\$ 2,208,866,300

**2023 Recommended Legislation with Fiscal Impact
General Fund, Dedicated, Federal, and Other Funding
Fiscal Year 2023-2024**

	General Fund		Dedicated / Federal / Other Funds	
	Recurring	Non-Recurring	Recurring	Non-Recurring
I. Departmental Revenue Impact - (Decrease) / Increase				
1. Commerce & Insurance - Securities Update (1 FT)	\$ -	\$ -	\$ (50,000)	\$ -
2. Environment - Underground Injection Control Efficiency	-	-	(18,000)	-
3. Financial Institutions - Money Transmitters Act	-	-	(18,000)	-
4. Labor and Workforce Development - TN Occupational Safety and Health Administration (OSHA) Penalty Compliance	-	-	2,812,600	-
5. Revenue - Disabled Plates	-	-	(39,300)	-
Total Departmental Revenue Impact	\$ -	\$ -	\$ 2,687,300	\$ -
II. Expenditure Adjustments - (Cost) / Savings				
6. Children's Services - Teacher Compensation	\$ (71,800)	\$ -	\$ -	\$ -
7. Children's Services - Adoption Records Modernization No Adjustment for Minor Savings	-	-	-	-
8. Children's Services - Adoption and Foster Care Improvements (10 FT)	(1,168,100)	-	(346,400)	-
9. Commerce & Insurance - Securities Update (1 FT)	(73,800)	-	-	-
10. Education - Summer Learning Extension	(60,825,500)	-	(22,924,500)	-
11. Environment - Rural Brownfields Investment Act (3 FT)	(5,335,800)	-	-	-
12. General Services - Microfilm Proposal	-	-	500	-
13. Labor - Workers Compensation Update	(20,000)	-	-	-
14. Safety - TN Only License Plate	-	(63,000)	-	-
15. Miscellaneous Appropriations - Juneteenth State Holiday	(691,900)	-	-	-
16. Miscellaneous Appropriations - State Employee Benefit Proposal	(27,433,000)	-	-	-
Total Expenditure Adjustments	\$ (95,619,900)	\$ (63,000)	\$ (23,270,400)	\$ -

Lottery-Funded Education Programs
Comparison of Appropriation Requirements, Revenues, Reserves, and Scholarship Award Levels
Fiscal Years 2021-2022 Through 2026-2027

	Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	2024-2025	Projected 2025-2026	Projected 2026-2027
I. Appropriation Requirements						
Higher Education Scholarships	\$ 346,111,600	\$ 431,300,000	\$ 435,600,000	\$ 440,000,000	\$ 444,400,000	\$ 448,900,000
Tennessee Higher Education Commission	1,862,800	1,900,000	1,900,000	1,900,000	1,900,000	1,900,000
Tennessee Student Assistance Corporation	5,490,300	5,600,000	5,600,000	5,600,000	5,600,000	5,600,000
Education - Lottery Scholarship Day	23,000	23,000	23,000	23,000	23,000	23,000
Rounding / Reconciling	(23,000)	(23,000)	(23,000)	(23,000)	(23,000)	(23,000)
Sub-Total Lottery for Education Account	\$ 353,464,700	\$ 438,800,000	\$ 443,100,000	\$ 447,500,000	\$ 451,900,000	\$ 456,400,000
After-School Programs	\$ 15,230,100	\$ 13,550,600	\$ 13,549,400	\$ 13,549,400	\$ 13,549,400	\$ 13,549,400
Total Appropriation Requirements	\$ 368,694,800	\$ 452,350,600	\$ 456,649,400	\$ 461,049,400	\$ 465,449,400	\$ 469,949,400
II. Available Revenues and Reserves						
Net Education Lottery Proceeds	\$ 467,582,000	\$ 476,500,000	\$ 486,000,000	\$ 495,700,000	\$ 505,600,000	\$ 515,700,000
Lottery for Education Account - Interest	326,900	75,000	75,000	75,000	75,000	75,000
2019 Public Chapter 507 - Sports Wagering	37,062,000	43,013,600	43,013,600	43,013,600	43,013,600	43,013,600
General Shortfall Reserve at Prior June 30	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000
Lottery for Education Account at Prior June 30	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Sub-Total Lottery for Education Account	\$ 614,970,900	\$ 629,588,600	\$ 639,088,600	\$ 648,788,600	\$ 658,688,600	\$ 668,788,600
Unclaimed Prizes	18,000,000	13,550,600	13,549,400	13,549,400	13,549,400	13,549,400
After-School Programs - Interest	82,000	100,000	100,000	100,000	100,000	100,000
Unclaimed Prizes at Prior June 30	47,419,200	50,271,100	50,371,100	50,471,100	50,571,100	50,671,100
Sub-Total After-Schools Programs	\$ 65,501,200	\$ 63,921,700	\$ 64,020,500	\$ 64,120,500	\$ 64,220,500	\$ 64,320,500
Total Available Revenues and Reserves	\$ 680,472,100	\$ 693,510,300	\$ 703,109,100	\$ 712,909,100	\$ 722,909,100	\$ 733,109,100
III. Available Funds at June 30						
General Shortfall Reserve	\$ 100,000,000	\$ 100,000,000	\$ 100,000,000	\$ 100,000,000	\$ 100,000,000	\$ 100,000,000
Lottery for Education Account Reserve	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Available to Transfer to Tennessee Promise Scholarships	151,506,200	80,788,600	85,988,600	91,288,600	96,788,600	102,388,600
Sub-Total Lottery for Education Account	\$ 261,506,200	\$ 190,788,600	\$ 195,988,600	\$ 201,288,600	\$ 206,788,600	\$ 212,388,600
After-School Programs Reserve	50,271,100	50,371,100	50,471,100	50,571,100	50,671,100	50,771,100
Total Available Funds at June 30	\$ 311,777,300	\$ 241,159,700	\$ 246,459,700	\$ 251,859,700	\$ 257,459,700	\$ 263,159,700
IV. Scholarship Award Levels:						
HOPE 4-Year Colleges: Freshmen/Sophomores	\$ 3,500	\$ 4,500	\$ 4,500	\$ 4,500	\$ 4,500	\$ 4,500
HOPE 4-Year Colleges: Juniors/Seniors	4,500	5,700	5,700	5,700	5,700	5,700
HOPE 2-Year Colleges	3,000	3,200	3,200	3,200	3,200	3,200

Number of Scholarship Award Recipients: 2021-2022 Actual - 125,400; 2022-2023 Estimated - 122,300; and 2023-2024 Recommended - 123,500.

Tennessee Promise Last Dollar Scholarship
Multi-Year Projection
Fiscal Years 2021-2022 Through 2023-2024

The Tennessee Promise Scholarship program was created by Public Chapter 900 of the Public Acts of 2014. Tennessee Promise is both a scholarship and mentoring program. The scholarship provides funding to cover tuition and mandatory fees not covered by the Pell Grant, the Tennessee Education Lottery Scholarship, or Tennessee Student Assistance Award funds. Students may use the scholarship at any of the 13 community colleges, 26 colleges of applied technology, 2 four-year public institutions, or private institutions offering an associates degree program. Tennessee Promise also provides guidance to each participant. Each participant receives assistance from a mentor who assists the student as he or she navigates the different facets of college. In addition, Tennessee Promise participants must complete eight hours of community service, per term enrolled, as well as maintain satisfactory academic progress at their institution. Estimated Tennessee Promise enrollment as of fall 2022 was 22,400.

	Actual 2021-2022	Estimated 2022-2023	Estimated 2023-2024
I. Endowments			
Original Endowment	\$ 48,839,300	\$ 48,839,300	\$ 48,839,300
Current Endowment	312,542,000	312,542,000	312,542,000
Total Endowments	\$ 361,381,300	\$ 361,381,300	\$ 361,381,300
II. Revenues			
Public Chapter 507 - Net Revenues of Sports			
Wagering Advisory Council	\$ 8,323,300	\$ 3,718,800	\$ 3,718,800
Net Lottery Proceeds Transfer	124,913,300	151,506,200	80,788,600
Endowment/Reserve Earnings	(122,327,600)	26,570,100	28,635,600
Total Available Revenue	\$ 10,909,000	\$ 181,795,100	\$ 113,143,000
III. Expenditures			
Tennessee Promise Cost	\$ 26,165,200	\$ 20,160,000	\$ 25,973,700
Treasury Administrative Fees	634,600	607,300	654,500
Total Expenditures	\$ 26,799,800	\$ 20,767,300	\$ 26,628,200
IV. Surplus/Deficit	\$ (15,890,800)	\$ 161,027,800	\$ 86,514,800
V. Special Reserve Balance at Previous June 30th	\$ 413,655,900	\$ 397,765,100	\$ 558,792,900
VI. Balance Forward/Special Reserve	\$ 397,765,100	\$ 558,792,900	\$ 645,307,700
VII. Total Reserve and Endowment Balance	\$ 759,146,400	\$ 920,174,200	\$ 1,006,689,000

Comparison of Authorized Positions State Agencies and Higher Education

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Recommended 2023-2024</u>	<u>Change From Current Year</u>
I. STATE AGENCIES				
General Fund¹	42,144	42,900	43,323	423
Full-time	40,835	41,624	42,036	412
Part-time	972	939	950	11
Seasonal	337	337	337	0
Department of Transportation	4,521	4,521	4,021	(500)
Full-time	4,516	4,516	4,016	(500)
Part-time	5	5	5	0
Seasonal	0	0	0	0
Total State Agencies¹	46,665	47,421	47,344	(77)
Full-time	45,351	46,140	46,052	(88)
Part-time	977	944	955	11
Seasonal	337	337	337	0
II. HIGHER EDUCATION				
Total Positions	27,156	27,614	27,614	0
Full-time Equivalent (UT and TBR)				
Administrative	1,285	1,295	1,295	0
Professional	7,285	7,729	7,729	0
Faculty	10,381	10,507	10,507	0
Clerical and Support	8,205	8,083	8,083	0
III. TOTAL STATE AGENCIES AND HIGHER EDUCATION				
Total Positions	73,821	75,035	74,958	(77)
Full-time ²	72,507	73,754	73,666	(88)
Part-time	977	944	955	11
Seasonal	337	337	337	0

¹ Includes Tennessee Higher Education Commission (THEC) and Tennessee Student Assistance Corporation (TSAC).

² Full-time includes Higher Education's full-time personnel.

Fiscal Year 2023-2024
Authorized Positions Change
Recommended 2023-2024 Change from Estimated 2022-2023

	Full-Time	Part-Time	Seasonal	Total
I. 2023-2024 Total Recommended Change	(88)	11	0	(77)
II. 2023-2024 Base Budget Changes	(793)	(3)	0	(796)
a. Base Budget Reductions	(758)	0	0	(758)
TRICOR	(26)	0	0	(26)
Finance and Administration, Division of TennCare	2	0	0	2
General Services	(7)	0	0	(7)
Education (K-12)	(109)	0	0	(109)
Military Department	(20)	0	0	(20)
Intellectual and Developmental Disabilities	(98)	0	0	(98)
Transportation	(500)	0	0	(500)
b. Base Budget Adjustments	(1)	1	0	0
Mental Health and Substance Abuse Services - Sunset Year Correction	0	1	0	1
Human Services - Grant for Adult Protective Services	(1)	0	0	(1)
c. 2022-2023 Non-recurring Positions Not Continued in 2023-2024 Base	(34)	(4)	0	(38)
District Attorneys General Conference - Office of Criminal Justice Programs (OCJP)	(25)	0	0	(25)
Correction - Swift, Certain, and Fair Federal Grant	(1)	0	0	(1)
Education (K-12) - Fiscal Year 2019 Revenue Expansion	(2)	0	0	(2)
Education (K-12) - Emergency Management Grants	(1)	0	0	(1)
Commerce and Insurance - OCJP - Lethality Assessment Program Coordinator Grant	(1)	0	0	(1)
Mental Health and Substance Abuse Services - First Responders Addiction Recovery Grant	(1)	0	0	(1)
Mental Health and Substance Abuse Services - Comprehensive Opioid Reduction Strategies Grant	(1)	0	0	(1)
Mental Health and Substance Abuse Services - Advancing Wellness and Resiliency in Education (AWARE)	0	(1)	0	(1)
Mental Health and Substance Abuse Services - Coordinated Response to Pregnant/Postpartum Substance Abuse	(1)	0	0	(1)
Health - Maternal Mortality Review	(1)	0	0	(1)
Tennessee Bureau of Investigation - OCJP - National Instant Criminal Background Check (NICS) Act Record Improvement Program (NARIP)	0	(3)	0	(3)
III. 2023-2024 Recommended Agency Cost Increases	705	14	0	719
Court System	3	0	0	3
Attorney General and Reporter	10	0	0	10
District Attorneys General Conference	32	0	0	32
District Public Defenders Conference	22	0	0	22
Treasury Department	6	0	0	6
Health Facilities Commission	2	0	0	2
Finance and Administration	10	0	0	10
Finance and Administration, Division of TennCare	14	0	0	14
Human Resources	15	0	0	15
General Services	2	7	0	9
Veterans Services	16	0	0	16
Board of Parole	1	0	0	1
Agriculture	31	0	0	31
Environment and Conservation	54	0	0	54
Correction	20	0	0	20
Education (K-12)	21	0	0	21
Commerce and Insurance	15	7	0	22
Labor and Workforce Development	2	0	0	2
Mental Health and Substance Abuse Services	7	0	0	7
Military Department	20	0	0	20
Health	17	0	0	17
Intellectual and Developmental Disabilities	66	0	0	66
Tennessee Bureau of Investigation	31	0	0	31
Safety	278	0	0	278
Children's Services	10	0	0	10

**Summary Comparison of Tennessee Personal Income
and Appropriations from State Tax Revenues**
Fiscal Years 1977-1978, 2021-2022, 2022-2023, and 2023-2024

TABLE 1

**Tennessee Personal Income
Calendar Years 1977, 2021, 2022, and 2023
(Dollars in Millions)**

Year	Personal Income ¹	Percent Growth
1977	\$ 27,175.8	-
2021	394,520.4	-
2022	409,404.6	3.77
2023	429,475.6	4.90

TABLE 2

**Appropriations from State Tax Revenues
Fiscal Years 1977-1978, 2021-2022, 2022-2023, and 2023-2024
(Dollars in Millions)**

Year	Appropriations	Percent Growth
1977-1978	\$ 1,747.3	-
2021-2022	23,495.1	-
2022-2023	24,641.2	4.88
2023-2024	24,917.8	1.12

¹ Source: U.T. Boyd Center for Business and Economic Research.

Note: This statement is presented in compliance with Tennessee Code Annotated, Title 9, Chapter 4, Part 52, relating to the calculation of estimated rate of growth of the state's economy, and the appropriation of state revenue as required by the Tennessee Constitution, Article II, Section 24, the constitutional spending limitation.

**Constitutional Spending Limit Summary
Appropriations from Existing State Tax Revenues
Fiscal Year 2023-2024**

	Estimated 2022-2023	Estimated 2023-2024
I. Appropriated State Revenues	\$ 24,726,700,000	\$ 25,423,700,000
Less: Non-Tax Revenue	(85,500,000)	(91,600,000)
Sub-Total Appropriated from State Tax Revenues	\$ 24,641,200,000	\$ 25,332,100,000
Add: Transition to Single Sales Factor Legislation	0	17,000,000
Less: Bonus Depreciation Coupling Legislation	0	(64,000,000)
Less: Small Business Deduction Legislation	0	(37,800,000)
Less: Paid Family Leave Tax Credit Legislation	0	(7,320,000)
Less: Exempt First \$500,000 of Franchise Tax Legislation	0	(20,300,000)
Less: Food and Food Ingredients Tax Holiday Legislation	0	(288,300,000)
Less: Technical Updates to Sales Tax Legislation	0	(2,000,000)
Less: Storage Exemption for Manufacturers Legislation	0	(800,000)
Less: Business Tax Top Rate Reduction from 0.3% to 0.1% Legislation	0	(244,800)
Less: Technical Updates to Business Tax Legislation	0	(800,000)
Less: Business Tax Exemption of \$100,000 per Jurisdiction Legislation	0	(7,912,000)
Less: Rural Brownfields Investment Act Legislation	0	(1,000,000)
Less: Sales Tax Exemption for Technical Machinery Legislation	0	(776,100)
Rounding Adjustment	0	(47,100)
Total State Tax Revenue	\$ 24,641,200,000	\$ 24,917,800,000
Percent Increase Over the Prior Year		1.12%
II. Fiscal Year 2022-2023 Established Limit	\$ 22,153,600,000	\$ 24,690,200,000
Adjustment to Established Base		(49,000,000) *
Fiscal Year 2023-2024 Base Appropriations Limit		\$ 24,641,200,000
State Economic Growth Measure		
2023 Forecasted Personal Income Growth	4.90%	1,207,400,000
Index Adjustment		
Legislative Adjustment to the 2022-2023 Limit	11.45%	2,536,600,000
Fiscal Year 2021-2022 Revised Appropriations Limit		\$ 24,690,200,000
Fiscal Year 2022-2023 Appropriations Limit		\$ 25,848,600,000
III. Availability Under the Established Limit	\$ 49,000,000	\$ 930,800,000

* Cap reset to the appropriated state tax revenue in fiscal year 2022-2023.

Full-Time Employees Overlapped Over 90 Days

	Agency	Count
301.00	Legislature	31
302.00	Court System	26
304.00	District Attorneys General Conference	10
305.00	Secretary of State	1
306.00	District Public Defenders Conference	2
309.00	Treasury Department	2
316.04	Human Rights Commission	1
316.07	Health Facilities Commission	1
316.08	TRICOR	1
316.12	Advisory Commission on Intergovernmental Relations	1
316.25	Arts Commission	1
317.00	Finance and Administration	5
318.00	Finance and Administration, Bureau of TennCare	4
321.00	General Services	3
325.00	Agriculture	3
326.00	Tourist Development	1
327.00	Environment and Conservation	14
328.00	Tennessee Wildlife Resources Agency	12
329.00	Correction	13
330.00	Economic and Community Development	1
331.00	Education (K-12)	8
335.00	Commerce and Insurance	1
337.00	Labor and Workforce Development	15
339.00	Mental Health and Substance Abuse Services	22
341.00	Military	3
343.00	Health	33
345.00	Human Services	3
348.00	Tennessee Bureau of Investigation	3
349.00	Safety	16
359.00	Children's Services	8
400.00	Transportation	3
Total		<u>248</u>

Based on Edison extract of full-time employees overlapped more than 90 days as of January 19, 2023.

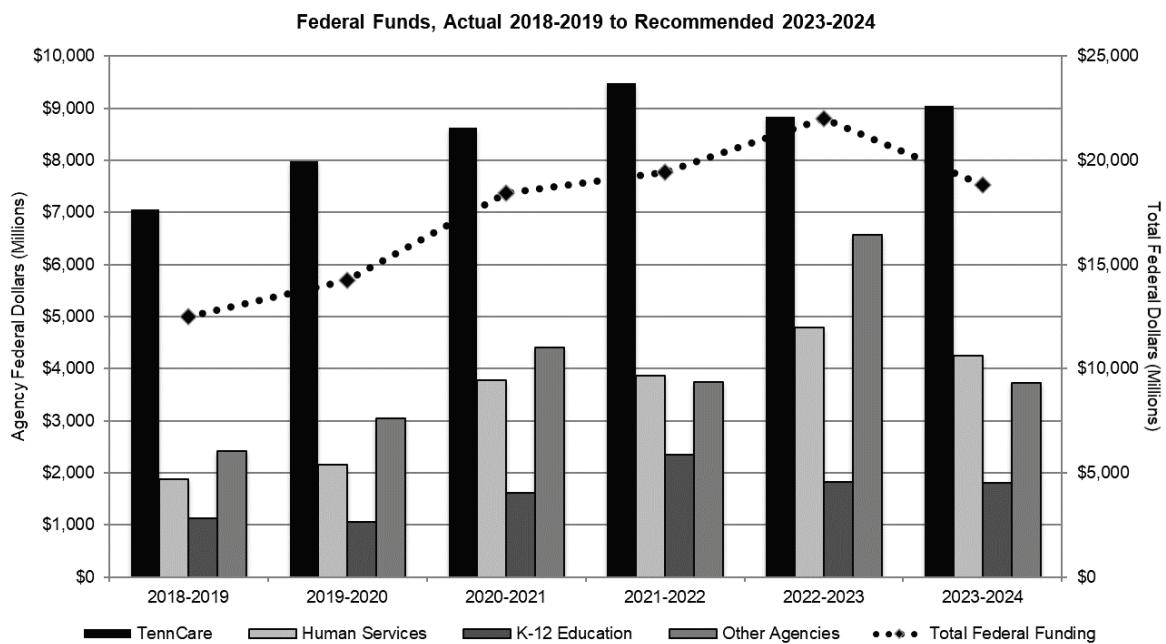
Federal Aid Trends

Fiscal Year 2023-2024

The total recommended budget for the fiscal year is \$55,576,570,900 with 33.9 percent from federal sources. The \$18,823,673,300 of federal funding is a decrease of 14.5 percent from the 2022-2023 estimate. Of the total federal funding, \$9,037,728,200 (48.0 percent) is recommended for TennCare expenditures, \$4,241,706,000 (22.5 percent) for the Department of Human Services, \$1,815,874,500 (9.7 percent) for the Department of Education, and \$3,728,364,600 (19.8 percent) for all other state programs.

The Division of TennCare receives funds from the Department of Health and Human Services to administer the state's Medicaid waiver program. The Tennessee Department of Human Services administers multiple federal programs, with the Supplemental Nutritional Assistance Program (formerly known as Food Stamps) being the largest. The Tennessee Department of Education also administers multiple large federal programs, which receive funds from the federal Department of Education, for such programs as grants to Local Education Agencies, Special Education, and School Nutrition programs.

	Actual 2018-2019	Actual 2019-2020	Actual 2020-2021	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
Total Federal Funding	\$12,481,785,600	\$14,228,598,300	\$18,426,512,400	\$19,433,972,300	\$22,020,910,700	\$18,823,673,300
TennCare	7,052,048,700	7,974,487,200	8,628,094,000	9,472,648,100	8,831,971,700	9,037,728,200
Human Services	1,877,171,600	2,163,121,500	3,774,433,800	3,861,758,900	4,794,634,800	4,241,706,000
K-12 Education	1,130,423,500	1,051,162,800	1,618,491,800	2,355,756,600	1,824,790,100	1,815,874,500
Other Agencies	2,422,141,800	3,039,826,800	4,405,492,800	3,743,808,700	6,569,514,100	3,728,364,600
<hr/>						
Average Annual						
Percent Change						
FY 2023 to 2024						
Percent Change						
FY 2019 to 2024						
Total Federal Funding	-14.52%	8.56%				
TennCare	2.33%	5.09%				
Human Services	-11.53%	17.71%				
K-12 Education	-0.49%	9.94%				
Other Agencies	-43.25%	9.01%				



From fiscal years 2018-2019 to 2021-2022, non-TennCare federal fund collections were between \$5.4 and \$9.8 billion, with estimated funding in fiscal years 2022-2023 above and 2023-2024 approximately equal to fiscal year 2021-2022 actual levels. In the TennCare program, an upward trend in federal funding from fiscal years 2018-2019 to 2021-2022 flattens in fiscal years 2022-2023 and 2023-2024. The trends in fiscal years 2022-2023 and 2023-2024 are largely due to medical inflation and utilization in the program, continued implementation of information systems, and increased costs in the waiver for intellectually and developmentally disabled enrollees and children in state custody being tempered by expiring pandemic-related federal assistance. The impacts to the TennCare budget are displayed elsewhere in this budget.

Pandemic- and Infrastructure-related Federal Spending Bills

In March 2020, Congress began passing a series of acts in response to the unfolding public health and economic crisis. The six acts passed were the following: H.R. 6074 Coronavirus Preparedness and Response Supplemental Appropriations Act (CPRSA Act); H.R. 6201 Families First and Coronavirus Response Act (FFCR Act); H.R. 748 Coronavirus Aid, Relief, and Economic Security Act (CARES Act); H.R. 266 Paycheck Protection Program and Health Care Enhancement Act (PPHCE Act); H.R. 133 Consolidated Appropriations Act; and H.R. 1319 American Rescue Plan (ARP). Key provisions of the laws included direct, one-time payments to individuals and families, increased unemployment benefits, loans to businesses, and direct aid to state and local governments. A chart of estimated allocations to the State of Tennessee from these six acts is found elsewhere in this budget.

Within the CARES Act, funding was also provided to establish the Coronavirus Relief Fund. This fund provided a block grant to states for the purpose of addressing costs specific to each state in its response to the COVID-19 outbreak. The act allowed each state a certain degree of flexibility in determining how those funds could be directed. A chart of allocations from this fund is found elsewhere in this budget.

Within the ARP Act, funding was also provided to establish the Fiscal Recovery Fund. This fund provides a block grant to states to continue COVID-19 response, invests in initiatives that support economic recovery, and strengthens fiscal stability. To allocate this fund, the executive and legislative branches formed a Financial Stimulus Accountability Group (FSAG) to review and recommend proposals for funding. FSAG's work on allocating this fund is ongoing. A chart of allocations from this fund is found elsewhere in this budget.

In November 2021, Congress passed the Infrastructure Investment and Jobs Act (IIJA) to address nationwide energy, power, transportation, broadband, and water infrastructure. Instead of the broad discretion accorded to states in the CARES Act Coronavirus Relief Fund and ARP Act Fiscal Recovery Fund, the vast majority of IIJA funds are directed to specific programs in the states and localities. Allocations from the IIJA are contained in the various departmental budgets presented in this document.

Fiscal Year 2024 Outlook

For fiscal year 2023-2024, total federal aid decreases from the fiscal year 2022-2023 estimate. This is largely due to the time-limited nature of the funds from the six above-referenced acts. The continuation of the programs in the six above-referenced acts will span multiple future fiscal years. Those funds will be allocated accordingly by recommendation of the executive branch and enactment by the legislative branch.

Summary of Funding Provided to Tennessee for COVID-19
September 30, 2022

	H.R. 6074	H.R. 6201	H.R. 748 (CARES)	H.R. 266 (Paycheck Protection Program)	H.R. 133 (Consolidated Appropriations Act)	H.R. 1319 (American Rescue Plan)	Program Total
				(Millions)			
305.00 Secretary of State	\$ -	\$ -	\$ 8.58	\$ -	\$ -	\$ 3.50	\$ 12.08
Election Security Grants			7.98				7.98
Library Services and Technology Act Grants			0.60			3.50	4.10
316.02 Aging and Disability	\$ 1.10	\$ 4.87	\$ 16.22	\$ -	\$ 5.27	\$ 29.64	\$ 57.10
Supportive Services			4.41			9.28	13.69
Congregate and Home-Delivered Meals		4.87	9.38		3.41	15.13	32.79
Family Caregivers			2.02			2.90	4.92
Protection of Vulnerable Older Americans			0.41				0.41
Aging and Disability Resource Centers (ADRC)	1.10					0.12	1.22
Long-Term Care Ombudsman					0.28	0.37	0.65
ADRC - Vaccine Access					0.57	0.12	0.69
State and Area Units on Aging - Vaccine Access					1.01		1.01
Preventative Services						0.89	0.89
Public Health Workforce State Health Insurance Assistance Program (SHIP)						0.12	0.12
Public Health Workforce State Unit on Aging (SUA)						0.71	0.71
316.14 Council on Developmental Disabilities	\$ -	\$ -	\$ -	\$ -	\$ 0.08	\$ -	\$ 0.08
State Councils on Developmental Disabilities - Vaccine Access				0.08			0.08
316.20 Tennessee Housing Development Agency	\$ -	\$ -	\$ 57.26	\$ -	\$ 14.47	\$ 301.27	\$ 373.00
Low Income Energy Assistance Program			18.06			64.31	82.37
Emergency Solutions Grant			33.59				33.59
Tenant-Based Rental Assistance - Housing Choice Vouchers			4.54				4.54
Tenant-Based Rental Assistance - Mainstream			0.22				0.22
Project-Based Rental Assistance			0.85				0.85
Homeowner Assistance Fund						168.24	168.24
HOME Investment Partnerships Program (Non-Entitlement)						53.28	53.28
Tenant-Based Rental Assistance - Emergency Housing Vouchers						3.88	3.88
Housing Stability Counseling - Neighborhood Works						0.22	0.22
Low Income Water Assistance Program (LIWAP)				14.47		11.34	25.81
316.25 Arts Commission	\$ -	\$ -	\$ 0.54	\$ -	\$ -	\$ 0.85	\$ 1.39
National Endowment for the Arts - Grants - 45.025			0.48				0.48
National Endowment for the Arts - Grants via SouthArts			0.06				0.06
National Endowment for the Arts - Grants - 45.024						0.85	0.85
317.00 Finance and Administration	\$ -	\$ -	\$ 2,378.08	\$ -	\$ 160.04	\$ 3,867.92	\$ 6,406.04
Coronavirus Emergency Supplemental Funding - Justice Assistance Grants (JAG)			13.94				13.94
Family Violence and Prevention Services			0.71			9.18	9.89
Coronavirus Relief Fund (CRF)			2,363.43				2,363.43
State Fiscal Relief Fund (SFRF)						3,725.93	3,725.93
Emergency Rent Relief 1				160.04			160.04
Emergency Rent Relief 2						132.81	132.81
318.00 TennCare	\$ -	\$ 1,934.30	\$ -	\$ -	\$ -	\$ 149.53	\$ 2,083.83
Enhanced Federal Medical Assistance Percentage (FMAP)		1,934.30					1,934.30
10% Enhanced FMAP for Home and Community-Based Services (HCBS)						134.63	134.63
85% Enhanced FMAP for Mobile Crisis Services						1.00	1.00
100% COVID-19 Vaccine Counseling and Administration						13.90	13.90
325.00 Agriculture	\$ -	\$ 2.09	\$ 3.14	\$ -	\$ 1.67	\$ -	\$ 6.90
Tennessee Emergency Food Assistance Program (TEFAP)		2.09	3.14		1.67		6.90
326.00 Tourist Development	\$ -	\$ -	\$ 2.80	\$ -	\$ -	\$ 6.70	\$ 9.50
Economic Development Assistance Programs			2.80				2.80
American Rescue Plan - State Tourism						6.70	6.70
330.00 Economic and Community Development	\$ -	\$ -	\$ 53.20	\$ -	\$ -	\$ -	\$ 53.20
Community Development Block Grant			53.20				53.20

Summary of Funding Provided to Tennessee for COVID-19
September 30, 2022

	H.R. 6074	H.R. 6201	H.R. 748 (CARES)	H.R. 266 (Paycheck Protection Program)	H.R. 133 (Consolidated Appropriations Act)	H.R. 1319 (American Rescue Plan)	Program Total
	(Millions)						
331.00 Education	\$ -	\$ -	\$ 447.37	\$ -	\$ 1,208.28	\$ 2,835.30	\$ 4,490.95
Elementary and Secondary School Emergency Relief (ESSER 1.0)			259.89				259.89
ESSER 2.0					1,107.65		1,107.65
ESSER 3.0						2,489.42	2,489.42
ESSER (Homeless Children and Youth)						16.30	16.30
Governor's Emergency Education Relief (GEER 1.0)			63.58				63.58
GEER 2.0						27.80	27.80
Connected Literacy			20.00				20.00
School Nutrition Meals			103.57				103.57
Center for Disease Control (CDC) COVID-19 Supplement Grant			0.33				0.33
Emergency Assistance to Non-Public Schools 1.0					72.83		72.83
Individuals with Disabilities Education Act (IDEA) Grants to States, Part B, 611						56.41	56.41
IDEA Preschool Grant, Part B, 619						3.75	3.75
Emergency Assistance to Non-Public Schools 2.0						73.68	73.68
CDC Public Health Emergency Response						10.23	10.23
Project Advancing Wellness and Resiliency in Education (AWARE) State Education Agency Grants						4.66	4.66
Tennessee Head Start State Collaboration Office						0.18	0.18
Epidemiology and Laboratory Capacity (ELC) for Safe Reopening of Schools and Continued Response to COVID-19						174.84	174.84
SFRF Teach for America						5.83	5.83
332.00 Higher Education	\$ -	\$ -	\$ 427.70	\$ -	\$ 308.10	\$ 427.05	\$ 1,162.85
Higher Education Emergency Relief Fund (HEERF I) - Private Institutions			237.10				237.10
HEERF I - Public Institutions			168.10				168.10
HEERF I - Historically Black Colleges and Universities (HBCU)			22.50				22.50
HEERF II - Public Institution Aid					223.60		223.60
HEERF II - Public Student Aid					84.50		84.50
HEERF III - Public Institutions						427.05	427.05
337.00 Labor and Workforce Development	\$ -	\$ -	\$ 76.58	\$ -	\$ 1.56	\$ 3.96	\$ 82.10
Unemployment Insurance (UI) Administration Allotment I			9.83				9.83
UI Administration Allotment II			9.83				9.83
UI Supplemental Budget - Pandemic Emergency Unemployment Compensation (PEUC)			12.17				12.17
UI Supplemental Budget - Pandemic Unemployment Assistance (PUA)			25.03				25.03
UI Supplemental Budget - Waiting Week			0.14				0.14
UI Supplemental Budget - Mixed Earner Unemployment Compensation (MEUC)					0.91		0.91
UI Supplemental Budget - Federal Pandemic Unemployment Compensation (FPUC)			2.15				2.15
Dislocated Worker's Assistance			14.82				14.82
Lost Wages Administration			2.61				2.61
UI Extension Implementation Grants					0.65	0.28	0.93
Fraud Detection and Prevention Grant Program						3.68	3.68
339.00 Mental Health and Substance Abuse Services	\$ -	\$ -	\$ 2.00	\$ 10.00	\$ 48.62	\$ 54.93	\$ 115.55
Emergency Response Activities			2.00				2.00
Certified Community BH Clinical Expansion Grant Program				10.00			10.00
Emergency Grants to Address Mental and Substance Use Disorders					2.86		2.86
Mental Health Block Grant					15.79	28.20	43.99
Substance Abuse Block Grant					29.97	26.73	56.70
341.00 Military	\$ -	\$ -	\$ 3.19	\$ -	\$ -	\$ 1.99	\$ 5.18
Emergency Performance Management Grants			1.98			1.99	3.97
Armories Maintenance (Army National Guard)			1.21				1.21

Summary of Funding Provided to Tennessee for COVID-19
September 30, 2022

	H.R. 6074	H.R. 6201	H.R. 748 (CARES)	H.R. 266 (Paycheck Protection Program)	H.R. 133 (Consolidated Appropriations Act)	H.R. 1319 (American Rescue Plan)	Program Total
	(Millions)						
343.00 Health	\$ 19.91	\$ 1.40	\$ 21.74	\$ 157.50	\$ 494.96	\$ 398.52	\$ 1,094.03
CDC Testing Funds					393.08		393.08
Public Health Emergency Preparedness (PHEP) CDC Grant	14.35						14.35
Community Health Centers	0.20		2.30	0.73		8.41	11.64
ELC CDC Grant	0.50	1.40	11.20	155.00			168.10
Hospital Preparedness Programs	2.10		2.15				4.25
Emerging Infections Program	2.69						2.69
Telehealth and Rural Health			3.20				3.20
Ryan White			1.09				1.09
Core State Violence			0.17				0.17
Rape Prevention	0.07						0.07
Agency for Toxic Substances and Disease Registry			0.06				0.06
COVID-19 Vaccine Preparedness				61.70	66.71		128.41
ELC for School Testing					205.69		205.69
Expand Genomic Sequencing					4.65		4.65
Women, Infants, and Children (WIC) Cash Value Vouchers Increase					8.20		8.20
Commodity Supplemental Food Program				0.03		0.03	0.03
Maternal, Infant, Early Childhood Home Visiting					3.43		3.43
Emerging Infections Program (EIP) - Post-Introductions Vaccine Effectiveness	0.56			1.18			1.74
Health Disparities Initiative				38.83			38.83
ELC Confinement Facilities					18.20		18.20
ELC Homeless Population					1.44		1.44
Cooperative Agreement for Emergency Response					40.94		40.94
Pediatric Mental Health Care Access					0.45		0.45
ELC C2. Data Modernization					4.43		4.43
Sexually Transmitted Disease (STD) Prevention and Control for Health Departments					7.66		7.66
Modify, Enhance, Expand Health Care Infrastructure					0.78		0.78
Small Rural Hospital Improvement Program (SHIP) COVID-19 Testing and Mitigation					5.43		5.43
ELC Nursing Homes and Long-Term Care Facilities					9.93		9.93
ELC Healthcare - Associated Infections and Antibiotic Resistance (HAI/AR) Activities					9.36		9.36
ELC Traveler's Health (Round 1)	1.77						1.77
ELC Traveler's Health (Round 2)					0.48		0.48
Tennessee Bureau of Investigation Workforce Development					0.08		0.08
Immunization CARES Suplemental IIS					1.50		1.50
WIC Technology for a Better WIC Experience					0.35		0.35
EIP Supplemental	1.01			0.14	0.40		1.55
344.00 Developmental and Intellectual Disabilities	\$ -	\$ -	\$ -	\$ -	\$ 4.64	\$ 4.64	\$ 4.64
Individuals with Disabilities Education Act (IDEA) Supplemental Grant					4.64		4.64
345.00 Human Services	\$ -	\$ -	\$ 2,570.51	\$ -	\$ 260.80	\$ 952.48	\$ 3,783.79
Child Care and Development Block Grant			82.40		231.10	901.08	1,214.58
Community Services Block Grant			19.70				19.70
Supplemental Nutrition Assistance Program (SNAP) Contingency Reserve			2,443.11				2,443.11
Child and Adult Food Care Program			9.84			6.20	16.04
Summer Food Program			15.46				15.46
SNAP State Administration					1.60	11.50	13.10
Elder Abuse Prevention					1.80	4.91	6.71
SNAP Pandemic Electronic Benefit Transfer					26.30	27.43	53.73
Tennessee Technology Assistance Program (TTAP)						0.08	0.08
Independent Living State Grants (ILSG)						0.12	0.12
Randolph Shepherd Financial Relief						1.16	1.16
350.00 Strategic Healthcare Programs	\$ -	\$ 17.36	\$ -	\$ -	\$ -	\$ -	\$ 17.36
Enhanced Federal Match		16.85					16.85
100% COVID-19 Vaccine Administration		0.51					0.51
359.00 Children's Services	\$ -	\$ 26.90	\$ 1.01	\$ -	\$ 10.35	\$ 7.11	\$ 45.37
Enhanced FMAP		26.90					26.90
Child Welfare Services			1.01				1.01
Chafee Education and Training Vouchers					1.09		1.09
Chafee Foster Care Program for Successful Transition to Adulthood					7.49		7.49
Promoting Safe and Stable Families					1.77		1.77
Community-Based Child Abuse Prevention						5.07	5.07
Child Abuse State Grants						2.04	2.04
400.00 Transportation	\$ -	\$ -	\$ 70.13	\$ -	\$ 212.81	\$ 15.92	\$ 298.86
Transit Infrastructure Grants - Non-urbanized Area			65.63				65.63
Grant-in-aid to Airports			4.50			2.55	7.05
Grant-in-aid to Airports - Block Grants					1.12		1.12
Federal Highway Administration (FHWA) Infrastructure Program					209.62		209.62
Enhanced Mobility of Seniors and Persons with Disabilities					0.60	0.60	1.20
Federal Aviation Administration (FAA) Airport Coronavirus Response Grant Program					1.47		1.47
Federal Transit Administration (FTA) Non-urbanized Area Formula						12.77	12.77
Total Funding Provided to Tennessee for COVID-19	\$ 21.01	\$ 1,986.92	\$ 6,140.05	\$ 167.50	\$ 2,727.01	\$ 9,061.31	\$ 20,103.80

CARES Act

Coronavirus Relief Fund

	Allocation
I. Economic, Community and Individual Relief	
Unemployment Insurance Trust Fund Solvency	\$ 939,000,000
Small Business Relief Progam	201,060,500
Supplemental Employer Recovery Grant (SERG) Program	108,189,200
TN Community Cares Program for Nonprofit	141,210,600
Local Government Reimbursement	113,486,100
K-12 Technology and Reopening Support	69,316,700
Higher Education Technology Support Grants	21,418,300
Emergency Broadband Fund	51,063,900
Agriculture and Forestry Business Fund	43,441,700
Tourism and Destination Marketing Office Support	14,766,500
American Jobs Center and Workforce Re-employment	8,602,400
Virtual American Jobs Center	35,100
Subtotal Economic, Community, and Individual Relief	\$ 1,711,591,000
II. Public Health Response	
COVID-19 Public Service Announcements	\$ 12,955,500
Department of Health and other Public Health	44,134,500
Community and Faith Based Clinics	5,601,900
COVID-19 Positive Facilities	965,800
Ambulance Service Assistance Program	368,000
Hospital Staffing Assistance	91,170,700
Small and Rural Hospital Grants	10,000,000
Subtotal Public Health Response	\$ 165,196,400
III. State Government Costs	
Public Health and Safety Payroll Reimbursement	\$ 255,250,500
State Government Operations Reimbursement	90,985,900
TN Emergency Management Agency cost share	105,221,500
Welcome Centers, TDEC, and TWRA Reimbursement	10,036,900
Unified Command Group / Economic Recovery Group Operations	25,151,700
Subtotal State Government Costs	\$ 486,646,500
IV. Total Funding (I. + II. + III.)	<u>\$ 2,363,433,900</u>

American Rescue Plan
State Fiscal Recovery Fund

Agency	Description	Allocation
Addressing Impacts of Lost Instructional Time		
Education	Teach for America	\$ 5,830,000
Education	Summer Literacy / Learning Loss Bridge Camps	102,000,000
Administrative Expenses		
Finance and Administration	Administrative Costs	19,680,000
Assistance to Nonprofits		
Arts Commission	Support for TN Arts Organizations	80,000,000
Economic Impact Assistance		
Finance and Administration	Goodwill Excel Center	12,000,000
Healthy Childhood Environments		
Human Services	Childcare Capacity	19,371,000
Infrastructure		
Economic and Community Development	Broadband Infrastructure	500,000,000
Environment and Conservation	Water and Wastewater Infrastructure	1,351,922,000
Long-term Housing Security		
Finance and Administration	Habitat for Humanity	15,000,000
Mental Health Services		
Mental Health and Substance Abuse Services	Crisis Continuum Enhancement	34,940,000
Negative Economic Impacts		
Agriculture	Agriculture and Forestry Supply Chain Enhancements	50,000,000
Tourist Development	Tourism and Hospitality Recovery Fund	55,000,000
Tourist Development	Tourism Marketing Fund	45,000,000
Other Public Health Services		
Agriculture	Agriculture Veterinary Lab	5,123,000
Agriculture	UT - Agriculture Research and Education	50,000,000
Agriculture	TSU - Food and Animal Sciences Center	32,250,000
Finance and Administration	Cloud Migration	45,600,000
Finance and Administration	Cybersecurity	50,955,000
Finance and Administration	Enterprise Data Analytics	11,920,000
Finance and Administration	Business Process Automation	20,000,000
Finance and Administration	IT Infrastructure and Modernization	68,330,000
Health	State Public Health Laboratory	200,000,000
Health	Local Health Department Capital Investments	128,966,000
Health	Healthcare Facility Staffing Assistance Grants	120,000,000
Health	Healthcare Resiliency: Capital Investments	151,600,000
Health	Healthcare Resiliency: Workforce Transformations	78,400,000
Intellectual and Developmental Disabilities	Seating and Positioning Clinics	180,600,000
Mental Health and Substance Abuse Services	Project Rural Recovery - Integrated Mobile Health	6,300,000
Public Sector Capacity		
Correction	Electronic Health Records	13,050,000
Finance and Administration	Accelerating Program Inventory	2,000,000
Finance and Administration	Electronic Work Papers for Remote Workforce	1,334,000
Labor and Workforce Development	Unemployment Tax and Benefits System	61,000,000
Treasury	IT - Infrastructure	4,150,000
Treasury	IT - Operational Technologies	3,300,000
Treasury	IT - Project Advanced Retirement Information System (ARIS)	51,300,000
Total Allocated		\$ 3,576,921,000
Unallocated Balance as of December 31, 2022		\$ 148,911,000

State of Tennessee

Tennessee Economic Overview

Recommended Budget, Fiscal Year 2023-2024

Tennessee's fiscal environment depends on economic conditions that influence both the expenditure and revenue sides of the state budget. The Boyd Center for Business and Economic Research at the University of Tennessee prepared this summary of current economic conditions and expectations for short-term economic growth in Tennessee and the nation. For additional information, see the most recent edition of "An Economic Report to the Governor of the State of Tennessee."

Both Tennessee and the U.S. saw very strong economic growth in 2021 as the economy reopened, the housing market showed incredible strength, and consumers spent heavily to satisfy pent-up demand.

Following incredibly strong economic growth of 9.2 percent in 2021, Tennessee inflation-adjusted gross domestic product (real GDP) is projected to grow by a more typical rate of 2.4 percent in 2022, as consumers continued to spend and the state economy continued to show strength following the pandemic recession. Economic growth would have likely been even stronger but high inflation eroded purchasing power and rising interest rates increased the cost of borrowing and put downward pressure on investment spending. By comparison, U.S. real GDP will grow by a slower 1.8 percent rate in 2022.

The discussion that follows provides additional background on current economic conditions and the economic outlook for the state and nation to help frame the state's fiscal outlook for the upcoming fiscal year. For more information on the economic outlook for the U.S. and Tennessee, see "An Annual Report to the Governor of the State of Tennessee."

Recent Economic Conditions

The U.S. economy experienced a year of mixed results in 2022, as modest economic growth and a strong labor market were

overshadowed by historic increases in price levels. U.S. real GDP shrank by annualized rates of 1.6 percent and 0.6 percent in the first and second quarter respectively, but bounced back by 2.9 percent in the third quarter of 2022. For the year as a whole, U.S. real GDP is projected to advance by a modest 1.8 percent.

Real GDP growth has largely slowed because of extremely high inflation. In nominal terms (current dollars), U.S. GDP will grow by a very strong 9.0 percent in 2022. However, these strong gains occurred because people were spending more money to purchase goods and services, and not because they were actually purchasing more goods and services. As of November, the Consumer Price Index (CPI) is up by 7.1 percent (compared to the same time last year) after peaking at 9.1 percent in July. Thus, after adjusting for inflation, U.S. real GDP will only grow by 1.8 percent in 2022. By comparison, Tennessee real GDP will advance by a faster 2.4 percent in 2022.

Despite elevated inflation, total consumption spending will increase by 2.7 percent in 2022, as pent-up demand leads to heavy spending on services. By comparison, spending on goods, which was elevated during the pandemic, will fall as household spending patterns revert to pre-pandemic norms, and higher prices dampen consumer purchasing power.

In response to elevated inflation, the Federal Reserve has aggressively increased interest rates throughout the year. As a result, investment spending had a volatile 2022, with a 5.4 percent increase during the first quarter, with subsequent annualized drops of 14.1 percent and 9.1 percent in the second and third quarters, respectively. This slowdown was driven by reductions in residential investment and business investment in structures, both of which were dampened by rising interest rates.

One bright spot for the economy is the continued strength of the labor market. U.S. payrolls finally recovered to pre-pandemic (February 2020) levels as of August 2022, and as of November there are 1 million more U.S. workers than there were prior to the pandemic. As a result, nonfarm employment will grow by a robust 4.1 percent in 2022. By comparison, the Tennessee labor market recovered in December 2021, a full eight months faster than the national recovery. And as of October 2022, nonfarm employment in Tennessee is up by roughly 108,000 jobs compared to pre-pandemic levels.

Short-Term Economic Outlook

Driven by high interest rates, geo-political uncertainties, and elevated inflation, the U.S. economy will likely enter a mild recession in the near term. U.S. real GDP is projected to fall through the first half of 2023, and contract by 0.2 percent for the 2023 year as a whole. In comparison, the short-term outlook for Tennessee is more promising. In Tennessee, real GDP growth is still expected to slow significantly, but economic growth will remain positive. The state outlook calls for Tennessee real GDP growth of 0.7 percent in 2023. Compared to the nation, Tennessee's outlook is more favorable due to a strong rate of in-migration into Tennessee, which has led to an uptick in economic activity, as well as a healthy state budget due to strong tax revenue collections coupled with direct state aid through the 2021 American Rescue Plan, which has put the state economy on strong footing.

Article provided by the Boyd Center for Business and Economic Research, University of Tennessee at Knoxville.

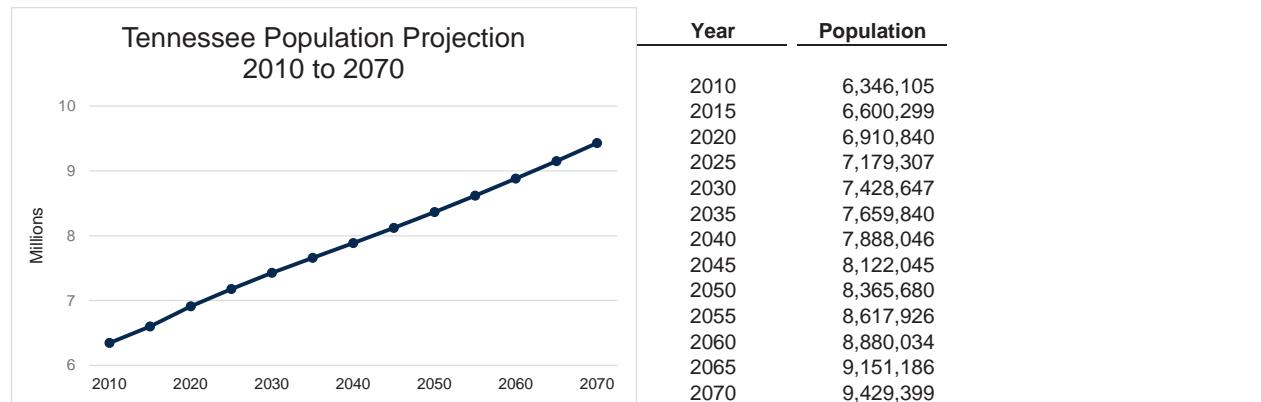
As GDP growth slows, job growth will likely follow suit. Nonfarm employment in Tennessee will expand by a robust 3.9 percent in 2022, but job gains will then slow to 1.0 percent in both 2023 and 2024. This is stronger than the U.S. labor market, which is projected to see no job growth in 2023 and then contract by 0.3 percent in 2024.

Finally, Tennessee nominal personal income will advance by 4.9 percent in 2023 and 4.7 percent in 2024. This is slightly faster than the national projections of 4.7 percent and 4.4 percent growth in 2023 and 2024 respectively. Personal income growth in 2023 will be driven by gains in rent, interest, and dividend income, due to higher interest rates. In addition, there will likely be a strong increase in federal transfer payments, as social security benefits checks will see a massive 8.7 percent cost-of-living adjustment (COLA) in 2023. Counterbalancing these two positive drivers will be a moderation of total wages and salaries, which is the largest component of personal income, as job growth slows over the next two years. In 2024, nominal personal income will then grow by 4.7 percent, with the expectation that the Federal Reserve slows its pace of interest rate hikes and growth in federal transfer payments normalizes. On a fiscal year basis, nominal personal income will increase by 5.8 percent in fiscal year 2022-2023 and 4.5 percent in fiscal year 2023-2024.

Tennessee Characteristics

	Population			
	2010	2015	2020	2021
Total Population ¹	6,346,105	6,600,299	6,910,840	6,975,218
Population by Grand Division ¹				
East Tennessee	2,327,544	2,388,671	2,470,105	2,498,162
Middle Tennessee	2,455,911	2,645,026	2,883,086	2,923,855
West Tennessee	1,562,650	1,566,602	1,557,649	1,553,201
Metropolitan Statistical Area Population ^{1, 2}				
Chattanooga, TN-GA	528,143	547,232	562,647	567,641
Tennessee Portion	378,812	396,755	410,870	414,408
Georgia Portion	149,331	150,477	151,777	153,233
Clarksville, TN-KY	273,949	293,062	320,535	328,304
Tennessee Portion	185,655	205,739	233,726	241,755
Kentucky Portion	88,294	87,323	86,809	86,549
Cleveland, TN	115,788	120,565	126,164	127,938
Jackson, TN	179,694	178,399	180,504	180,799
Johnson City, TN	198,716	200,217	207,465	208,068
Kingsport-Bristol, TN - Bristol, VA	309,544	306,182	307,614	308,661
Tennessee Portion	213,656	212,560	214,884	216,553
Virginia Portion	95,888	93,622	92,730	92,108
Knoxville, TN	814,914	837,547	879,773	893,412
Memphis, TN-AR-MS	1,316,100	1,335,278	1,337,779	1,336,103
Tennessee Portion	1,027,138	1,038,628	1,032,704	1,028,290
Arkansas Portion	50,902	49,040	48,163	47,525
Mississippi Portion	238,060	247,610	256,912	260,288
Morristown, TN	136,608	139,222	142,709	143,855
Nashville-Davidson - Murfreesboro - Franklin, TN	1,646,200	1,805,147	1,989,519	2,012,476
Total Tennessee Metropolitan Statistical Area Population	4,897,181	5,134,779	5,418,318	5,467,554
Total Tennessee Non-Metropolitan Population	1,448,924	1,465,520	1,492,522	1,507,664
Demographic Characteristics ^{1, 3, 4}				
Percent of Population by Age Group:				
Under Age 5	6.4%	6.0%	7.1%	5.7%
Age 5 to 17	17.1%	16.6%	14.8%	16.3%
Age 18 to 24	9.6%	9.6%	8.7%	8.9%
Age 25 to 64	53.4%	52.4%	52.2%	52.0%
Age 65 and Older	13.5%	15.5%	17.1%	17.0%
Percent of Population by Race:				
White	77.5%	77.6%	73.5%	73.1%
Black or African American	16.7%	16.8%	15.3%	15.5%
American Indian and Alaska Native	0.3%	0.3%	0.3%	2.0%
Asian	1.5%	1.7%	1.9%	1.7%
Other	4.0%	3.5%	9.0%	7.7%
Hispanic Population (Percent of Total Population):	4.6%	5.1%	5.7%	6.0%
Place of Birth of Tennessee Residents:				
Born in Tennessee	61.0%	60.1%	58.8%	58.0%
Born in Another State	33.7%	34.1%	35.5%	35.8%
Born Outside the United States	0.8%	0.9%	1.0%	0.9%
Born in a Foreign Country	4.5%	5.0%	4.8%	5.3%

Tennessee Population 2010 to 2070^{1,5}



Education Characteristics

	2009-2010	2014-2015	2019-2020	2020-2021
	2010	2015	2020	2021
Public School Enrollment and Expenditures⁶				
Total Number of Public Schools	1,746	1,811	1,837	1,833
Total K-12 Public School Average Daily Attendance (ADA)	894,764	913,227	947,308	947,308
Total Operating Expenditures (in thousands)	\$ 7,849,989	\$ 8,561,440	\$ 9,803,589	\$ 10,333,608
Public School Per Pupil Expenditures (based on ADA)	\$ 8,773	\$ 9,375	\$ 9,998	\$ 10,802
Educational Attainment^{4,7}				
Population 25 Years and Over:				
Less Than 9th Grade	6.2%	5.3%	3.5%	3.8%
9th to 12th Grade, No Diploma	10.1%	8.6%	6.8%	6.5%
High School Graduate (includes equivalency)	33.5%	33.1%	31.3%	31.2%
Some College, No Degree	20.8%	20.5%	20.1%	20.3%
Associate Degree	6.2%	6.7%	7.6%	7.8%
Bachelor's Degree	14.6%	16.1%	19.3%	19.2%
Graduate or Professional Degree	8.5%	9.6%	11.4%	11.3%
Percent High School Graduate or Higher:				
United States	85.6%	87.1%	89.4%	89.4%
Tennessee	83.6%	86.1%	89.7%	89.7%
Percent Bachelor's Degree or Higher:				
United States	28.2%	30.6%	35.1%	35.0%
Tennessee	23.1%	25.7%	30.7%	30.5%

Income and Poverty⁸

	2010	2015	2020	2021
Tennessee's Per Capita Income as a Percent of the U.S.	87.9%	87.0%	85.8%	88.20%
Tennessee's Rank in U.S. by Per Capita Income	35	35	38	33

Tennessee and United States Per Capita Income⁸

**TN and US Per Capita Income
2010 - 2021**

Year	United States	Tennessee
2010	\$ 40,547	\$ 35,653
2011	42,739	37,616
2012	44,605	39,296
2013	44,860	39,421
2014	47,071	40,799
2015	49,019	42,626
2016	50,015	43,626
2017	52,118	45,233
2018	54,606	47,210
2019	56,490	48,684
2020	59,510	51,046
2021	64,143	56,560

Percent change 2010-2021 58.2% 58.6%

Percent of Population Below Poverty^{4,9}

United States	2010	2015	2020	2021
United States	15.3%	14.7%	11.9%	12.8%
Tennessee	17.7%	16.7%	13.7%	13.6%

2010	2015	2020	2021
2010	15.3%	14.7%	11.9%
2015	14.7%	11.9%	12.8%
2020	11.9%	13.7%	13.6%
2021	12.8%		

Gross Domestic Product - Percent by Industry

Industry	2010	2015	2020	2021
2 Private industries	87.4%	88.3%	89.1%	90.0%
3 Agriculture, Forestry, Fishing, and Hunting	0.6%	0.5%	0.4%	0.5%
6 Mining	0.4%	0.2%	0.3%	0.3%
10 Utilities	0.8%	0.6%	0.6%	0.7%
11 Construction	3.4%	3.8%	3.7%	3.5%
12 Manufacturing	15.6%	16.5%	15.0%	14.5%
13 Durable Goods	8.1%	9.3%	8.4%	8.0%
25 Nondurable Goods	7.5%	7.2%	6.6%	6.5%
34 Wholesale Trade	7.0%	7.0%	6.8%	7.1%
35 Retail Trade	7.4%	7.2%	7.0%	7.4%
36 Transportation and Warehousing	4.6%	4.6%	4.6%	4.7%
45 Information	3.3%	2.8%	2.9%	3.1%
51 Finance and Insurance	5.1%	5.4%	6.7%	6.5%
56 Real Estate and Rental and Leasing	11.1%	10.8%	12.2%	11.1%
60 Professional, Scientific, and Technical Services	5.2%	5.3%	6.0%	6.1%
64 Management of Companies and Enterprises	1.3%	1.9%	1.9%	1.9%
65 Administrative and Waste Services	4.0%	4.0%	4.0%	4.0%
69 Educational Services	1.0%	1.0%	1.1%	1.0%
70 Health Care and Social Assistance	9.8%	9.4%	9.1%	9.4%
76 Arts, Entertainment, and Recreation	1.4%	1.5%	1.2%	2.0%
79 Accommodation and Food Services	3.0%	3.3%	3.2%	3.8%
82 Other Services, Except Government	2.6%	2.5%	2.4%	2.4%
83 Government	12.6%	11.7%	10.9%	10.0%

Tennessee Gross Domestic Product¹⁰

2010	2015	2020	2021
2010	15.3%	14.7%	11.9%
2015	14.7%	11.9%	12.8%
2020	11.9%	13.7%	13.6%
2021	12.8%		

Gross Domestic Product (millions of current dollars)

Region	2010	2015	2020	2021
United States	\$ 14,992,052	\$ 17,830,307	\$ 20,893,746	\$ 23,315,081
Tennessee	\$ 255,936	\$ 314,191	\$ 369,574	\$ 427,126
Tennessee as a Percent of U.S.	1.71%	1.76%	1.77%	1.83%
Tennessee's Rank in U.S.	20	19	20	17

Civilian Labor Force¹¹

	2010	2015	2020	2021
Civilian Labor Force				
Employment	3,084,100	3,057,301	3,289,426	3,327,966
Unemployment	2,783,000	2,885,145	3,043,894	3,185,263
Unemployment Rate	301,100	172,156	245,532	142,703
	9.8%	5.6%	7.5%	4.3%

Employment by Industry¹¹

	2010	2015	2020	2021
Non-Farm Employment - Percent by Industry				
3 Goods Producing	15.4%	15.6%	15.6%	15.8%
6 Mining, Logging, and Construction	4.0%	4.1%	4.4%	4.5%
9 Manufacturing	11.4%	11.5%	11.2%	11.2%
10 Durable Goods	6.7%	7.3%	7.0%	7.1%
11 Nondurable Goods	4.7%	4.2%	4.1%	4.1%
12 Service Providing	84.6%	84.5%	84.4%	84.2%
14 Trade, Transportation, and Utilities	21.2%	20.8%	20.9%	21.0%
15 Wholesale Trade	4.5%	4.1%	3.9%	3.9%
16 Retail Trade	11.7%	11.3%	10.8%	10.7%
17 Transportation, Warehousing, and Utilities	5.0%	5.4%	6.2%	6.4%
18 Information	1.7%	1.5%	1.4%	1.5%
19 Financial Activities	5.2%	5.1%	5.7%	5.5%
20 Professional and Business Services	11.6%	13.6%	13.8%	14.0%
21 Education and Health Services	14.3%	14.4%	14.4%	14.1%
22 Leisure and Hospitality	10.0%	10.7%	9.8%	10.2%
23 Other Services	4.0%	3.7%	3.9%	3.9%
24 Government	16.6%	14.7%	14.4%	13.9%
25 Federal	2.0%	1.7%	1.7%	1.7%
26 State and Local	14.6%	13.0%	12.7%	12.2%

Physical Characteristics¹²

Total Area	<u>42,144</u>	Square Miles
Land Area	41,235	Square Miles
Water Area	909	Square Miles
Highest Elevation (Clingman's Dome)	6,643	Feet
Lowest Point (Mississippi Bottoms)	178	Feet

¹ Source: U.S. Census Bureau, April 1, 2010, Census data.

American Community Survey, July 1, 2015, data.

U.S. Census Bureau, July 1, 2020, Census data and July 1, 2021, population estimate.

² Source: Metropolitan Statistical Area (MSA) population is based on the 2020 MSA definitions published by the U.S. Office of Management and Budget (OMB) in OMB Bulletin 20-01, March 6, 2020.

³ Source: 2020 American Community Survey (ACS) 1-year Experimental Tables use an experimental estimation methodology and should not be compared with other ACS data. The Census Bureau urges data users to exercise caution when using the 2020 experimental data.

⁴ Source: U.S. Census Bureau, 2019 American Community Survey 1-Year Estimates

Annual Estimates of the Resident Population: April 1, 2010 to July 1, 2019.

⁵ Source: U.S. Bureau of the Census for 2010 and 2020;

UT Boyd Center for Business and Economic Research, Boyd Center Population Projections 2020 - 2070, Pub. March 2022.

⁶ Source: Tennessee Department of Education, *Annual Statistical Report*.

⁷ Source: U.S. Bureau of the Census, American Community Survey 1-Year Estimates. Age by Educational Attainment.

⁸ Source: U.S. Bureau of Economic Analysis. Personal Income Summary. BEA'SFACTS Report for Tennessee.

⁹ Source: U.S. Bureau of the Census, American Community Survey 1-Year Estimates. Poverty Status in Past 12 Months.

¹⁰ Source: U.S. Bureau of Economic Analysis. Gross Domestic Product (GDP) by State and Industry.

¹¹ Source: TN Department of Labor and Workforce Development, Labor Force & Nonfarm Employment Estimates 2017-2021.

¹² Source: U.S. Bureau of the Census, *Statistical Abstract of the United States*.

State Revenues



State Revenues

Table of Contents



State Tax Revenues: Introduction.....	A-59
Comparison Statement of State Revenues.....	A-61
Comparison Statement of State Revenues, Actual and Estimated July 1, 2021 – June 30, 2024.....	A-62
Distribution of Actual Revenue by Fund, Fiscal Year 2021-2022.....	A-63
Distribution of Revised Estimated Revenue by Fund, Fiscal Year 2022-2023.....	A-64
Distribution of Estimated Revenue by Fund, Fiscal Year 2023-2024.....	A-65
Comparative Statement of Revenues of Regulatory Boards, Actual and Estimated July 1, 2021 – June 30, 2024, to Support Statement of State Revenues.....	A-66
Tax Expenditures	A-67
Items Not in Sales Tax Base, Currently Untaxed Services: Table 1-A.....	A-68
Major Tax Exemptions From Current Tax Base: Table 1-B	A-69
Revenue Sources and Basis of Apportionment.....	A-71
State Funding Board, Range of Tax Revenue Estimates	A-101
State Funding Board Letter	A-102
Tennessee Education Lottery Scholarship Program Projections Letter	A-110

State Tax Revenues

Introduction

Recommended Budget, Fiscal Year 2023-2024

The revenues necessary to finance state government are collected from a variety of sources. The primary source of funding for state expenditures is appropriation from general revenues. General revenues are proceeds from taxes, licenses, fees, fines, forfeitures, and other imposts laid specifically by law.

The revenue estimating process generally starts twelve months before a fiscal year begins. Revenue collections are tracked on a monthly basis, and this information, along with specific long-run forecasts of individual sectors of the economy, is used to form the basis for the next fiscal year's estimated revenue collections.

Preliminary estimates are supplied to the Department of Finance and Administration in mid-summer by the Department of Revenue and the University of Tennessee's Boyd Center for Business and Economic Research. Tax estimates are recalculated in October and November and refined in December and January for inclusion in the Governor's Budget Document.

Sales tax estimates, Tennessee's largest tax source, are based on broad estimated retail sales activity trends, which are monitored by the Boyd Center for Business and Economic Research and the Department of Revenue. Tax estimates for corporate excise taxes, Tennessee's second largest tax source, include the latest national corporate profit forecasts and are analyzed against the state's October corporate tax returns, which help provide useful information in projecting quarterly estimated tax payments throughout the next year.

Estimates for other excise taxes are commonly based on long-run consumption trends for the selectively-taxed items: cigarettes, gasoline, beer, and alcoholic beverages. Tennessee Valley Authority (TVA) gross receipts tax estimates from in lieu of tax payments are also based on long-run trend analysis.

Motor vehicle fuel (primarily diesel fuel) taxes and motor vehicle registration fees are

estimated conservatively, given their sensitivity to business cycles.

The revenue estimating process in Tennessee incorporates the "Good Practices in Revenue Estimating" endorsed by the National Association of State Budget Officers and the Federation of Tax Administrators. This requires using national and state economic forecasts, developing an official revenue estimate, monitoring and reporting on monthly revenue collections, and revising estimates when appropriate.

Tennessee Code Annotated (TCA) 9-4-5104, 5105, 5106, and 5202 specify the manner in which tax revenue estimates are prepared and transmitted to the General Assembly in the Budget Document.

The Commissioner of Finance and Administration prepares revenue estimates based on advice from economists, internal staff, the Department of Revenue, and the State Funding Board. The State Funding Board, which is composed of the Governor, the Commissioner of Finance and Administration, the Comptroller, the State Treasurer, and the Secretary of State, is charged with the responsibility to prepare a range of revenue growth estimates for the state to begin developing a budget. In preparing its range of revenue growth estimates, the State Funding Board listens to forecasts from state university economists, the executive director of the Fiscal Review Committee, and the Department of Revenue.

The State Funding Board's review and recommendations concern only the taxes collected by the Department of Revenue. The board's growth estimates provide a basis for the tax revenue estimates that are used in preparing the budget. However, the recommendation of revenue estimates in the budget is the responsibility of the Governor and Commissioner of Finance and Administration.

The State Funding Board's most recent letter notifying the Governor and the chairmen of the

Senate and House Finance, Ways and Means committees of its revenue growth estimates is included at the end of the state revenues section in the subsection entitled “State Funding Board, Range of Tax Revenue Estimates.” This letter states the economic assumptions that affect the State Funding Board’s recommendations. A more detailed economic overview is presented in the “Budget Overview” section of the Budget Document.

The tax revenue estimates recommended in the Budget Document are shown in a following subsection entitled “Comparison Statement of State Revenues.” These taxes include not only the taxes collected by the Department of Revenue (the major taxes), but also those collected and deposited to the general fund by some other line agencies in conjunction with carrying out the agencies’ programs. In the revenue estimate charts, the latter are shown by collecting agency and are subtotalized as other state revenue.

Following the chart comparing taxes for the three fiscal years are three individual charts that show collections by fund. The distribution of taxes among the funds on these charts is as provided by law as it existed for actual revenues in 2021-2022, and as passed by the 2022 General Assembly for the 2022-2023 estimates and 2023-2024 estimates. The funds on the distribution charts, for the Budget Document presentation, are general fund, education (trust) fund, highway (transportation) fund, debt service fund, and cities and counties (local government) fund. (For information about the inclusion of certain special revenue fund taxes and fees in the general fund estimates, see the “Budget Process” section).

Following the four tax revenue estimate charts is a chart detailing the revenues of regulatory boards, which contain the collections and estimates listed by board. This is a supporting schedule to

the “Comparison Statement of State Revenues” charts, on which single lines for regulatory board fees appear.

In addition to the general revenues detailed in this section, other revenues are collected by departments, institutions, and agencies and are appropriated directly to them. These are called departmental revenues. In the Budget Document, these departmental revenues are estimated by program and are shown as federal revenue, other revenue (or, sometimes, current services and other revenue), and tuition and fees. The term “other revenue” includes interdepartmental revenue, current services revenue, non-governmental revenue, and revenue from cities and counties. These various departmental revenues consist of earnings and charges for goods and services; student tuition and fees in the higher education system; and donations, contributions, and grants-in-aid from the federal government, political subdivisions, foundations, corporations, and individuals. In a few cases, the other departmental revenues also include reserves from revolving funds or from the unencumbered balance and capital outlay (major maintenance) reserves, in instances in which specific legal authority to carry such funds forward exists. The departmental revenues are reflected in each department's budget as operating revenue.

The next subsection titled “Tax Expenditures” presents two tax exemption charts labeled “Items Not in Sales Tax Base” and “Major Tax Exemptions,” as required by law.

Subsequently, information presented in the subsection entitled “Revenue Sources and Basis of Apportionment” outlines the general tax revenues by collecting agency, along with TCA citations on the rate and source of the revenue and the basis of apportionment among funds and agencies, based on current law.

Comparison Statement of State Revenues

**Actual and Estimated
July 1, 2021 – June 30, 2024**

Comparison Statement of State Revenues
Actual and Estimated July 1, 2021 - June 30, 2024

SOURCE OF REVENUE

Department of Revenue	Actual	Estimated	Estimated	Growth
	2021-2022	2022-2023	2023-2024	Required
Sales and Use Tax	\$ 12,809,891,900	\$ 13,796,000,000	\$ 14,260,200,000	3.36%
Gasoline Tax	874,019,000	861,000,000	865,000,000	0.46%
Motor Fuel Tax	321,328,100	328,000,000	335,000,000	2.13%
Gasoline Inspection Tax	71,167,900	71,400,000	72,000,000	0.84%
Motor Vehicle Registration Tax	369,743,200	246,100,000	376,900,000	53.15%
Income Tax	6,618,600	0	0	NA
Privilege Tax	594,333,400	541,400,000	554,700,000	2.46%
Gross Receipts Tax - TVA	341,196,100	394,000,000	394,000,000	0.00%
Gross Receipts Tax - Other	26,998,600	32,400,000	26,600,000	-17.90%
Beer Tax	18,241,900	18,500,000	18,500,000	0.00%
Alcoholic Beverage Tax	86,456,300	88,200,000	90,000,000	2.04%
Franchise Tax	1,514,971,200	1,730,700,000	1,750,700,000	1.16%
Excise Tax	3,029,618,100	3,214,200,000	3,251,200,000	1.15%
Inheritance and Estate Tax	602,100	0	0	NA
Tobacco Tax	225,301,500	223,900,000	219,500,000	-1.97%
Motor Vehicle Title Fees	23,556,300	23,800,000	23,800,000	0.00%
Mixed Drink Tax	189,870,700	211,900,000	219,700,000	3.68%
Business Tax	292,956,900	311,000,000	325,000,000	4.50%
Severance Tax	830,300	800,000	800,000	0.00%
Coin-operated Amusement Tax	444,400	400,000	400,000	0.00%
Unauthorized Substance Tax	31,800	0	0	NA
Sub-Total Department of Revenue	\$ 20,798,178,300	\$ 22,093,700,000	\$ 22,784,000,000	3.12%

Other State Revenue

Dept. of Commerce and Insurance	\$ 1,259,500,800	\$ 1,228,800,000	\$ 1,228,800,000	0.00%
E-911 Emergency Communications	147,823,700	149,700,000	158,700,000	6.01%
Dept. of Financial Institutions	25,454,300	32,400,000	32,400,000	0.00%
Wildlife Resources Agency	78,843,500	79,400,000	70,200,000	-11.59%
Dept. of Agriculture	24,898,400	15,000,000	15,000,000	0.00%
Regulatory Board Fees	46,084,400	53,400,000	53,800,000	0.75%
Tennessee Public Utilities Commission	5,409,900	7,600,000	7,600,000	0.00%
Secretary of State	80,715,400	64,500,000	64,500,000	0.00%
Dept. of Safety	27,467,900	34,800,000	34,800,000	0.00%
Dept. of Revenue	7,213,000	7,000,000	7,000,000	0.00%
State Treasurer	31,710,300	3,700,000	3,700,000	0.00%
Dept. of Education	3,665,400	3,200,000	3,500,000	9.38%
Dept. of Health	9,904,600	9,300,000	9,300,000	0.00%
Dept. of Environment and Conservation	101,957,400	83,000,000	82,700,000	-0.36%
Miscellaneous Revenue	229,115,200	80,800,000	87,300,000	8.04%
Nursing Home Tax	146,472,600	147,300,000	147,300,000	0.00%
Hospital Coverage Assessment	600,210,400	622,400,000	622,400,000	0.00%
Ambulance Service Assessment	(5,054,200)	10,700,000	10,700,000	0.00%
Sub-Total Other State Revenue	\$ 2,821,393,000	\$ 2,633,000,000	\$ 2,639,700,000	0.25%
Total State Revenue	\$ 23,619,571,300	\$ 24,726,700,000	\$ 25,423,700,000	2.82%

Distribution of Actual Revenue by Fund
Fiscal Year 2021-2022

SOURCE OF REVENUE

Department of Revenue	Total Revenue	General Fund	Education Fund	Highway Fund	Debt Service Fund	Cities & Counties *
Sales and Use Tax *	\$ 12,809,891,900	\$ 4,682,845,300	\$ 7,408,838,500	\$ 35,419,500	\$ 91,311,900	\$ 591,476,700
Gasoline Tax	874,019,000	12,492,100	0	452,629,700	76,000,000	332,897,200
Motor Fuel Tax	321,328,100	2,312,900	0	234,958,800	0	84,056,400
Gasoline Inspection Tax	71,167,900	20,774,200	0	39,378,100	0	11,015,600
Motor Vehicle Registration Tax	369,743,200	60,306,100	110,500	309,326,600	0	0
Income Tax	6,618,600	4,133,100	0	0	0	2,485,500
Privilege Tax	594,333,400	587,515,400	167,000	0	0	6,651,000
Gross Receipts Tax - TVA	341,196,100	190,163,400	0	0	0	151,032,700
Gross Receipts Tax - Other	26,998,600	22,490,900	0	4,507,700	0	0
Beer Tax	18,241,900	12,265,600	0	2,298,700	0	3,677,600
Alcoholic Beverage Tax	86,456,300	71,288,700	0	0	0	15,167,600
Franchise Tax	1,514,971,200	1,496,971,200	0	0	18,000,000	0
Excise Tax	3,029,618,100	2,811,682,800	0	0	156,188,100	61,747,200
Inheritance and Estate Tax	602,100	602,100	0	0	0	0
Tobacco Tax	225,301,500	28,654,500	196,647,000	0	0	0
Motor Vehicle Title Fees	23,556,300	20,856,300	0	0	2,700,000	0
Mixed Drink Tax	189,870,700	0	94,932,000	0	0	94,938,700
Business Tax	292,956,900	292,956,900	0	0	0	0
Severance Tax	830,300	553,400	0	0	0	276,900
Coin-operated Amusement Tax	444,400	444,400	0	0	0	0
Unauthorized Substance Tax	31,800	31,800	0	0	0	0
Sub-Total Department of Revenue	\$ 20,798,178,300	\$ 10,319,341,100	\$ 7,700,695,000	\$ 1,078,519,100	\$ 344,200,000	\$ 1,355,423,100
Other State Revenue						
Dept. of Commerce and Insurance	\$ 1,259,500,800	\$ 1,259,500,800	\$ 0	\$ 0	\$ 0	\$ 0
E-911 Emergency Communications	147,823,700	147,823,700	0	0	0	0
Dept. of Financial Institutions	25,454,300	25,454,300	0	0	0	0
Wildlife Resources Agency	78,843,500	78,843,500	0	0	0	0
Dept. of Agriculture	24,898,400	24,898,400	0	0	0	0
Regulatory Board Fees	46,084,400	46,084,400	0	0	0	0
Tennessee Public Utilities Commission	5,409,900	5,409,900	0	0	0	0
Secretary of State	80,715,400	80,715,400	0	0	0	0
Dept. of Safety	27,467,900	27,467,900	0	0	0	0
Dept. of Revenue	7,213,000	7,213,000	0	0	0	0
State Treasurer	31,710,300	31,710,300	0	0	0	0
Dept. of Education	3,665,400	0	3,665,400	0	0	0
Dept. of Health	9,904,600	9,904,600	0	0	0	0
Dept. of Environment and Conservation	101,957,400	101,957,400	0	0	0	0
Miscellaneous Revenue	229,115,200	229,115,200	0	0	0	0
Nursing Home Tax	146,472,600	146,472,600	0	0	0	0
Hospital Coverage Assessment	600,210,400	600,210,400	0	0	0	0
Ambulance Service Assessment	(5,054,200)	(5,054,200)	0	0	0	0
Sub-Total Other State Revenue	\$ 2,821,393,000	\$ 2,817,727,600	\$ 3,665,400	\$ 0	\$ 0	\$ 0
Total State Revenue	\$ 23,619,571,300	\$ 13,137,068,700	\$ 7,704,360,400	\$ 1,078,519,100	\$ 344,200,000	\$ 1,355,423,100

* Sales and Use Tax - Amount apportioned above from general fund share into cities and counties state shared taxes:

County Revenue Partnership Fund	\$ 0	\$ (1,000,000)	\$ 1,000,000
---------------------------------	------	----------------	--------------

Distribution of Revised Estimated Revenue by Fund
Fiscal Year 2022-2023

SOURCE OF REVENUE

Department of Revenue	Total Revenue	General Fund	Education Fund	Highway Fund	Debt Service Fund	Cities & Counties *
Sales and Use Tax *	\$ 13,796,000,000	\$ 4,984,300,000	\$ 7,979,200,000	\$ 28,900,000	\$ 98,400,000	\$ 705,200,000
Gasoline Tax	861,000,000	12,300,000	0	437,000,000	83,500,000	328,200,000
Motor Fuel Tax	328,000,000	2,200,000	0	239,800,000	0	86,000,000
Gasoline Inspection Tax	71,400,000	20,900,000	0	38,400,000	0	12,100,000
Motor Vehicle Registration Tax	246,100,000	42,900,000	100,000	203,100,000	0	0
Income Tax	0	0	0	0	0	0
Privilege Tax	541,400,000	535,000,000	300,000	0	0	6,100,000
Gross Receipts Tax - TVA	394,000,000	215,800,000	0	0	0	178,200,000
Gross Receipts Tax - Other	32,400,000	27,100,000	0	5,300,000	0	0
Beer Tax	18,500,000	12,400,000	0	2,300,000	0	3,800,000
Alcoholic Beverage Tax	88,200,000	72,900,000	0	0	0	15,300,000
Franchise Tax	1,730,700,000	1,712,700,000	0	0	18,000,000	0
Excise Tax	3,214,200,000	2,966,300,000	0	0	179,700,000	68,200,000
Inheritance and Estate Tax	0	0	0	0	0	0
Tobacco Tax	223,900,000	28,600,000	195,300,000	0	0	0
Motor Vehicle Title Fees	23,800,000	21,100,000	0	0	2,700,000	0
Mixed Drink Tax	211,900,000	0	105,900,000	0	0	106,000,000
Business Tax	311,000,000	311,000,000	0	0	0	0
Severance Tax	800,000	200,000	0	0	0	600,000
Coin-operated Amusement Tax	400,000	400,000	0	0	0	0
Unauthorized Substance Tax	0	0	0	0	0	0
Sub-Total Department of Revenue	\$ 22,093,700,000	\$ 10,966,100,000	\$ 8,280,800,000	\$ 954,800,000	\$ 382,300,000	\$ 1,509,700,000
Other State Revenue						
Dept. of Commerce and Insurance	\$ 1,228,800,000	\$ 1,228,800,000	\$ 0	\$ 0	\$ 0	\$ 0
E-911 Emergency Communications	149,700,000	149,700,000	0	0	0	0
Dept. of Financial Institutions	32,400,000	32,400,000	0	0	0	0
Wildlife Resources Agency	79,400,000	79,400,000	0	0	0	0
Dept. of Agriculture	15,000,000	15,000,000	0	0	0	0
Regulatory Board Fees	53,400,000	53,400,000	0	0	0	0
Tennessee Public Utilities Commission	7,600,000	7,600,000	0	0	0	0
Secretary of State	64,500,000	64,500,000	0	0	0	0
Dept. of Safety	34,800,000	34,800,000	0	0	0	0
Dept. of Revenue	7,000,000	7,000,000	0	0	0	0
State Treasurer	3,700,000	3,700,000	0	0	0	0
Dept. of Education	3,200,000	0	3,200,000	0	0	0
Dept. of Health	9,300,000	9,300,000	0	0	0	0
Dept. of Environment and Conservation	83,000,000	83,000,000	0	0	0	0
Miscellaneous Revenue	80,800,000	80,800,000	0	0	0	0
Nursing Home Tax	147,300,000	147,300,000	0	0	0	0
Hospital Coverage Assessment	622,400,000	622,400,000	0	0	0	0
Ambulance Service Assessment	10,700,000	10,700,000	0	0	0	0
Sub-Total Other State Revenue	\$ 2,633,000,000	\$ 2,629,800,000	\$ 3,200,000	\$ 0	\$ 0	\$ 0
Total State Revenue	\$ 24,726,700,000	\$ 13,595,900,000	\$ 8,284,000,000	\$ 954,800,000	\$ 382,300,000	\$ 1,509,700,000

* Sales and Use Tax - Amount apportioned above from general fund share into cities and counties state shared taxes:

County Revenue Partnership Fund	\$ 0	\$ (1,700,000)	\$ 1,700,000
---------------------------------	------	----------------	--------------

Distribution of Estimated Revenue by Fund
Fiscal Year 2023-2024

SOURCE OF REVENUE

Department of Revenue	Total Revenue	General Fund	Education Fund	Highway Fund	Debt Service Fund	Cities & Counties *
Sales and Use Tax *	\$ 14,260,200,000	\$ 5,157,300,000	\$ 8,247,700,000	\$ 28,900,000	\$ 101,700,000	\$ 724,600,000
Gasoline Tax	865,000,000	12,300,000	0	439,100,000	83,800,000	329,800,000
Motor Fuel Tax	335,000,000	2,200,000	0	245,000,000	0	87,800,000
Gasoline Inspection Tax	72,000,000	21,100,000	0	38,800,000	0	12,100,000
Motor Vehicle Registration Tax	376,900,000	65,000,000	100,000	311,800,000	0	0
Income Tax	0	0	0	0	0	0
Privilege Tax	554,700,000	548,200,000	300,000	0	0	6,200,000
Gross Receipts Tax - TVA	394,000,000	215,800,000	0	0	0	178,200,000
Gross Receipts Tax - Other	26,600,000	22,200,000	0	4,400,000	0	0
Beer Tax	18,500,000	12,400,000	0	2,300,000	0	3,800,000
Alcoholic Beverage Tax	90,000,000	74,400,000	0	0	0	15,600,000
Franchise Tax	1,750,700,000	1,732,700,000	0	0	18,000,000	0
Excise Tax	3,251,200,000	3,006,600,000	0	0	176,100,000	68,500,000
Inheritance and Estate Tax	0	0	0	0	0	0
Tobacco Tax	219,500,000	28,400,000	191,100,000	0	0	0
Motor Vehicle Title Fees	23,800,000	21,100,000	0	0	2,700,000	0
Mixed Drink Tax	219,700,000	0	109,800,000	0	0	109,900,000
Business Tax	325,000,000	325,000,000	0	0	0	0
Severance Tax	800,000	200,000	0	0	0	600,000
Coin-operated Amusement Tax	400,000	400,000	0	0	0	0
Unauthorized Substance Tax	0	0	0	0	0	0
Sub-Total Department of Revenue	\$ 22,784,000,000	\$ 11,245,300,000	\$ 8,549,000,000	\$ 1,070,300,000	\$ 382,300,000	\$ 1,537,100,000
Other State Revenue						
Dept. of Commerce and Insurance	\$ 1,228,800,000	\$ 1,228,800,000	\$ 0	\$ 0	\$ 0	\$ 0
E-911 Emergency Communications	158,700,000	158,700,000	0	0	0	0
Dept. of Financial Institutions	32,400,000	32,400,000	0	0	0	0
Wildlife Resources Agency	70,200,000	70,200,000	0	0	0	0
Dept. of Agriculture	15,000,000	15,000,000	0	0	0	0
Regulatory Board Fees	53,800,000	53,800,000	0	0	0	0
Tennessee Public Utilities Commission	7,600,000	7,600,000	0	0	0	0
Secretary of State	64,500,000	64,500,000	0	0	0	0
Dept. of Safety	34,800,000	34,800,000	0	0	0	0
Dept. of Revenue	7,000,000	7,000,000	0	0	0	0
State Treasurer	3,700,000	3,700,000	0	0	0	0
Dept. of Education	3,500,000	0	3,500,000	0	0	0
Dept. of Health	9,300,000	9,300,000	0	0	0	0
Dept. of Environment and Conservation	82,700,000	82,700,000	0	0	0	0
Miscellaneous Revenue	87,300,000	87,300,000	0	0	0	0
Nursing Home Tax	147,300,000	147,300,000	0	0	0	0
Hospital Coverage Assessment	622,400,000	622,400,000	0	0	0	0
Ambulance Service Assessment	10,700,000	10,700,000	0	0	0	0
Sub-Total Other State Revenue	\$ 2,639,700,000	\$ 2,636,200,000	\$ 3,500,000	\$ 0	\$ 0	\$ 0
Total State Revenue	\$ 25,423,700,000	\$ 13,881,500,000	\$ 8,552,500,000	\$ 1,070,300,000	\$ 382,300,000	\$ 1,537,100,000

* Sales and Use Tax - Amount apportioned from general fund share into cities and counties state shared taxes:

County Revenue Partnership Fund	\$ 0	\$ (1,700,000)	\$ 1,700,000
---------------------------------	------	----------------	--------------

Comparative Statement of Revenues of Regulatory Boards

Actual and Estimated July 1, 2021 - June 30, 2024

To Support Statement of State Revenues

	Actual 2021-2022	Estimated 2022-2023	Estimated 2023-2024
<u>Commerce and Insurance Regulatory Boards</u>			
State Board of Accountancy	\$ 954,400	\$ 1,197,500	\$ 1,193,700
State Board of Examiners for Architects and Engineers	1,527,600	1,630,900	1,625,700
Tennessee Auctioneer Commission	134,300	171,900	171,300
Board of Barber Examiners	288,700	416,800	415,500
Tennessee Collection Service Board	145,500	215,700	215,000
Licensing Contractors, Home Improvement, and Interior Designers	2,518,300	3,698,400	3,686,900
State Board of Cosmetology	2,367,700	3,372,000	3,361,400
Board of Funeral Directors and Embalmers	747,600	831,400	828,800
Board of Examiners for Land Surveyors	304,600	222,100	221,400
Board of Alarm Contractors	521,400	0	0
Private Investigators Licensing and Regulation	139,000	0	0
Private Protective Services Licensing and Regulation	1,440,600	0	0
Board of Polygraph Examiners	5,000	0	0
Real Estate Appraiser Commission	1,000,700	1,000,600	997,400
Registration of Geologists and Soil Scientists	70,900	101,400	101,100
Tennessee Real Estate Commission	2,730,900	2,934,000	2,924,700
Tennessee Motor Vehicle Commission	1,390,000	2,634,100	2,625,900
Private Probation Registration	48,900	150,900	150,400
Home Inspectors License	143,100	173,700	173,100
Scrap Metal Dealers Registration	78,100	107,700	107,300
Soil Scientist Licensing	5,900	0	0
Tennessee Athletic Commission	73,900	137,500	137,100
Court Reporting Services	92,100	76,800	76,600
Debt Management Services	136,000	127,200	126,800
Detection Services	0	2,713,000	2,704,500
Burial Services	0	1,103,000	1,099,500
Sub-Total: Commerce and Insurance	\$ 16,865,200	\$ 23,016,600	\$ 22,944,100
<u>Health Regulatory Boards</u>			
Board of Chiropractic Examiners	\$ 254,000	\$ 280,200	\$ 286,800
Board of Dentistry	1,310,300	1,451,100	1,485,400
Board of Dietitian / Nutritionist Examiners	96,800	113,400	116,100
Board of Dispensing Opticians	143,600	175,700	179,800
State Board of Electrolysis Examiners	11,700	13,000	13,300
Council for Licensing Hearing Instrument Specialists	56,700	94,100	96,300
Board of Social Worker Certification and Licensure	507,500	491,300	502,900
Board of Medical Examiners	4,711,700	4,124,700	4,222,100
Tennessee Medical Laboratory Board	657,700	824,800	801,400
Board of Nursing and Certified Medication Aide Licensure	7,101,700	8,757,800	8,964,500
Board of Examiners for Nursing Home Administrators	87,800	127,500	130,500
Board of Occupational and Physical Therapy Examiners	633,600	768,800	785,500
Massage Licensure Board	617,900	889,800	864,500
State Board of Athletic Trainers	108,400	119,600	122,400
Board of Respiratory Care	267,600	373,000	377,400
State Board of Optometry	185,900	238,400	244,000
Board of Osteopathic Examination	481,700	333,700	341,600
Board of Pharmacy	4,057,200	3,760,600	3,849,400
Board of Registration for Podiatry	73,000	120,100	123,000
Board of Cert. for Prof. Counselors, and Marital and Family Therapists	410,200	313,700	321,100
Board of Examiners in Psychology	222,900	342,200	350,300
Board for Communication Disorders and Sciences	238,300	202,200	207,000
Committee on Physician Assistants	379,000	315,100	322,500
Board of Veterinary Medical Examiners	766,000	776,000	794,300
Alcohol and Drug Abuse Counselors	93,300	87,200	89,300
Board of Midwifery	28,700	25,500	26,100
Board of Acupuncture	44,100	43,600	44,600
Board of Clinical Perfusionists	19,800	30,000	30,700
Reflexologist License	24,800	27,100	27,700
Polysomnographic Professional Standards Board	34,500	49,800	51,000
Pain Management Clinic Certificate	253,000	184,700	189,100
Applied Behavioral Analyst Board	150,300	33,700	34,500
Medical Spas Licensure	80,400	15,100	15,500
X-Ray Technicians Licensure Board	0	5,300	5,400
Sub-Total: Health	\$ 24,110,100	\$ 25,508,800	\$ 26,016,000
<u>Other Regulatory Boards</u>			
State Regulatory Fee	\$ 3,018,000	\$ 2,500,000	\$ 2,500,000
State Board of Law Examiners	1,296,900	1,101,100	1,098,100
Health Facilities Commission	794,200	1,255,000	1,255,000
Sub-Total: Other	\$ 5,109,100	\$ 4,856,100	\$ 4,853,100
Rounding Adjustment	\$ 0	\$ 18,500	\$ (13,200)
Total Regulatory Boards	\$ 46,084,400	\$ 53,400,000	\$ 53,800,000

Tax Expenditures

Recommended Budget, Fiscal Year 2023-2024

Tennessee Code Annotated (TCA) 9-4-5106(a)(1)(B) requires the Budget Document to include a schedule of exemptions from state taxes. This section is intended to fulfill that statutory obligation.

Under the law, the Budget Document is required to identify all exemptions from state taxes, to the extent that it is practicable, and estimate the amount of revenue that would have been collected by the state in the ensuing fiscal year, if the exemptions were not to exist. No format or reporting period is specified.

Tax Exemptions

It is not possible to estimate the amount of revenue lost for each of the tax exemptions found in the Tennessee code. For example, since 1947, the list of nonprofit institutions that are exempt from the sales tax has grown dramatically. Such institutions are allowed to buy tangible goods and certain services tax free. Retailers and sellers require proof of exemption and keep records of exempt sales; but tax returns filed with the Department of Revenue do not show detailed statistics on exempt sales by type of exempt entity. Such data is only available in the records of the thousands of individual retailers and vendors who

sell directly to the public. Therefore, the tax exemptions listed in the present report consist only of those that can be estimated with a reasonable degree of accuracy.

The fiscal impact of Tennessee's major tax exemptions is presented in tabular form in Tables 1-A and 1-B. Estimates of revenue loss are provided for fiscal year 2023-2024. Table 1-A presents revenue foregone on services not currently taxed. These services represent activities that were not included in the original tax base. Table 1-B presents revenue foregone due to specific exemptions in the existing sales tax law. For each item in this table, the exemption is briefly described and the specific authorization of the Tennessee code is cited.

It is difficult to estimate the true cost of tax exemptions for two reasons. First, each exemption is considered separately, without regard to how it overlaps with other provisions of the tax code. Summing tax exemptions may result in double-counting in cases where exemptions overlap. Second, the estimates of revenue loss provided in the tables do not generally take into account the impact of a change in a particular tax provision on taxpayer behavior that impacts other taxes (the estimates do not reflect secondary or feedback effects).

Items Not in Sales Tax Base
Currently Untaxed Services: Table 1-A

Service/Product Area Exempted	FY 2023-2024 Estimated Loss	
	State	Local *
Administrative and Support Services	\$ 678,600,000	\$ 242,400,000
Collection Agencies and Credit Bureaus	32,200,000	11,500,000
Employment Services	373,500,000	133,400,000
Investigation and Security Services	71,400,000	25,500,000
Mail, Document Reproduction, and Call Centers	65,000,000	23,200,000
Services to Buildings and Dwellings	136,500,000	48,800,000
Construction Services	\$ 879,900,000	\$ 314,200,000
Construction of Buildings	257,700,000	92,000,000
Heavy and Civil Engineering Construction	100,500,000	35,900,000
Specialty Trade Contractors	521,700,000	186,300,000
Educational Services	\$ 60,500,000	\$ 21,600,000
Educational Services (for-profit)	53,000,000	18,900,000
Educational Services (nonprofit)	7,500,000	2,700,000
Finance, Insurance, and Real Estate	\$ 311,600,000	\$ 111,300,000
Investment Banking, Securities Brokerage, and Related	167,200,000	59,700,000
Insurance Agents and Related	19,100,000	6,800,000
Real Estate Agents and Brokers	125,300,000	44,800,000
Health Care and Social Services (For-profit)	\$ 1,683,100,000	\$ 601,100,000
Physicians and Dentists	839,100,000	299,700,000
Other Health Practitioners	108,500,000	38,800,000
Hospitals	263,400,000	94,100,000
Nursing and Residential Care Facilities	205,800,000	73,500,000
Outpatient Care Centers	75,100,000	26,800,000
Medical and Diagnostic Laboratories	71,200,000	25,400,000
Other Selected Health Services	51,600,000	18,400,000
Social and Community Services	68,400,000	24,400,000
Health Care and Social Services (Nonprofit)	\$ 947,000,000	\$ 338,200,000
Hospitals	786,700,000	281,000,000
Nursing and Residential Care Facilities	51,300,000	18,300,000
Outpatient Care Centers	47,800,000	17,100,000
Other Selected Health Services	11,600,000	4,100,000
Social and Community Services	49,600,000	17,700,000
Information Services	\$ 100,000,000	\$ 38,400,000
Data Processing Services	73,400,000	26,200,000
Movie Production and Sound Recording Studios	17,200,000	6,100,000
Cable TV Subscriptions (exempt amount)	9,400,000	6,100,000
Media Advertising Sales	\$ 153,200,000	\$ 54,800,000
Newspaper Advertising	10,300,000	3,700,000
Radio Advertising	20,300,000	7,300,000
Television Advertising (Broadcast and Cable)	122,600,000	43,800,000
Personal Services	\$ 174,800,000	\$ 62,400,000
Coin-operated Laundry	3,200,000	1,100,000
Death Care Services	23,600,000	8,400,000
Diet and Weight Loss	1,700,000	600,000
Hair, Nail, and Skin Care Services	76,400,000	27,300,000
Nonprofit Amusement and Membership Organizations	69,900,000	25,000,000
Professional and Technical Services	\$ 1,369,700,000	\$ 489,300,000
Accounting, Tax Return Preparation, and Payroll	220,800,000	78,900,000
Advertising and Public Relations	88,300,000	31,500,000
Architectural Services	31,900,000	11,400,000
Engineering Services	173,600,000	62,000,000
All Other Architectural, Engineering, and Related	25,900,000	9,300,000
Specialized Design Services	26,800,000	9,600,000
Computer Systems Design and Related Services	244,600,000	87,400,000
Legal Services (for-profit and nonprofit)	270,800,000	96,700,000
Management, Scientific, and Technical Consulting	275,500,000	98,400,000
Scientific Research and Development (for-profit and nonprofit)	11,500,000	4,100,000
Transportation Services (Local Trucking only)	\$ 90,500,000	\$ 32,300,000
Truck Transportation (Local)	90,500,000	32,300,000
Total Revenue Loss	\$ 6,448,900,000	\$ 2,306,000,000

* Local revenue loss calculated based on an average local sales tax rate of 2.50%.

Source: Tennessee Department of Revenue

Major Tax Exemptions
From Current Tax Base: Table 1-B

Tennessee Code Annotated	Tax Source and Description of the Exemption	FY 2023-2024 Estimated Loss	
		State	Local
	Sales and Use Tax	\$ 4,349,300,000	\$ 1,326,400,000
67-6-329(a)(1)	Gasoline	859,400,000	306,900,000
67-6-329(a)(2)	Motor vehicle fuel (diesel fuel)	356,900,000	127,500,000
67-6-217	Aviation fuel (reduced rate)	19,500,000	19,500,000
67-6-314, 320	Prescription drugs, insulin, and related	1,010,700,000	361,000,000
67-6-319	Prescription drug samples	26,100,000	9,300,000
67-6-334	Energy fuels sold for residential use	386,400,000	138,000,000
67-6-206(b)(1-2), 702(b)	Energy and water sales to manufacturers (reduced rate)	127,700,000	58,000,000
67-6-206(b)(2-8)	Energy and water sales to manufacturers for direct processing (exempt)	36,900,000	13,200,000
67-6-102(44), 206(a), 207, 702(b)	Industrial and farm machinery and equipment	281,900,000	60,400,000
67-6-228(a)	Food sales (reduced rate)	547,900,000	16,800,000
67-6-329(a)(13)	Packaging sold for resale or use	158,100,000	54,200,000
67-6-329(a)(3), (18)	School books and lunches	41,100,000	14,700,000
67-6-330(a)(4-5)	Membership dues of civic organizations and business associations	21,500,000	7,700,000
67-6-316	Prescription eyewear and optical goods	26,500,000	9,500,000
67-6-103(f), 226, 714	Cable television (exempt portion)	9,100,000	5,900,000
67-6-329(a)(10)	Newspaper periodical sales	3,700,000	1,300,000
67-6-303	Motor vehicles sold to active-duty or non-resident military personnel	8,400,000	300,000
67-6-216	Non-material cost of manufactured homes (reduced rate)	20,300,000	0
67-6-301	Agricultural products	223,700,000	59,800,000
67-6-219, 702(e)	Sales to common carriers (reduced rate)	15,300,000	6,500,000
67-6-330(a)(16)	Physical fitness facility fees	9,800,000	3,500,000
67-6-313(g), 321	Railroad rolling stock, materials, and repairs	7,300,000	1,600,000
67-6-309(a)	Film and transcription rentals	1,400,000	500,000
67-6-102(44)(H)(i)	Certain warehouse equipment	18,200,000	3,400,000
67-6-207(a)(10-17)	Fertilizers, pesticides, seeds, and related items to nurseries	65,600,000	23,400,000
67-6-335	Dentists	33,700,000	12,000,000
	All other remaining exemptions	32,200,000	11,500,000
	Corporate Franchise and Excise Tax	\$ 237,000,000	\$ 0
67-4-2109	Jobs credit (Franchise and Excise)	110,000,000	Not Applicable
67-4-2108	Cap on value of inventories (Franchise)	52,000,000	Not Applicable
67-4-2009	Industrial machinery credit (Franchise and Excise)	75,000,000	Not Applicable
	Motor Vehicle Registration Fees	\$ 6,300,000	\$ 0
55-4-223	Government vehicles	2,900,000	Not Applicable
55-4-228(d)(1)(a)	Enlisted members of the Tennessee National Guard	100,000	Not Applicable
55-4-235,236,237	Former POWs, Medal of Honor recipients, and disabled Veterans	1,200,000	Not Applicable
55-4-113(6)	Special zone tags - Class 1	300,000	Not Applicable
55-4-113(6), 124	Special zone tags - Class 2	1,600,000	Not Applicable
55-21-103(a)(1)	Disabled driver plate fee	100,000	Not Applicable
55-21-103(b)(2)	Disabled driver placard fees	100,000	Not Applicable
	Gross Receipts Taxes	\$ 347,200,000	\$ 0
67-4-405(b)	Gas, Water, and Electric Companies - Govt. operations exempt	336,400,000	Not Applicable
67-4-405(d)	Gas, Water, and Electric Companies - Franchise and Excise tax credit	5,500,000	Not Applicable
67-4-405(e)	Gas, Water, and Electric Companies - \$5,000 exemption	100,000	Not Applicable
67-4-402	Bottlers - Franchise and Excise tax credit	5,200,000	Not Applicable
	Miscellaneous Taxes	\$ 600,000	\$ 0
67-4-409(b)(4)	Mortgage Tax - \$2,000 exemption	600,000	Not Applicable
	Total Revenue Loss	\$ 4,940,400,000	\$ 1,326,400,000

Source: Tennessee Department of Revenue

Revenue Sources and Basis of Apportionment

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

Department of Revenue

SALES AND USE TAX.....	7.0% is the general rate that applies to the gross proceeds derived from the retail sale or use of tangible personal property and specific services. A one-half of one percent portion of the gross tax is earmarked solely for the Education Fund and the remaining 6.5% portion is distributed to various funds (TCA 67-6-201 through 67-6-205, 67-6-212, 67-6-213, and 67-6-220). The sales tax rate for the retail sale of food and food ingredients for human consumption is 4.0% (TCA 67-6-228(a)). Also, rates varying from 1% to 8.25% apply to other items and services including the following: 1.5% for energy fuels used by manufacturers and nurserymen; and 1% for water used by manufacturers (TCA 67-6-206(b)(1)); 3.5% for manufactured homes (TCA 67-6-216); 4.25% for aviation fuel (TCA 67-6-217); 3.75% for common carriers (TCA 67-6-219); 7.5% for interstate telecommunication services sold to businesses (TCA 67-6-221); 8.25% for video programming services (between \$15 and \$27.50) and satellite TV services (TCA 67-6-226 and 67-6-227). An additional tax of 2.75% is imposed on the amount for single article sales of personal property in excess of \$1,600, but less than or equal to \$3,200 (TCA 67-6-202(a)).	
General Fund.....	100% of the 1.0% increase in the general rate enacted in 2002 and 100% of the additional tax imposed on single article sales. 29.0141% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, less amounts paid to premier resorts (TCA 67-6-103(b)) and less an amount allocated to the County Revenue Partnership Fund in the general appropriations act (TCA 67-6-103(j)). Also, amounts from video programming services in excess of \$15, but less than \$27.50 (TCA 67-6-103(f) and 67-6-226), and from interstate telecommunication services sold to businesses (TCA 67-6-221(b)).	
Administration.....	0.3674% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund (TCA 67-6-103).	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
Education Fund	65.0970% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, and 100% of one-half of one percent of the gross tax (TCA 67-6-103 and 49-3-357).	
Highway Fund.....	An amount equivalent to tax collections from air and barge fuel sales is earmarked for the Transportation Equity Trust Fund (TCA 67-6-103(b)).	
Debt Service Fund.....	0.9185% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, or whatever amount is necessary to meet debt service requirements (TCA 67-6-103 and 9-9-106, and Section 1 of the general appropriations bill).	
Municipalities.....	4.6030% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, less the Municipal Technical Advisory Service (MTAS) grant (0.95% of the amount from the preceding calculation during fiscal year 1998-1999 and 1.0% thereafter) to the University of Tennessee. Premier resorts receive a portion of the tax collected by dealers within their boundaries. The collective amount distributed to premier resorts is limited to the amount distributed in the 1999-2000 fiscal year (TCA 67-6-103). A share of the tax on interstate telecommunication services sold to businesses is allocated to cities and counties, and distributed based on the local government's percentage share of the difference in property tax and in lieu of tax revenue (TCA 67-6-221(c)).	
Counties.....	A share of the tax on interstate telecommunication services sold to businesses is allocated to cities and counties, and distributed based on the local government's percentage share of the difference in property tax and in lieu of tax revenue (TCA 67-6-221(c)). In addition, a share of General Fund sales tax revenue is allocated in the general appropriations act to the County Revenue Partnership Fund. Revenues in the fund are distributed monthly based on population (TCA 67-6-103(j)).	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
GASOLINE TAX	\$0.26 on each gallon of gasoline sold, stored, or distributed in the state (TCA 67-3-201 and 60-4-102).	
General Fund.....		Approximately 1.4% (TCA 67-3-901).
Highway Fund.....		Approximately 60.5%, less an amount to the Debt Service Fund (TCA 67-3-901).
Debt Service Fund		Amount required from Highway Fund apportionment (TCA 9-9-103 and 67-3-901).
Cities		Approximately 12.7% based on population (TCA 54-4-203 and 67-3-901).
Counties.....		Approximately 25.4% based $\frac{1}{4}$ on population, $\frac{1}{4}$ on area, and $\frac{1}{2}$ divided equally (TCA 54-4-103 and 67-3-901).
MOTOR FUEL TAX	\$0.27 on each gallon of diesel fuel and all fuel other than gasoline, except dyed fuel under IRS rules for motor vehicles, trains, and aircraft (TCA 67-3-202 and 67-3-1404); a prepaid annual agricultural diesel tax ranging from \$56 to \$159, based on registered gross weight (TCA 67-3-1309); \$0.21 on each gallon of compressed natural gas used for motor vehicles on public highways (TCA 67-3-1113); \$0.22 on each gallon of liquefied gas used for motor vehicles on public highways (TCA 67-3-1102).	
General Fund.....		Approximately 0.8% (TCA 67-3-905, 67-3-908, and 67-3-901(k)).
Highway Fund.....		Approximately 73.1%, less an amount to the Debt Service Fund, and less 2% to the General Fund (TCA 67-3-905, 67-3-908, and 67-3-901(k)).
Debt Service Fund.....		Amount required from Highway Fund apportionment (TCA 9-9-105, 9-9-106, 67-3-905, and 67-3-908).
Cities		Approximately 8.7% based on population (TCA 54-4-203, 67-3-905, and 67-3-908).
Counties.....		Approximately 17.4% based $\frac{1}{4}$ on population, $\frac{1}{4}$ on area, and $\frac{1}{2}$ divided equally (TCA 54-4-103, 67-3-905, and 67-3-908).

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
GASOLINE INSPECTION TAX (SPECIAL PETROLEUM PRODUCTS AND EXPORT TAX)	\$0.01 for each gallon of gasoline and most other volatile fuels sold, used, or stored (TCA 67-3-203); an additional \$0.004 per gallon for the environmental assurance fee (TCA 67-3-204 and 68-215-110); and an export fee of 1/20 of one cent on fuels subject to the special petroleum products tax (TCA 67-3-205).	
General Fund.....	2% of the balance remaining after the local government apportionment of the \$0.01 per gallon tax and the export fee (TCA 67-3-906). The environmental assurance fee is earmarked for the Petroleum Underground Storage Tank Fund (TCA 68-215-110).	
Highway Fund.....	98% of the balance remaining after the local government apportionment of the \$0.01 per gallon tax and the export fee (TCA 67-3-906).	
Debt Service Fund.....	Amount required from General Fund and Highway Fund apportionments (TCA 9-9-103).	
Cities and Counties.....	\$12,017,000 allocated to the Local Government Fund. From the fund, \$381,583 is distributed monthly to counties based on population earmarked for county roads; and \$619,833 is distributed monthly to cities based on population earmarked for city roads. From the city share, \$10,000 per month is allocated to the University of Tennessee Center for Government Training (TCA 67-3-906).	
MOTOR VEHICLE REGISTRATION	Fees received from registration and licensing of motor vehicles. Rates are based on classification of vehicles (TCA 55-4-103 and 55-4-111 through 55-4-113, 55-4-115, 55-4-132, and Title 55, Chapter 4, Part 2).	
General Fund.....	100% of the revenues from the 2002 increase in commercial vehicle registration fees. 2% of the balance of registration fee revenue (TCA 55-6-107) after the allocation of \$2.75 per vehicle plate to the General Fund (TCA 55-4-103), of which \$1 from non-freight registration is earmarked	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
		for police pay supplement (TCA 55-4-111); and after an additional \$2 per motorcycle plate to the General Fund, earmarked for the Motorcycle Rider Safety Fund (TCA 55-51-104); except for special license plates, for which all revenue above the expense incurred in designing, manufacturing and marketing such plates is allocated in the following manner: personalized plates – 100% to the Arts Commission (TCA 55-4-215); personalized trailer plates – 100% to the Trailer License Plate Fund (TCA 55-4-215); specialty earmarked plates – 50% to the nonprofit organization, state agency or fund earmarked and 40% to the Arts Commission (TCA 55-4-215 and 55-4-301); cultural plates – 80% to the Arts Commission (55-4-216). A \$1 registration and renewal fee is earmarked to the Department of Revenue for funding the acquisition, updating, and operation of a computerized titling and registration system (TCA 55-4-132). All penalties and fines, except only 20% of overweight-truck fines, earmarked for administration (TCA 55-6-107); less an amount required for debt service (TCA 55-6-107 and 9-9-103). Also, an amount is allocated from the Highway Fund for motor vehicle registration plates in the annual appropriations bill (TCA 55-6-107(a)).
Education Fund		Proceeds from motor vehicle registration acknowledging University of Tennessee achievement through specialty plates designated for scholarships (TCA 55-4-339).
Highway Fund.....		After allocation of 100% of the revenues from the 2002 commercial vehicle registration fee increase to the General Fund, 98% of the balance of registration fee revenue (TCA 55-6-107) after the allocation of \$2.75 per vehicle plate, an additional \$2 per motorcycle plate, and an amount sufficient to fund the cost of issuing motor vehicle registration plates to the General Fund; 10% of the revenue from specialty earmarked plates (TCA 55-4-301) and 20% of the revenue from cultural plates (TCA 55-4-216); and 80% of overweight-truck fines (TCA 55-6-107), and less an allocation

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
		to the General Fund for motor vehicle registration plates (TCA 55-6-107(a)).
Debt Service Fund		Amount required from General Fund and Highway Fund apportionment (TCA 55-6-107 and 9-9-103).
INCOME TAX.....	For tax years beginning on or after January 1, 2021, the tax is zero percent on incomes from dividends on stocks or interest on certain bonds (TCA 67-2-102).	
General Fund.....		5/8 of revenue and an administrative expense of 10% of the first \$200,000 and 5% of the remainder of the tax (TCA 67-2-117 through 67-2-119).
Cities and Counties.....		3/8 of revenue to the local governments by situs, less the General Fund administrative apportionment (TCA 67-2-117 and 67-2-119).
PRIVILEGE TAX.....	Various taxes on litigation in the courts, domestic protection civil penalties (\$50), sex offender tax (maximum \$3,000), drug treatment offenders (\$75), realty transfer tax (37 cents per \$100 of consideration or property value), mortgage recordation tax (11.5 cents per \$100 of principal indebtedness), tire tax (\$1.35 per tire sold), occupational tax (\$400 on certain occupations), \$15 marriage license fee (plus a \$62.50 marriage license fee for couples not completing a premarital preparation course), a packaged automotive oil fee (\$0.02 per quart), a 3% surcharge tax on certain rental motor vehicles, a \$250 per conviction blood alcohol testing fee, a \$250 fee per conviction, or granting of pretrial diversion, for violation of any drug law, a \$40 ignition interlock fee upon conviction of driving under the influence of alcohol or drugs, a \$13.75 fee upon forfeiture of a cash bond or other surety entered as a result of a municipal traffic citation, a \$12 fee per bail bond, a maximum fine of \$225 for persons convicted of either assault, aggravated assault, or domestic assault, a maximum fine of \$15,000 for assault, \$15,000 for aggravated assault on a law enforcement officer or other first responder, 6% tax on all adjusted revenues of an online fantasy	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

sports contest. The tire tax, automotive oil fee, and a portion of the litigation taxes are reported under the "Other State Revenue" section of the revenue statement (TCA 16-15-5007, 16-22-109, 36-3-610, 36-6-413, 38-6-103, 39-13-101, 39-13-102, 39-13-111, 39-13-708, 39-17-420, 16-22-109, 55-10-403, 55-10-419, 67-4-409, 67-4-411, 67-4-602, 40-24-107, 67-4-1603, 67-4-1701 through 67-4-1703, 67-4-1901, 68-211-1006, 67-4-803, and 67-4-804, 67-4-903).

General Fund.....	100% less certain litigation taxes earmarked for various retirement funds. Portions of litigation taxes are earmarked for the Corrections Institute, driver education and highway safety, criminal injuries compensation, victims of crime assistance, State Court Clerks Conference, General Sessions Judges Conference, staffing expenses of the state administrative director of the courts, indigent defense attorneys' compensation, civil legal representation of indigents, drug court treatment programs, electronic fingerprint imaging systems for local law enforcement agencies, and the Statewide Automated Victim Information and Notification System Fund. The state's 95% share of the sex offender tax is earmarked for treatment programs. Civil penalties from violation of domestic protection orders are earmarked for domestic violence community education. A portion of the realty transfer tax is designated for the 1986 Wetland Acquisition Fund, Local Parks Acquisition Fund, State Lands Acquisition Fund, and Agricultural Resources Conservation Fund (TCA 16-15-5007, 36-3-610(b) and (c), 36-3-616, 39-13-709, 40-24-107, 67-4-409, 67-4-602, 67-4-606, 67-4-1701, and 67-4-1905). In addition, portions of the proceeds of the sale of various contraband items seized under alcoholic beverage laws are reported under the privilege tax and earmarked for criminal injuries compensation. These proceeds are explained below under the alcoholic beverage tax (TCA 40-24-107). From the automobile rental surcharge, \$1.5 million is earmarked for the Department of
-------------------	--

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

Safety to train, equip, and pay members of the Tennessee Highway Patrol (TCA 67-4-1905). Of the bail bond tax, 96% is earmarked for the civil legal representation of low-income persons as determined by the Tennessee Supreme Court and 4% is earmarked for development costs and continuing education for bail bonding agents (TCA 67-4-806). Revenue from the assault fines is directed to fund family violence shelters and services (TCA 39-13-101, 39-13-102, and 39-13-111). \$56 of the \$62.50 marriage license fee is earmarked for various departments and organizations concerned with family and children's issues (TCA 36-6-413). Of the \$75 fee for violators of the 2003 Drug Court Treatment Act, \$5 is earmarked for the Drug Court Treatment Program Resources Fund, and \$70 is deposited into dedicated county funds for the creation and maintenance of drug court treatment programs (TCA 16-22-101 – 114). All of the \$250 blood alcohol testing fee (TCA 55-10-413(f)(2)) and all of the \$250 fee per conviction for violating drug laws goes to the General Fund to be used only as appropriated by the general assembly (TCA 39-17-420). Of the \$40 ignition interlock fee, \$30.50 is allocated to the Electronic Monitoring Indigency Fund; \$4.50 to the Tennessee Hospital Association; \$1.25 to the Department of Mental Health and Substance Abuse Services, Alcohol and Drug Addiction Treatment Fund; \$1.25 to the Department of Finance and Administration, Office of Criminal Justice Programs for funding grant awards to local law enforcement agencies; \$1.25 to the Department of Safety; and \$1.25 to the Department of Finance and Administration, Office of Criminal Justice Programs for funding grant awards to qualifying halfway houses who assist drug and alcohol offenders. Any surplus in the Interlock Assistance Fund beginning fiscal year 2013-2014 will be allocated as follows: 60% to the Tennessee Hospital Association; 20% to the Department of Mental Health and Substance Abuse Services, Alcohol and Drug Addiction Treatment Fund; and 20% to the Department of Finance

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
		and Administration, Office of Criminal Justice Programs (TCA 55-10-403). The \$13.75 cash bond forfeiture fee is allocated to the General Fund (TCA 38-6-103(f)). Of the 6% tax on fantasy sports 70% of the funds received are allocated to the General Fund and 10% of the tax received is allocated to the Fantasy Sports Fund (TCA 67-4-905).
Education Fund	Proceeds from the marriage license fee to the Tennessee Alliance of Boys and Girls Clubs (TCA 36-6-413(b)(2)(f)) and a percentage of litigation fees to promote drivers safety and education (TCA 67-4-606(a)(2)(A), 67-4-606(a)(14)).	
Counties.....	20% of fantasy sports tax (67-4-905).	
GROSS RECEIPTS		
TAX	Taxes levied principally on the gross receipts of certain types of businesses operating in the state. The main sources are taxes on the following portions of gross receipts: 1.9% on soft-drink bottlers, 3% on gross receipts over \$5,000 of intrastate water and electric power distribution companies, 1.5% on manufactured or natural gas intrastate distributors, 15% on mixing bars and clubs, 5% of covered electric current sales of non-TVA entities (TCA 67-4-3101), and an in lieu of tax payment by the Tennessee Valley Authority (TVA) (TCA 67-4-402, 67-4-405, 67-4-406, 67-4-410, and 16 USC 831(l)); and a \$10 per year firearms dealer permit fee (TCA 39-17-1316).	
General Fund.....	79% of bottlers' gross receipts tax, plus 2% of gross highway litter amount from the Highway Fund, 100% of various other gross receipts taxes, and TVA in lieu of tax payments equal to fiscal year 1977-1978 payments and 48.5% of any TVA payments received by the state that exceed the amount paid in fiscal year 1977-1978, less approximately \$4.1 million distributed to local governments and 48.5% of non-TVA entities tax payments (TCA 67-9-101 through 67-9-103, and 67-4-402, and 67-4-3101).	
Highway Fund.....	Approximately 21% of the bottlers' gross receipts tax is earmarked for	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
Cities and Counties.....		litter control, less 2% to the General Fund (TCA 67-4-402).
		51.5% of the TVA in lieu of tax payments that exceed state receipts in fiscal year 1977-1978, of which approximately 65.9% is designated for counties based $\frac{1}{2}$ on population and $\frac{1}{2}$ on area, 28.3% for municipalities based on population, and 5.8% for impacted local areas affected by TVA construction, plus an amount equal to that received by local governments in fiscal year 1977-1978 (\$4.1 million). Portions of this share are earmarked for Tennessee Advisory Commission on Intergovernmental Relations (TACIR) and under some circumstances, for the County Technical Assistance Service (CTAS) and additional funds for TACIR. With no local areas impacted by TVA construction, the 5.8% impact fund is allocated as follows: 30% to CTAS, 40% to TACIR, and 30% is returned to be included in the amount distributed to cities and counties. Any funds remaining after other allocations provided for in TCA 67-9-102 are allocated to any regional development authorities created by TCA 64-5-201 that have acquired a former nuclear site from TVA (TCA 67-9-101 through 67-9-103). Non-TVA entity tax proceeds are to be distributed in a like manner as TVA proceeds (TCA 67-4-3101).
BEER EXCISE TAX	Registration fees imposed on beer wholesalers (\$20) and manufacturers (\$40); a privilege tax of \$4.29 per 31-gallon barrel of beer manufactured or sold in the state (TCA 57-5-102 and 57-5-201).	
General Fund.....		67.2% of privilege tax revenue (4% of total tax earmarked for administration and 0.41% for alcohol and drug treatment programs); 100% of registration fees (earmarked 50% for the Department of Revenue and 50% for Highway Patrol) (TCA 57-5-102, 57-5-202, and 57-5-205).
Highway Fund.....		12.7% of privilege tax revenue for litter control (TCA 57-5-201).
Counties.....		10.05% of privilege tax revenue distributed to counties equally (TCA 57-5-205).

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
Municipalities.....		10.05% of privilege tax revenue distributed to cities based on population (TCA 57-5-205).
ALCOHOLIC BEVERAGE TAX	\$1.21 per gallon on wine and \$4.40 per gallon on spirits (TCA 57-3-302).	
General Fund.....		82.5% of distilled spirit and wine gallonage taxes, calculated on the total collections, less \$0.04 per liter of spirit tax (TCA 57-3-306); and the following shares of proceeds from sales of seized items, all earmarked for criminal injuries compensation and reported under privilege tax revenue (TCA 40-24-107): 100% from liquor seized by state agents (TCA 57-9-115); 50% from vehicles, aircraft, and boats seized by local law enforcement officers (TCA 57-9-201); and 50% from other contraband goods seized, less 15% retained for administration as departmental current services revenue by the Department of General Services (TCA 57-9-205, 12-2-207, and 12-2-209). In addition, 10% of proceeds of sale of liquor seized by local officers are retained for administration as departmental revenue by the Department of General Services (TCA 57-9-115, 12-2-207, and 12-2-209).
Counties.....		\$0.04 per liter of spirit tax, earmarked for any county in which a distillery is located, plus 17.5% of the balance of spirit and wine gallonage taxes, less \$192,000 earmarked for CTAS. In counties of 250,000 or more population, 30% of their allocation is paid by the county to cities of 150,000 or more population (TCA 57-3-306). Also, 50% of the proceeds of sale of contraband goods, less 15% retained as departmental revenue by the Department of General Services (TCA 57-9-205, 12-2-207, and 12-2-209).
Cities and Counties.....		90% of the proceeds of sale of liquor seized by local law enforcement officers, earmarked to city or county employing officer (TCA 57-9-115), and 50% of proceeds of sale of vehicles, aircraft, and boats seized by local officers, earmarked to city or county employing officer (TCA 57-9-201).

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
FRANCHISE TAX	\$0.25 on each \$100 of stock surplus or undivided profits of entities for the privilege of doing business within the state. The tax applies to business entities that enjoy some form of limited liability protection. The minimum tax is \$100 (TCA 67-4-2105 through 67-4-2106).	
General Fund.....	100% less an amount to the Debt Service Fund (TCA 67-4-2120).	
Debt Service Fund	Amount required from General Fund apportionment (TCA 9-9-103).	
EXCISE TAX	6.5% of net earnings of all business conducted for a profit in this state. The tax applies to business entities that enjoy some form of limited liability protection. Current year losses may be carried forward as many as 15 years in computing net earnings subject to tax (TCA 67-4-2006, 67-4-2007, 67-4-2020, 67-4-2021, and 67-4-2022).	
General Fund.....	Remaining balance after cities, counties, and Debt Service Fund distribution (TCA 67-4-2017).	
Debt Service Fund	Amount required from General Fund apportionment (TCA 9-9-103).	
Cities and Counties.....	An amount based on bank earnings is distributed based on situs in lieu of intangible personal property taxes on banks and banking associations (TCA 67-4-2017).	
INHERITANCE AND ESTATE TAX	Inheritance and estate taxes are imposed on estates that exceed the maximum single exemption. The exemption varies depending on the year in which the decedent died. For decedents dying in 2016 and thereafter, no tax is imposed. The gift tax was repealed for any transfer by gift occurring on or after January 1, 2012. (TCA 67-8-101, 67-8-204, 67-8-303, 67-8-314, 67-8-316, and 67-8-318).	
General Fund.....	100% (TCA 67-8-210 and 67-8-415).	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
TOBACCO TAX.....	\$0.031 per cigarette or \$0.62 per package of 20; \$0.0005 per cigarette pack enforcement fee; 6.6% of wholesale price on other tobacco products; license fees of \$100 to \$200 per location for manufacturing distributors, tobacco manufacturer's warehouses, wholesale dealers and jobbers and tobacco distributors; a \$25 fee for replacing a lost or destroyed license; proceeds from the sale of confiscated goods; and penalties of \$100 to \$5,000 for violations of the Unfair Cigarette Sales Law (TCA 67-4-1002 through 67-4-1005, 67-4-1015, 67-4-1020, 47-25-308, and 47-25-309).	
General Fund.....		Approximately 12.9%. From the pre-2007 tax, about 0.6% of the \$0.01 tax per cigarette (\$0.20 per package of 20) (4% of taxes from tobacco other than cigarettes and proceeds from sale of confiscated tobacco products and 100% of the \$0.0005 per pack enforcement fee, all earmarked for administration). From the 2007 cigarette tax increase of \$0.021 per cigarette tax (\$0.42 package of 20), \$0.001 per cigarette (\$0.02 per package) is earmarked for the Trauma System Fund and \$21 million annually is earmarked for the Department of Agriculture (TCA 67-4-1025).
Education Fund		Approximately 87.1%. From the pre-2007 tax, about 99.4% of the \$0.01 tax per cigarette (\$0.20 per package of 20) (includes 100% of cigarette taxes earmarked for grades 1-12). From the 2007 cigarette tax increase of \$0.02 per cigarette (\$0.40 per package of 20), 100% of the tax less \$21 million to the Department of Agriculture (except that in 2010-2011, \$11 million was earmarked for the Education Fund), 100% of license fees and penalties; and 96% of the 6% tax rate on other tobacco products and of proceeds from the sale of confiscated tobacco products (TCA 67-4-1025 and 49-3-357).
MOTOR VEHICLE		
TITLE FEES	\$5.50 certificate of title fee and other fees received for the issuance of motor vehicle titles and noting of liens (TCA 55-6-101).	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
General Fund.....	Approximately 88.7% (including \$0.50 of the \$5.50 fee, earmarked for enforcement action against odometer fraud; and a portion of \$1.50 of the \$5.00 fee in excess of debt service requirements, earmarked for State Parks capital projects) (TCA 55-6-101 and 55-6-103).	
Debt Service Fund.....	Approximately 11.3% (including \$1.50 of the \$5.50 fee, earmarked for debt service on a State Parks bond issue) (TCA 55-6-101).	
MIXED DRINK		
TAX	A license tax of \$150 to \$2,000 for the privilege of selling alcoholic beverages for consumption on premises and off premises until July 1, 2023, plus a \$300 application fee and a 15% gross receipts tax on sales (TCA 57-4-301).	
Education Fund	50% of the 15% gross receipts tax (TCA 57-4-306 and 49-3-357).	
Cities and Counties.....	50% of the 15% gross receipts tax, of which one-half is earmarked for education and one-half is distributed to the city or county based on situs (TCA 57-4-306).	
BUSINESS TAX	Tax administered by the Department of Revenue and imposed principally by local units of government on certain businesses, vocations, and operations carried on within the state. Cities and counties receive the following as local taxes: (a) \$7.00 per return to the city or county distributed, based on location of the business; (b) 5% of the remaining tax proceeds, distributed to the county clerk or city official, also based on location of the business; (c) 57% of the funds remaining after distribution of both the \$7.00 per return and 5% shares; (d) less 1.125% to the state for administration. The state retains the following: (a) 43% of revenue remaining after distribution to cities and counties; (b) 1.125% for administration; and (c) 100% of taxes, interest, and penalties assessed as a result of an audit. (TCA 67-4-701, 67-4-703 through 67-4-705, 67-4-707 through 67-4-710, and 67-4-714 through 67-4-724).	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
General Fund.....		100% (TCA 67-4-724 and 67-4-725).
CRUDE OIL AND NATURAL GAS		
SEVERANCE TAX	3% of the sales price of severed oil and natural gas in the state (TCA 60-1-301).	
General Fund.....		2/3 of tax (TCA 60-1-301).
Counties.....		1/3 of tax distributed to county of severance (TCA 60-1-301).
COAL		
SEVERANCE TAX	\$1.00 per ton of severed coal in the state beginning fiscal year 2014 and thereafter (TCA 67-7-103 and 67-7-104).	
General Fund.....		1.125% of the tax (TCA 67-7-110).
Counties.....		Approximately 98.875% of the tax distributed to county of severance, of which 50% is earmarked for the county educational system and 50% is earmarked for highway and stream cleaning (TCA 67-7-110).
COIN-OPERATED AMUSEMENT		
MACHINE TAX	\$10 per bona fide coin-operated amusement machine offered for commercial use and play by the public. Also, an annual master license tax is levied on machine owners ranging from \$500 to \$2,000 depending on the number of machines owned and offered for use (TCA 67-4-2204 and 67-4-2205).	
General Fund.....		100%.
UNAUTHORIZED SUBSTANCE TAX	Tax on merchants, peddlers, or privileges on various controlled substances or controlled substance analogues upon which the tax has not been paid as evidenced by a stamp available from the Tennessee Department of Revenue. Unauthorized substances include marijuana, cocaine, crack, methamphetamine, etc., as well as untaxed liquors and spirits and "low-value street drugs." The tax rate varies by the type and quantity of unauthorized substance or controlled	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
	substance analogues (TCA 67-4-2803 and TCA 67-4-2805 through 67-4-2807).	
General Fund.....	100% of voluntarily paid amounts. For all other proceeds, the Department of Revenue retains tax proceeds sufficient to cover the costs of storing and disposing of assets seized in payment and the costs due to implementation and enforcement of the tax. Of the remaining amount, 25% is allocated to the General Fund. The remaining 75% is allocated to the state or local law enforcement agencies conducting the investigation that led to a tax assessment (TCA 67-4-2809).	
Cities and Counties.....	That portion of the 75% of tax proceeds returned to city and county law enforcement agencies conducting investigations leading to a tax assessment (TCA 67-4-2809).	

Department of Commerce and Insurance

INSURANCE COMPANY

PREMIUM TAX.....Life, accident, and health companies are taxed at a rate of 1.75% on gross premiums received; health maintenance organizations and prepaid limited health service organizations are taxed 6% of the gross amount of all dollars collected from an enrollee or on an enrollee's behalf. All other companies, except captive insurance companies, workers' compensation insurance companies, and surplus lines insurance companies, pay a tax rate of 2.5% on gross premiums paid by or for policyholders residing in state or on property located in state. Companies writing fire insurance and lines of business having fire coverage as a part of the risk rate pay a 0.75% tax on that portion of the premium applicable to fire risk. The minimum aggregate tax on insurance companies is \$150. Captive insurance companies are taxed at various rates on premiums collected and reinsurance assumed. The minimum aggregate tax on captive insurance companies is \$5,000 and the maximum is \$100,000. Cell insurance companies with ten or more cells are

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

subject to a \$10,000 minimum tax and maximum tax of \$100,000, plus an additional \$5,000 for each cell over 10 cells. The premiums charged for surplus lines insurance are subject to a gross premium tax of 5%. Companies writing workers' compensation insurance are taxed 4% on gross premiums collected for workers' compensation insurance, plus a surcharge of 0.4% on gross premiums. Other revenues collected include retaliatory fees, captive insurance company certificates of authority, self-service storage and travel insurance supervising entity license fees, rate service advisory organization fees, workers' compensation extraterritorial coverage certifications, and fines and penalties. (Various provisions in Title 50 and 56, including TCA 50-6-115, 50-6-401, 56-2-305, 56-4-101, 56-4-205 through 208, 56-4-216, 56-4-218, 56-5-111, 56-6-112, 56-6-121, 56-6-1207, 56-6-1403, 56-13-103, 56-13-114, 56-32-124, and 56-51-152).

General Fund..... 100%. (Premium taxes paid by captive insurance companies under TCA 56-13-114 are held by the Department of Commerce and Insurance as expendable receipts for administering the captive insurance law and for promoting the Tennessee captive insurance industry).

WORKERS' COMPENSATION

.....4% on gross premiums collected. Up to 50% of the gross premium tax is earmarked for the Subsequent Injury and Vocational Recovery Fund. In addition, a 0.4% surcharge on gross premiums is levied, which is earmarked for administration of the Tennessee Occupational Safety and Health Act (TCA 50-6-401, 50-6-405, 50-4-206, and 56-4-207).

General Fund..... 100% (TCA 8-22-118).

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

**911 EMERGENCY
COMMUNICATIONS**

FUNDA monthly surcharge of \$1.50 is charged to all users and subscribers for service capable of contacting a public safety answering point by dialing 911. The surcharge is collected by the Department of Revenue and submitted to the Tennessee Emergency Communications Board. The surcharge is used to provide funding for the State's emergency communications districts, and to implement, operate, maintain, and enhance a uniform statewide 911 service. The Department of Revenue may deduct an administrative fee of 1.125% of the collected charges. Service providers or dealers may retain up to 2% of the fees collected for administrative expenses (TCA 7-86-128, 7-86-303, and 7-86-306).

General Fund.....100% (earmarked for the 911 Emergency Communications Fund) (TCA 7-86-303(d)).

Department of Financial Institutions

STATE-CHARTERED

BANKINGAnnual banking fee received from state-chartered banks on a pro rata basis based on assets, not to exceed the annualized fee that a state bank would pay if it were a national bank of equivalent asset size, except that banks are required to pay a minimum of \$5,000 (TCA 45-1-118).

General Fund.....100% (earmarked for the Department of Financial Institutions) (TCA 45-1-118(d)(1)).

CREDIT UNION

SUPERVISIONAnnual supervision fee received from state chartered credit unions calculated on a pro rata basis in proportion to its assets reported in its June 30 call report with a maximum assessment not to exceed eighty percent (80%) of the allocated amount for any credit union with an asset size greater than one billion dollars (\$1,000,000,000) (TCA 45-4-1002).

General Fund.....100% (TCA 45-4-1002).

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

NON-DEPOSITORY

LICENSING Fees received from the issuance of various non-depository industry profession licenses, examinations and other fees (TCA 45-1, 45-5, 45-7, 45-13, 45-8, 45-15, 45-17, 45-18, 47-30, 56-37-103, and 45-12).

General Fund..... 100%.

Wildlife Resources Agency

WILDLIFE

RESOURCES Fees received from the sale of hunting and fishing licenses, permits, fines, private lake operations, and minnow dealers (TCA 70-2-201 through 70-2-222 and 70-3-101).

General Fund..... 100% (earmarked exclusively for Wildlife Resources Agency) (TCA 70-1-401).

BOATING SAFETY..... Fees received for the registration of propelled vessels for a one-, two-, or three-year period; and a portion of the tax on marine fuel (TCA 69-9-207 and 67-3-901(g)).

General Fund..... 100% (earmarked for administration of the Boating Safety program) (TCA 67-3-901(g), 69-9-207, and 69-9-208).

Department of Agriculture

**AGRICULTURAL
REGULATORY**

FUND All money collected from fees, licenses, certifications, registrations, fines, examinations, civil penalties (TCA 4-3-204), and damages pursuant to the following: Plant Pest Act (TCA 43-6 part 1), Insecticide, Fungicide, and Rodenticide Act (TCA 43-8-parts 1, 2 & 3), Seed Law of 1986 (TCA 43-10), Commercial Fertilizer Law of 1969 (TCA 43-11-part 1), Agricultural Liming Materials Act (TCA 43-27-104) relative to hemp, Commercial Feed Law of 1972 (TCA 44-6), (TCA 44-7) relative to marks, brands, registration, and certification, Livestock Dealer Act (TCA 44-10-part 2), (TCA 44-11) relative to livestock sales, (TCA 47-26) relative to weights and measures, Food and Drug Cosmetic Act (TCA 53-1), Dairy Law (TCA 53-3), (TCA 53-7) relative to

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

meat and poultry inspections, Retail Food Safety Act (TCA 53-8-part 2), and Application of Pesticides Act of 1978 (TCA 62-21).

General Fund..... 100% (TCA 43-1-701 and 43-1-703).

**AGRICULTURE
INSPECTIONS,
LICENSES, FEES,**

AND FINES Petroleum Quality Inspection penalties and fines (TCA 47-18-1307), tobacco penalties and fines (39-17-1509), (TCA 43-32-105) relative to commodity/grain standards.

General Fund..... 100%.

Regulatory Board Fees

REGULATORY

BOARDS Fees received from the issuance of licenses and permits to engage in certain professions or activities and the licensing of certain health-care facilities or labs (TCA 4-3-1304, 4-29-121, 9-4-5117, 20-9-611, Title 55, Chapter 17, Titles 46, 62, and 63, 68-11-216, 68-29-113, and other provisions of Title 68).

General Fund..... 100%.

Tennessee Public Utility Commission

PUBLIC

UTILITIES..... Fees for applicable holders of certificates of public convenience and necessity. Annual fees for inspection, control, and supervision of utilities and their rates. For those telecommunications public utilities that have, as of July 1, 2009, over 1 million telephone access lines in the state and elect to operate under market regulation, the fee due shall be \$3.00 per \$1,000 for such gross receipts over \$5,000 up to \$1 million. The fee for gross receipts over \$1 million is \$2.73 per \$1,000. The minimum fee is \$100. For all other telecommunications public utilities, the fee due and payable on April 1, 2010, and each April 1 thereafter is based on the gross receipts of each public utility in excess of \$5,000 annually as follows: \$4.25 per \$1,000 for the first \$1 million or less of such gross receipts over \$5,000.

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
	The fee for gross receipts over \$1 million is \$3.25 per \$1,000, with a minimum fee of \$100. A \$10 annual registration fee for each privately-owned public pay phone is also collected (TCA 65-4-301 through 65-4-308).	
General Fund.....	100% (earmarked for Tennessee Public Utility Commission) (TCA 65-4-307).	
UNIVERSAL SERVICE	Fees as required by Tennessee Public Utility Commission (TPUC) to ensure the availability of affordable residential basic, local exchange telephone service. Fees are required by the TPUC as necessary to support universal service and fund administration of the mechanism (TCA 65-5-207).	
General Fund.....	100% (earmarked for Tennessee Public Utility Commission) (TCA 65-4-307 and 64-4-120).	
TELEMARKETING	A fee of \$500 per year for access to a database of telephone numbers of residential subscribers who object to receiving telephone solicitations. TPUC may also impose a civil penalty up to a maximum of \$2,000 for each violation of state laws regulating telephone solicitation (TCA 65-4-405).	
General Fund.....	100% (earmarked for Tennessee Public Utility Commission) (TCA 65-4-405).	
UNSOLICITED FACSIMILES	Civil penalties up to a maximum of \$2,000 for each violation of state laws regulating unsolicited facsimiles (TCA 65-4-504).	
General Fund.....	100% (earmarked for Tennessee Public Utility Commission) (TCA 65-4-504).	
TDAP DISTRIBUTION PROGRAM	Dealers collect a surcharge of \$1.16 from consumers on the retail sale of communications service or prepaid communications service. Such surcharge shall fully fund the mandatory disbursements to emergency communications districts,	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

the operational expenses of the emergency communications board and the Tennessee Relay Services/Telecommunications Devices Access Program (TRS/TDAP). Funding for TRS/TDAP shall not exceed the total cost of the TRS/TDAP program in 2012 and the reserve fund for such program shall not exceed \$1,000,000 (TCA 7-86-128 and TCA 65-21-115).

General Fund.....100% (earmarked for TRS/TDAP program in the Tennessee Public Utility Commission) (TCA 65-21-115).

GAS SAFETY

INSPECTION.....Annual fee for the inspection and supervision of safety standards to all gas distribution systems (not applicable to gas companies subject to TCA 65-4-301). Fees based on number of meters on a declining scale (\$0.65 down to \$0.35 per meter). Minimum fee, \$100 (TCA 65-28-110(c)). Also, any person who violates state laws or regulations issued by the Tennessee Public Utility Commission concerning gas safety inspections is subject to a civil penalty not to exceed \$10,000 for each violation for each day that such violation persists, up to a maximum civil penalty of \$500,000 (TCA 65-28-108).

General Fund.....100% (earmarked for Tennessee Public Utility Commission) (TCA 65-4-307).

COMPETITIVE

CABLE AND

VIDEO SERVICES.....An application fee for a state-issued certificate of franchise authority or to amend a previously issued certificate. The fees, which are based on the population of the proposed service area, range from \$500 to \$15,000. In addition, each holder of a state-issued certificate is required to pay an annual fee. The total of the annual fees collected from all certificate holders shall not exceed \$107,000 (TCA 7-59-305). Also, holders of state-issued certificates may be assessed a civil penalty for violating the provisions of

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
	the Competitive Cable and Video Services Act (TCA 7-59-312).	
General Fund.....		100% (earmarked for Tennessee Public Utility Commission) (TCA 7-59-Part 3) (Civil penalties are earmarked for the Broadband Deployment Fund) (TCA 7-59-312).
MISCELLANEOUS.....	A \$25.00 fee per party for filing a petition with the Tennessee Public Utility Commission and fees for copies of records (TCA 65-2-103 and 65-1-212). Penalties of \$50.00 for each day of any violation or failure by public utilities to comply with Tennessee Public Utility Commission orders, judgments, findings, rules, or requirements (TCA 65-4-120).	
General Fund.....		100% (earmarked for Tennessee Public Utility Commission) (TCA 65-4-307).
Secretary of State		
FEES AND TAXES	All fees and taxes received from notary certifications, foreign characters, trademarks, construction service provider workers' compensation exemption registrations, and miscellaneous (TCA 3-17-104, 47-25-517, and 50-6-912).	
General Fund.....		100% (TCA 8-22-118). Construction service provider workers' compensation exemption registration fees are earmarked for the Employee Misclassification Education and Enforcement Fund administered by the Department of Labor and Workforce Development (TCA 50-6-913).
Department of Safety		
CLASSIFIED DRIVER'S LICENSES	Fees received from eight-year driver's license: Class A (Commercial) - \$64.00; Classes B and C (Commercial) - \$56.00; Class D (Operator) - \$26.00; duplicate licenses - \$6.00 first duplication, \$10.00 for second and subsequent duplications during a regular renewal cycle (TCA 55-50-323).	
General Fund.....		100%.

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

FINES AND PENALTIES	All fines, fees, and forfeitures received from motor vehicle violations (TCA 55-7-206, 55-9-603, 55-10-303, 55-12-129, and 55-50-604).	
General Fund.....	100% (TCA 4-7-107, 55-7-206, and 55-9-603).	
LITIGATION PRIVILEGE TAX	A 25% share of 4.4430% of the proceeds of litigation taxes allocated to driver education and highway safety promotion (TCA 67-4-602 and 67-4-606).	
General Fund.....	100% (earmarked for driver education in public schools and for highway safety promotion) (TCA 67-4-606).	

Department of Revenue

MOTOR CARRIERS	Annual fees for inspection, control, supervision, and safety of motor carriers. A fee of 2.5% of vehicle registration fees paid by motor vehicles (TCA 55-4-113(b) and 65-15-116); and an \$8 annual fee per vehicle also is paid under the federal single state registration plan. Motor carriers and contract haulers must pay a \$50 application fee (TCA 65-15-109).	
General Fund.....	100% (earmarked for motor vehicle safety enforcement) (TCA 55-4-113(b) and 65-15-116).	

State Treasurer

INTEREST EARNED	Interest received on state funds deposited in commercial banks and credited on a daily basis (TCA 9-4-106).	
General Fund.....	100%.	

Department of Education

LITIGATION PRIVILEGE TAX	A 75% share of 4.4430% of the proceeds of litigation taxes allocated for driver education and promotion of safe highways and an additional 2.7747% share of the litigation tax proceeds (TCA 67-4-606).	
-------------------------------------	---	--

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
Education Fund	100% (earmarked for driver education in public schools) (TCA 67-4-606).	
CHARTER SCHOOL AUTHORIZATION		
FEE	Annual authorizer fee received from authorized charter schools that is a percentage of the charter school's per student state and local funding as allocated under TCA 49-13-112. The annual authorizer fee shall be the lesser of 3% of the annual per student state and local allocation or \$35,000 per school (TCA 49-13-128).	
Education Fund	100% (TCA 49-13-128).	
Department of Health		
HOTEL, B & B, RESTAURANT, SWIMMING POOL, AND CAMP		
INSPECTION	Fees from annual permits. Rates for hotels and restaurants, based on maximum occupancy, are a maximum fee of \$650 for hotels and \$360 for food service establishments. Other fees include: \$100 for auxiliary food service operations; \$30 for temporary food service establishments; a maximum fee of \$80 for child care center food service establishments based on the number of seats; a flat fee of \$140 is assessed for each bed and breakfast establishment; \$340 for each public swimming pool; a flat fee of \$80 for day and primitive camps, a maximum fee of \$150 for resident camps based on the number of sleepers; a maximum fee of \$310 for travel camps based on the number of sites; and \$80 for school service establishments (TCA 68-14-312 through 68-14-315, 68-14-713, 68-14-714, and 68-110-103).	
General Fund.....	100%.	
TATTOO PARLORS AND ARTISTS	Fees received from the issuance of certificates to operate a tattoo studio or body piercing studio and from the issuance of licenses to engage in the practice of tattooing and body piercing (TCA 62-38-202, 204, and 205, 62-38-309).	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

General Fund..... 100%.

CHILD SAFETY.....Fines up to \$50 imposed for violations of the Child Passenger Restraint Law for children under 4 years of age, or between 4 and 8 years of age, and measuring less than 5 feet in height; fines up to \$50 imposed for violation of mandatory use of a passenger restraint system for children between 9 and 12 years of age, or any child through 12 years of age measuring 5 feet or more in height, or any child 13 through 15 years of age (TCA 55-9-602 and 40-35-111).

General Fund.....For violations involving children under 4 years of age or between 4 and 8 years of age and measuring less than 5 feet in height, 100% of the \$50 fine for any offense (earmarked to Child Safety Fund for formula distribution to those entities best suited for child passenger safety system distribution). For violations involving children between 9 and 15 years of age, \$10 of the \$50 fine for a first offense. The remaining \$40 is earmarked to the Child Safety Fund. For second and subsequent violations, 100% of the \$50 fine is earmarked to the Child Safety Fund. (TCA 55-9-602).

NURSING HOME

CIVIL PENALTIES.....Fees from civil penalties assessed on nursing homes, based upon the type of violation (TCA 68-11-811).

General Fund.....100% (earmarked for resident protection activities) (TCA 68-11-827).

TRAUMATIC BRAIN INJURY FUND

Fines and penalties levied for motor vehicle violations in addition to those fines and penalties levied in Title 55 Chapters 8, 10, and 50 for speeding, reckless driving, driving with an invalid license, driving under the influence, accidents involving death or personal injury, and drag racing. (TCA 68-55-301 through 68-55-306).

General Fund.....100% (earmarked for the Traumatic Brain Injury Fund) (TCA 68-55-301 through 68-55-306).

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

Department of Environment and Conservation

TENNESSEE ENVIRONMENTAL PROTECTION FUND	Fees from environmental permits, inspections, damages, and fines (TCA Title 60, Parts 1, 2, and 5; Title 68, Chapter 131, Part 4, Chapter 201, Part 1, Chapter 202, Parts 2 and 5, Chapter 203, Chapter 211, Part 1, Chapter 212, Part 1, and Chapter 221, Parts 4, 7, 9 and 10; and Title 69, Chapters 3 and 11).	
General Fund.....	100% (earmarked for the programs generating the fees) (TCA 68-203-101 and citations above).	
SOLID WASTE MANAGEMENT FUND	Fees from a surcharge on each ton of municipal solid waste received at all Class I solid waste disposal facilities or incinerators of \$0.90 per ton. Also, the \$1.35 pre-disposal fee collected from retailers by the Department of Revenue for each new tire sold in Tennessee (TCA 68-211-835 and 67-4-1603).	
General Fund.....	100% (earmarked for the Solid Waste Assistance Program) (TCA 68-211-835).	
DRYCLEANER ENVIRONMENTAL RESPONSE FUND	Various fees from drycleaning facilities, including annual site registration fees of up to \$1,500, annual wholesale distributor registration fees of \$5,500 per in-state facility, and drycleaning solvent surcharges of \$10 per gallon of non-aqueous solvent and \$1 per gallon of light non-aqueous solvent purchased by a drycleaner (TCA 68-217-105 through 68-217-106).	
General Fund.....	100% (earmarked for the Drycleaners Environmental Response Program) (TCA 68-217-103).	
OIL AND GAS REGULATION	All funds received as payment for penalties assessed by the Oil and Gas Board (TCA 60-1-404).	

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
General Fund.....		100% (earmarked for the Oil and Gas Reclamation Program) (TCA 60-1-404).
AUTOMOTIVE OIL FEE.....	\$0.02 per quart fee on the sale of packaged automotive oil, less a distributor handling deduction of 2%, up to \$50 per report. This fee is collected from the distributors by the Department of Revenue (TCA 68-211-1006 and 68-211-1010).	
General Fund.....		100% (earmarked for the Used Oil Collection Program) (TCA 68-211-1004 - 1006).

Nursing Home Tax

ANNUAL NURSING HOME ASSESSMENT.....	Annual assessment, payable in monthly installments, equal to 4.75% of covered nursing facilities net patient service revenue as defined by TCA 71-5-1001. Also, 5% penalty of the amount due if not paid on or before the due date. Authorization for the Annual Nursing Home Assessment expires on June 30, 2023 (TCA 71-5-1003 and 71-5-1006).	
General Fund.....		100% (earmarked for the Nursing Home Assessment Trust Fund 71-5-1002).
INTERMEDIATE CARE FACILITIES FOR INDIVIDUALS WITH INTELLECTUAL DISABILITIES (ICF/IID) GROSS RECEIPTS TAX.....	A 5.5% monthly gross receipts tax on revenue generated from ICF/IID certified beds (TCA 68-11-830(d)(2)).	
General Fund.....		100% (TCA 68-11-830(d)(5)).

Annual Hospital Coverage Assessment

ANNUAL HOSPITAL COVERAGE ASSESSMENT.....	Annual assessment, payable in quarterly installments, equal to 4.87% of a covered hospital's net patient revenue as shown in its 2016 Medicare Cost Report. Also, a \$500 per day penalty for failure to pay a quarterly
---	--

Collecting Agency and Classification	Rate and Source	Basis of Apportionment
---	------------------------	-------------------------------

installment. Authorization for the Annual Hospital Coverage Assessment expires on June 30, 2023 (TCA 71-5-2003 and 71-5-2004).

General Fund.....100% (earmarked for the Maintenance of Coverage Trust Fund TCA 71-5-2005).

Annual Ambulance Service Assessment

ANNUAL AMBULANCE SERVICE

ASSESSMENT.....Annual assessment, payable in quarterly installments, equal to \$9.09 per ground transport as defined by TCA 71-5-1504. Also, penalties for failure to pay a quarterly installment. Authorization for the Annual Ambulance Assessment expires on June 30, 2023 (TCA 71-5-1504 and 71-5-1506).

General Fund.....100% (earmarked for the Ambulance Service Assessment Revenue Fund TCA 71-5-1507).

Department of Transportation

RAILROADS.....Annual fees for inspection, control, and supervision of the business, service, and safety of railroads. Fees figured at \$0.04 per 1,000 ton miles. Minimum fee, \$100 (TCA 65-3-201). The department collects these fees as miscellaneous revenue.

Transportation Fund100% (earmarked for Department of Transportation) (TCA 65-3-202).

State Funding Board

Range of Tax Revenue Estimates



JASON E. MUMPOWER
Comptroller

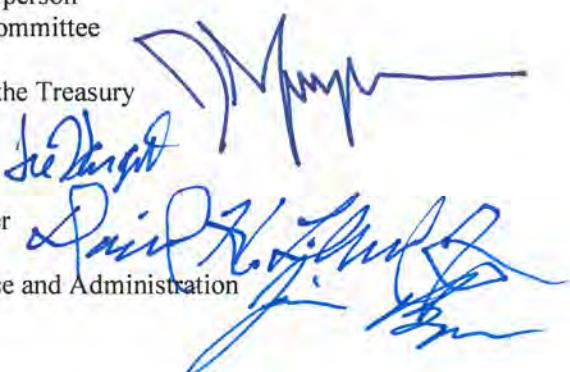
Memorandum

To: Honorable Bill Lee, Governor
Honorable Bo Watson, Chairman
Senate Finance, Ways, & Means Committee
Honorable Patsy Hazelwood, Chairperson
House Finance, Ways, & Means Committee

From: Jason Mumpower, Comptroller of the Treasury
Tre Hargett, Secretary of State
David H. Lillard Jr., State Treasurer
Jim Bryson, Commissioner, Finance and Administration

Date: November 30, 2022

Subject: State Funding Board Growth Projections for FY 2022-23 and FY 2023-2024



The State Funding Board met on November 16, 2022, to hear presentations on the State's economic outlook for the remainder of fiscal year 2022-2023 and for fiscal year 2023-2024. The Board reconvened on November 28, 2022, to discuss revenue growth projections and to arrive at estimates.

Total State Taxes and General Fund Revenue Growth Estimates

The Board is charged, in Tennessee Code Annotated Section 9-4-5202(e), with the responsibility of developing estimates of state revenue growth. In doing so, the Board evaluates and interprets economic data and revenue forecasts supplied by various economists as well as persons acquainted with the Tennessee revenue system. This is a revenue estimation process, not a budgeting process. The Board does not take into consideration the State's fiscal situation when developing its consensus ranges of revenue growth; however, the Board does strive to have the highest degree of confidence in the State's ability to achieve such growth. Fiscal considerations properly belong with those who set the State's budget – the Administration that recommends appropriation levels based upon its assessment of revenue growth and the General Assembly that adopts a *de facto* revenue estimate through its final action on the appropriations bill.

Pursuant to Tennessee Code Annotated Section 9-4-5202(b), the Tennessee Department of Revenue provides to the Board estimates of growth in franchise and excise tax revenue and includes in that estimation whether the growth is recurring or non-recurring. Additionally, the Board shall, pursuant to Tennessee Code Annotated Section 9-4-5202(e), identify and report whether any growth in franchise and excise tax revenue is recurring or non-recurring. To fulfill these statutory obligations, the Department of Revenue reported no non-recurring franchise and excise tax revenue growth. The total tax and general fund tax revenue growth estimates displayed below are for recurring growth and do not account for any non-recurring growth.

The Board heard a report regarding the economy from Ms. Laurel Graefe of the Federal Reserve Bank of Atlanta. Then, the Board heard testimony from Dr. Don Bruce of the University of Tennessee; Dr. Jon L. Smith of East Tennessee State University; Commissioner David Gerregano of the Tennessee Department of Revenue; and Mr. Joe Wegenka of the legislative Fiscal Review Committee. The state tax revenue growth estimates provided by each of the presenters are summarized in two attachments to this memorandum.

The presenters forecasted economic growth and state tax revenue growth that reflect a moderation of growth in the current fiscal year and cautious growth in the next fiscal year. Factors cited to support moderate current year growth and cautious growth next fiscal year included Federal Reserve action on interest rates, continued above-average inflation rates, labor/workforce supply issues, and fears of a looming recession. Those factors elevate the downside risk to both economic and state tax revenue growth.

Taking into account the factors cited above, the Board recommends state tax growth rates for fiscal year 2023-2024 below the range of state tax growth rate estimates provided by the presenters. While none of the presenters could definitively forecast the timing of any recession, the Board feels the cautious state tax growth rates presented in the table below should be achievable while also working to mitigate the downside risk of a recession.

The Board developed the following summarized recurring revenue estimates expressed in ranges of growth rates in State taxes.

	FY 2022-2023		FY 2023-2024	
	Low	High	Low	High
Total State Taxes	6.82%	7.27%	1.40%	2.30%
General Fund	7.20%	7.70%	1.25%	2.25%

While it is difficult to precisely predict revenue ranges, the Board believes that these ranges are reasonable for use in state budgeting. These ranges are based on statutory tax provisions enacted through the 2022 session of the General Assembly. Again, these ranges are for recurring tax revenue growth.

Net Lottery Proceeds Revenue Growth Estimates and Long-Term Funding Needs Estimates

The State Funding Board also received presentations regarding the Tennessee Education Lottery (TEL). Legislation in 2003 created the Tennessee Education Lottery Corporation (TELC) (Tennessee Code Annotated Sections 4-51-101 et seq.). Tennessee Code Annotated Section 4-51-111(c) requires the Board to establish a projected revenue range for the “Net Lottery Proceeds” [defined in Section 4-51-102(14)] for the remainder of the current fiscal year and for the four (4) succeeding fiscal years.

The Board heard testimony regarding the lottery from Mr. Joe Wegenka of the legislative Fiscal Review Committee, and Mr. Andy Davis, Chief Financial and Technology Officer of the Tennessee Education Lottery Corporation. The Net Lottery Proceeds growth estimates provided by each of the presenters are summarized in an attachment to this memorandum.

Tennessee Code Annotated Section 4-51-111(c)(2)(A)(ii) requires the Board, with the assistance of the Tennessee Student Assistance Corporation (TSAC), to project long-term funding needs of the lottery scholarship and grant programs. These projections are necessary to determine if adjustments to lottery scholarship and grant programs are needed to prevent the funding for these programs from exceeding Net Lottery Proceeds. For this purpose, the Board heard testimony from Mr. Tim Phelps, Senior Director for Grants and Scholarship Programs of Tennessee Student Assistance Corporation. The lottery-funded scholarship programs as authorized through the 2022 session of the General Assembly include the HOPE Scholarship, General Assembly Merit Scholarship, ASPIRE Award, HOPE Access Grant, Wilder-Naifeh Technical Skills Grant, HOPE Scholarship for Non-traditional Students, Foster Child Tuition Grant, Dual Enrollment Grant, Helping Heroes Grant, the STEP UP Scholarship, TCAT Reconnect Grant, the Tennessee Reconnect Grant, and the Tennessee Middle College Scholarship. The projections provided by Mr. Phelps are summarized in an attachment to this memorandum.

The estimates provided by each of the presenters are summarized in an attachment to this memorandum. Consensus was reached on the following estimates of the range for Net Lottery Proceeds to be deposited in the Lottery for Education Account and used for the various statutory purposes.

Net Lottery Proceeds	FY2022-2023	FY2023-2024	FY2024-2025	FY2025-2026	FY2026-2027
Low	\$467,200,000	\$467,200,000	\$471,900,000	\$476,600,000	\$481,400,000
High	\$476,500,000	\$486,000,000	\$495,700,000	\$505,600,000	\$515,700,000

The State Funding Board considered the joint projections for lottery scholarship and grant program funding needs provided by TSAC and accepted their recommended projections. These estimates and projections assume no new legislative changes regarding the TELC and its authority or the scholarship and grant programs.

Attached is a copy of the letter from the Department of Education requesting \$23,000 from Net Lottery Proceeds pursuant to Tennessee Code Annotated Section 4-51-111(c)(2)(B) which states:

Before December 15, 2003, and before December in each succeeding year, appropriate state agencies shall submit to the funding board and to the governor their recommendations for other educational programs and purposes consistent with article XI, Section 5 of the Tennessee Constitution based on the difference between the funding board's projections and recommendations for the lottery scholarship program based on the report submitted pursuant to subdivision (c)(2)(A). In no event shall such recommendations exceed the projections of the funding board for a specific fiscal year.

Please feel free to contact us if you have any questions.

Attachments

Revenue Estimates (2)
Lottery Estimates
TSAC/THEC Report
Letter from Department of Education

cc: The Honorable Randy McNally
The Honorable Cameron Sexton

COMPARISON OF ESTIMATED STATE TAX REVENUE FOR

FISCAL YEAR 2022 - 2023

(*Accrual - Basis Estimates*)

DEPARTMENT OF REVENUE TAXES SOURCE OF REVENUE	2022-2023											
	2021-2022		July 1, 2022		% Change Over Actual		% Change Over Actual		% Change Over Actual		% Change Over Actual	
	Actual Year	Budget Estimate	Dr. Bruce Estimate	Actual	Fiscal Review Estimate	Actual	Dept. of Revenue Estimate	Actual	Dr. Smith Estimate	Actual	% Change Over Actual	Over Actual
Sales and Use Tax ¹	\$ 12,809,891,900	\$ 12,217,500,000	-4.62%	\$ 13,796,300,000	7.70%	\$ 13,903,000,000	8.53%	\$ 13,858,200,000	8.18%	\$ 14,102,200,000	10.09%	
Gasoline Tax	874,019,000	889,200,000	1.74%	848,700,000	-2.90%	861,000,000	-1.49%	879,300,000	0.60%	881,000,000	0.80%	
Motor Fuel Tax	321,328,100	319,300,000	-0.63%	331,900,000	3.29%	328,000,000	2.08%	330,300,000	2.79%	333,875,000	3.90%	
Gasoline Inspection Tax	71,167,900	70,400,000	-1.08%	70,000,000	-1.64%	71,400,000	0.33%	72,000,000	1.17%	71,500,000	0.47%	
Motor Vehicle Registration Tax	369,743,200	241,700,000	-34.63%	241,800,000	-34.60%	258,000,000	-30.22%	246,300,000	-33.39%	240,750,000	-34.89%	
Income Tax	6,618,600	-	N/A	-	N/A	2,000,000	-69.78%	2,000,000	-69.78%	-	N/A	
Privilege Tax - Less Earmarked Portion ¹	594,333,400	526,700,000	-11.38%	541,400,000	-8.91%	557,500,000	-6.20%	561,100,000	-5.59%	585,500,000	-1.49%	
Gross Receipts Tax - TVA	341,196,100	344,100,000	0.85%	357,900,000	4.90%	342,655,000	0.43%	362,400,000	6.21%	340,000,000	-0.35%	
Gross Receipts Tax - Other	26,998,600	31,300,000	15.93%	32,400,000	20.01%	29,000,000	7.41%	33,700,000	24.82%	27,500,000	1.86%	
Beer Tax	18,241,900	18,100,000	-0.78%	18,500,000	1.41%	19,100,000	4.70%	18,500,000	1.41%	18,600,000	1.96%	
Alcoholic Beverage Tax	86,456,300	90,200,000	4.33%	87,400,000	1.09%	88,200,000	2.02%	86,700,000	0.28%	91,500,000	5.83%	
Franchise & Excise Tax	4,544,589,300	3,973,300,000	-12.57%	5,012,700,000	10.30%	4,936,000,000	8.61%	5,039,900,000	10.90%	4,650,000,000	2.32%	
Inheritance and Estate Tax	602,100	-	N/A	-	N/A	-	N/A	-	N/A	-	N/A	
Tobacco Tax	225,301,500	231,000,000	2.53%	223,900,000	-0.62%	219,300,000	-2.66%	222,600,000	-1.20%	224,500,000	-0.36%	
Motor Vehicle Title Fees	23,556,300	24,100,000	2.31%	23,500,000	-0.24%	23,400,000	-0.66%	23,700,000	0.61%	23,675,000	0.50%	
Mixed Drink Tax	189,870,700	147,200,000	-22.47%	211,900,000	11.60%	215,000,000	13.23%	212,700,000	12.02%	209,125,000	10.14%	
Business Tax	292,956,900	257,600,000	-12.07%	313,200,000	6.91%	320,000,000	9.23%	311,000,000	6.16%	295,300,000	0.80%	
Severance Tax	830,300	500,000	-39.78%	800,000	-3.65%	1,000,000	20.44%	800,000	-3.65%	600,000	-27.74%	
Coin-operated Amusement Tax	444,400	300,000	-32.49%	400,000	-9.99%	500,000	12.51%	400,000	-9.99%	350,000	-21.24%	
Unauthorized Substance Tax	31,800	-	N/A	-	N/A	-	N/A	-	N/A	25,000	-21.38%	
TOTAL DEPARTMENT OF REVENUE	\$ 20,798,178,300	\$ 19,382,500,000	-6.81%	\$ 22,112,700,000	6.32%	\$ 22,175,055,000	6.62%	\$ 22,261,600,000	7.04%	\$ 22,096,000,000	6.24%	
TOTAL - RECURRING	\$ 20,807,878,300	\$ 19,609,400,000	-5.76%	\$ 22,339,600,000	7.36%	\$ 22,399,955,000	7.65%	\$ 22,486,500,000	8.07%	\$ 22,322,900,000	7.28%	
GENERAL FUND ONLY²	\$ 18,020,036,100	\$ 16,658,300,000	-7.56%	\$ 19,297,500,000	7.09%	\$ 19,337,955,000	7.31%	\$ 19,406,200,000	7.69%	\$ 19,244,400,000	6.79%	
GENERAL FUND - RECURRING	\$ 18,034,436,100	\$ 16,834,500,000	-6.65%	\$ 19,473,700,000	7.98%	\$ 19,513,155,000	8.20%	\$ 19,581,400,000	8.58%	\$ 19,420,600,000	7.69%	

¹ For FY 2021-2022, Sales and Use Tax estimates exclude \$147.8 million and Privilege Tax estimates exclude \$97.5 million for designated earmarked funds.

For FY 2022-2023, Sales and Use Tax estimates exclude \$147 million and Privilege Tax estimates exclude \$92.5 million for designated earmarked funds.

² F&A calculated the General Fund distribution for all presenters.

SELECTED TAXES	Actual Year	July 1 Estimate	%	Dr. Bruce	%	Fiscal Review	%	Revenue Dept.	%	Dr. Smith	%
SALES AND USE TAX	\$ 12,809,891,900	\$ 12,217,500,000	-4.62%	\$ 13,796,300,000	7.70%	\$ 13,903,000,000	8.53%	\$ 13,858,200,000	8.18%	\$ 14,102,200,000	10.09%
FRANCHISE AND EXCISE TAXES	4,544,589,300	3,973,300,000	-12.57%	5,012,700,000	10.30%	4,936,000,000	8.61%	5,039,900,000	10.90%	4,650,000,000	2.32%
INCOME TAX	6,618,600	-	N/A	-	N/A	2,000,000	-69.78%	2,000,000	-69.78%	-	N/A
ROAD USER TAXES	1,659,814,500	1,544,700,000	-6.94%	1,515,900,000	-8.67%	1,541,800,000	-7.11%	1,551,600,000	-6.52%	1,550,800,000	-6.57%
ALL OTHER TAXES	1,777,264,000	1,647,000,000	-7.33%	1,787,800,000	0.59%	1,792,255,000	0.84%	1,809,900,000	1.84%	1,793,000,000	0.89%

**COMPARISON OF ESTIMATED STATE TAX REVENUE FOR
FISCAL YEAR 2023 - 2024**
(Accrual - Basis Estimates)

2023-2024									
DEPARTMENT OF REVENUE TAXES	Dr. Bruce		% Change Over		Dept. of Revenue		% Change Over		% Change Over
	Estimate	Estimate	Fiscal Review	Estimate	Estimate	Estimate	Dr. Smith	Estimate	Estimate
SOURCE OF REVENUE									
Sales and Use Tax ¹	\$ 14,361,900,000	4.10%	\$ 14,467,000,000	4.06%	\$ 14,323,400,000	3.36%	\$ 15,050,600,000	6.73%	
Gasoline Tax	856,300,000	0.90%	865,000,000	0.46%	900,400,000	2.40%	903,250,000	2.53%	
Motor Fuel Tax	340,200,000	2.50%	335,000,000	2.13%	338,200,000	2.39%	351,000,000	5.13%	
Gasoline Inspection Tax	70,700,000	1.00%	72,000,000	0.84%	72,500,000	0.69%	72,500,000	1.40%	
Motor Vehicle Registration Tax	349,900,000	44.71%	383,500,000	48.64%	376,300,000	52.78%	358,250,000	48.81%	
Income Tax	-	N/A	-	N/A	1,000,000	-50.00%	-	N/A	
Privilege Tax - Less Earmarked Portion ¹	554,700,000	2.46%	600,500,000	7.71%	563,900,000	0.50%	580,000,000	-0.94%	
Gross Receipts Tax - TVA	358,300,000	0.11%	344,000,000	0.39%	366,000,000	0.99%	340,250,000	0.07%	
Gross Receipts Tax - Other	26,600,000	-17.90%	28,000,000	-3.45%	28,600,000	-15.13%	29,000,000	5.45%	
Beer Tax	18,800,000	1.62%	19,600,000	2.62%	18,500,000	0.00%	18,500,000	-0.54%	
Alcoholic Beverage Tax	88,300,000	1.03%	90,000,000	2.04%	90,200,000	4.04%	95,000,000	3.83%	
Franchise & Excise Tax	5,203,200,000	3.80%	5,200,000,000	5.35%	5,241,500,000	4.00%	4,500,250,000	-3.22%	
Inheritance and Estate Tax	-	N/A	-	N/A	-	N/A	-	N/A	
Tobacco Tax	219,500,000	1.97%	215,000,000	-1.96%	217,900,000	-2.11%	220,500,000	-1.78%	
Motor Vehicle Title Fees	23,700,000	0.85%	23,800,000	1.71%	23,800,000	0.42%	24,550,000	3.70%	
Mixed Drink Tax	219,700,000	3.68%	226,000,000	5.12%	228,700,000	7.52%	214,900,000	2.76%	
Business Tax	313,200,000	0.00%	336,000,000	5.00%	325,000,000	4.50%	295,250,000	-0.02%	
Severance Tax	800,000	0.00%	1,100,000	10.00%	800,000	0.00%	600,000	0.00%	
Coin-operated Amusement Tax	400,000	0.00%	550,000	10.00%	400,000	0.00%	340,000	-2.86%	
Unauthorized Substance Tax	-	N/A	-	N/A	-	N/A	35,000	40.00%	
TOTAL DEPARTMENT OF REVENUE	\$ 23,006,200,000	4.04%	\$ 23,207,050,000	4.65%	\$ 23,117,100,000	3.84%	23,054,775,000	4.34%	
TOTAL - RECURRING	23,056,200,000	3.21%	23,257,050,000	3.83%	23,166,100,000	3.02%	23,104,775,000	3.50%	
GENERAL FUND ONLY²	\$ 20,055,700,000	3.93%	\$ 20,222,050,000	4.57%	\$ 20,093,800,000	3.54%	20,020,475,000	4.03%	
GENERAL FUND - RECURRING	20,123,700,000	3.34%	20,290,050,000	3.98%	20,161,300,000	2.96%	20,088,475,000	3.44%	

¹ For FY 2023-2024, Sales and Use Tax estimates exclude \$147 million and Privilege Tax estimates exclude \$92.5 million for designated earmarked funds.

² F&A calculated the General Fund distribution for all presenters.

SELECTED TAXES	Dr. Bruce	%	Fiscal Review	%	Revenue Dept.	%	Dr. Smith	%
SALES AND USE TAX	\$ 14,361,900,000	4.10%	\$ 14,467,000,000	4.06%	\$ 14,323,400,000	3.36%	\$ 15,050,600,000	6.73%
FRANCHISE AND EXCISE TAXES	5,203,200,000	3.80%	5,200,000,000	5.35%	5,241,500,000	4.00%	4,500,250,000	-3.22%
INCOME TAX	-	N/A	-	N/A	1,000,000	-50.00%	-	N/A
ROAD USER TAXES	1,640,800,000	8.24%	1,679,300,000	8.92%	1,711,200,000	10.29%	1,709,550,000	10.24%
ALL OTHER TAXES	1,800,300,000	0.70%	1,860,750,000	3.82%	1,840,000,000	1.66%	1,794,375,000	0.08%

Estimated Revenues Based on Recurring Growth Rates

Funding Board Meeting - November 28, 2022

	Recurring Actual FY 2021-2022	FY 2022-2023	Growth Rate	FY 2023-2024	Growth Rate
Total Taxes				\$ 22,538,200,000	1.40%
	\$ 22,227,000,000	6.82%		\$ 22,738,200,000	2.30%
General Fund	\$ 20,807,878,300			\$ 22,633,100,000	1.40%
	\$ 22,320,600,000	7.27%		\$ 22,834,000,000	2.30%
		<i>Spread</i>	<i>0.45%</i>		<i>0.90%</i>
General Fund				\$ 19,574,600,000	1.25%
	\$ 19,332,900,000	7.20%		\$ 19,767,900,000	2.25%
General Fund	\$ 18,034,436,100			\$ 19,665,900,000	1.25%
	\$ 19,423,100,000	7.70%		\$ 19,860,100,000	2.25%
		<i>Spread</i>	<i>0.50%</i>		<i>1.00%</i>

Net Lottery Proceeds Estimates
Actual 2021-2022 and Estimated 2022-2023 Through 2026-2027
November 28, 2022

	2021-2022 Actual	2022-2023 Revised	%	2023-2024 Estimated	%	2024-2025 Estimated	%	2025-2026 Estimated	%	2026-2027 Estimated	%
Lottery Corporation											
Low	467,204,000	472,598,000	1.15%	480,000,000	1.57%	489,000,000	1.88%	497,000,000	1.64%	506,000,000	1.81%
High	467,204,000	483,093,000	3.40%	494,000,000	2.26%	505,000,000	2.23%	516,000,000	2.18%	528,000,000	2.33%
Fiscal Review Staff											
Low	467,204,000	460,377,000	-1.46%	454,334,000	-1.31%						
Median	467,204,000	468,050,000	0.18%	463,967,000	-0.87%	473,246,340	2.00%	482,711,267	2.00%	492,365,492	2.00%
High	467,204,000	475,723,000	1.82%	473,600,000	-0.45%						
Recommended Range											
Low	467,204,000	467,200,000	0.00%	467,200,000	0.00%	471,900,000	1.00%	476,600,000	1.00%	481,400,000	1.00%
High	467,204,000	476,500,000	2.00%	486,000,000	2.00%	495,700,000	2.00%	505,600,000	2.00%	515,700,000	2.00%
<i>Spread</i>		9,300,000	2.00%	18,800,000	2.00%	23,800,000	1.00%	29,000,000	1.00%	34,300,000	1.00%

A-109

Emily House
Executive Director



Bill Lee
Governor

State of Tennessee
Tennessee Higher Education Commission
Tennessee Student Assistance Corporation
WRS Tennessee Tower, 9th Floor
312 Rosa L. Parks Avenue
Nashville, TN 37243
(615) 741-3605

November 16, 2022

MEMORANDUM

TO: State Funding Board
FROM: Tim Phelps, Senior Director for Grant & Scholarship Programs
Tennessee Student Assistance Corporation
SUBJECT: Tennessee Education Lottery Scholarship Program Projections

Pursuant to T.C.A 4-51-111(c)(2)(A)(ii), the Tennessee Higher Education Commission (THEC) and Tennessee Student Assistance Corporation (TSAC) have collaborated to project expenditures for the lottery scholarship and grant programs through the 2026-27 academic year.

The expenditures below incorporate data for all lottery-funded programs, including the HOPE Scholarship, General Assembly Merit Scholarship, ASPIRE award, HOPE Access Grant, Wilder-Naifeh Technical Skills Grant, Nontraditional Student Grant, Dual Enrollment Grant, Helping Heroes Grant, Foster Child Tuition Grant, STEP UP Scholarship, TCAT Reconnect, the Tennessee Middle College Scholarship, and Tennessee Reconnect.

Fiscal Year	TELS Low	TELS Baseline	TELS High	Recipients
2021-22 actual	N/A	\$346.6M	N/A	125,400
2022-23 estimated*	\$413.9M	\$422.3M	\$435.0M	122,300
2023-24 estimated*	\$418.0M	\$426.5M	\$439.3M	123,500
2024-25 estimated*	\$422.2M	\$430.8M	\$443.7M	124,700
2025-26 estimated*	\$426.4M	\$435.1M	\$448.1M	125,900
2026-27 estimated*	\$430.7M	\$439.4M	\$452.6M	127,200

*Does not include estimated administrative costs and Tennessee Promise Scholarship estimated expenditures.

These projections are based on the size of the annual high school graduating class, the scholarship take-up rate of eligible students, and the renewal rate of recipients. Please let me know if you have questions or need anything further.



BILL LEE
GOVERNOR

STATE OF TENNESSEE
DEPARTMENT OF EDUCATION
NINTH FLOOR, ANDREW JOHNSON TOWER
710 JAMES ROBERTSON PARKWAY
NASHVILLE, TN 37243-0375

PENNY SCHWINN
COMMISSIONER

TO: Members of the Tennessee State Funding Board

FROM: Dr. Penny Schwinn

DATE: November 9, 2022

SUBJECT: Request for \$23,000 from Net Lottery Proceeds for Lottery Scholarship Day for FY 2023-2024

Pursuant to Tenn. Code Ann. §4-51-111(c)(2)(B) which states prior to December 15, “appropriate state agencies shall submit to the funding board and to the governor their recommendations for other education programs and purposes consistent with Article XI, §5 of the Tennessee Constitution”, the Department of Education requests the allotment of \$23,000 from net lottery proceeds in FY2023-2024 for Lottery Scholarship Day.

These funds will support improvements and enhancements for educational programs and purposes and such net proceeds shall be used to supplement, not supplant, non-lottery educational resources for educational programs and purposes.

Your consideration and approval of this request is appreciated.

cc: David Thurman

Financial Statements



Financial Statements



Table of Contents

General Fund, Comparative Balance Sheet.....	A-116
Education Fund, Comparative Balance Sheet.....	A-117
Highway Fund, Comparative Balance Sheet	A-118
Debt Management	A-119
Debt Service Fund, Statement of Revenues, Expenditures, and Requirements	A-120
Debt Service Fund, Comparative Balance Sheet	A-121
Bond Fund, Statement of Bonds Authorized and Unissued.....	A-122
Bond Fund, Statement of Bonds Sold	A-123
Bond Fund, Statement of Appropriations in Lieu of Issuing Bonds, Statement of Bonds Cancelled	A-124
Bond Fund, Statement of Bonded Indebtedness, Principal and Interest on Bonded Debt	A-125

General Fund
Comparative Balance Sheet
June 30, 2021, and June 30, 2022

	June 30, 2021	June 30, 2022
Assets:		
Cash and Cash Equivalents	\$ 9,138,721,000	\$ 15,473,359,000
Investments	9,072,000	-
Receivables, net	2,241,007,000	2,740,820,000
Due from Other Funds	270,891,000	1,548,000
Due from Component Units	1,339,000	153,000
Inventories, at Cost	59,575,000	65,198,000
Loans Receivable, net	1,702,000	1,483,000
Prepayments	12,151,000	9,739,000
Restricted Assets - Investments	59,793,000	75,533,000
Total Assets	\$ 11,794,251,000	\$ 18,367,833,000
Liabilities, Deferred Inflows of Resources, and Fund Balance		
Liabilities:		
Accounts Payable and Accruals	\$ 1,792,590,000	\$ 5,272,480,000
Due to Other Funds	19,806,000	71,413,000
Due to Component Units	14,778,000	19,180,000
Unearned Revenue	624,938,000	630,309,000
Total Liabilities	\$ 2,452,112,000	\$ 5,993,382,000
Deferred Inflows of Resources	\$ 11,224,000	\$ 171,381,000
Fund Balance:		
Nonspendable - Inventories	\$ 58,099,000	\$ 62,442,000
Nonspendable - Accounts Receivable	5,850,000	5,353,000
Nonspendable - Prepayments	1,516,000	1,180,000
Restricted	165,341,000	173,161,000
Committed	640,562,000	683,709,000
Assigned - Appropriations for 2021-2022	2,197,500,000	0
Assigned - Appropriations for 2022-2023	0	4,794,700,000
Assigned - Other Reserves	2,491,470,000	2,542,998,000
Unassigned - Revenue Fluctuation Reserve	1,450,000,000	1,550,000,000
Unassigned - Reserve for Future Requirements	2,320,577,000	2,389,526,000
Unassigned - Fund Balance	0	1,000
Total Fund Balance	\$ 9,330,915,000	\$ 12,203,070,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 11,794,251,000	\$ 18,367,833,000

Education Fund
Comparative Balance Sheet
June 30, 2021, and June 30, 2022

	<u>June 30, 2021</u>	<u>June 30, 2022</u>
Assets:		
Cash and Cash Equivalents	\$ 9,281,000	\$ 155,856,000
Investments	408,513,000	383,428,000
Receivables, net	968,035,000	1,097,788,000
Due from Other Funds	16,936,000	69,474,000
Due from Component Units	151,951,000	132,170,000
Inventories	130,000	134,000
Restricted Assets - Investments	<u>361,381,000</u>	<u>361,381,000</u>
Total Assets	<u>\$ 1,916,227,000</u>	<u>\$ 2,200,231,000</u>
 Liabilities, Deferred Inflows of Resources, and Fund Balance		
Liabilities:		
Accounts Payable and Accruals	\$ 382,507,000	\$ 636,547,000
Due to Other Funds	263,126,000	105,000
Due to Component Units	16,512,000	19,773,000
Unearned Revenue	<u>101,000</u>	<u>101,000</u>
Total Liabilities	<u>\$ 662,246,000</u>	<u>\$ 656,526,000</u>
 Deferred Inflows of Resources	<u>\$ 40,040,000</u>	<u>\$ 43,124,000</u>
 Fund Balance:		
Nonspendable - Inventories	\$ 130,000	\$ 134,000
Nonspendable - Permanent Fund and Endowment Corpus	361,381,000	361,381,000
Restricted - Lottery Scholarships	234,913,000	261,506,000
Restricted - Energy Efficient Schools	1,256,000	781,000
Restricted - After School Program	47,419,000	50,271,000
Restricted - State Endowment	413,656,000	397,765,000
Restricted - Other	1,864,000	1,857,000
Committed	22,166,000	426,093,000
Assigned	<u>131,156,000</u>	<u>793,000</u>
Total Fund Balance	<u>\$ 1,213,941,000</u>	<u>\$ 1,500,581,000</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 1,916,227,000</u>	<u>\$ 2,200,231,000</u>

Highway Fund
Comparative Balance Sheet
June 30, 2021, and June 30, 2022

	<u>June 30, 2021</u>	<u>June 30, 2022</u>
Assets:		
Cash and Cash Equivalents	\$ 1,304,296,000	\$ 1,819,666,000
Receivables, net	292,624,000	337,433,000
Inventories, at Cost	27,883,000	33,265,000
Loans Receivable, net	<u>536,000</u>	<u>386,000</u>
Total Assets	<u>\$ 1,625,339,000</u>	<u>\$ 2,190,750,000</u>
 Liabilities, Deferred Inflows of Resources, and Fund Balance		
Liabilities:		
Accounts Payable and Accruals	\$ 321,608,000	\$ 340,495,000
Due to Other Funds	665,000	391,000
Due to Component Units	2,119,000	2,142,000
Unearned Revenue	<u>5,023,000</u>	<u>5,015,000</u>
Total Liabilities	<u>\$ 329,415,000</u>	<u>\$ 348,043,000</u>
 Deferred Inflows of Resources		
	<u>\$ 40,704,000</u>	<u>\$ 110,418,000</u>
 Fund Balance:		
Nonspendable - Inventories	\$ 27,883,000	\$ 33,265,000
Restricted	871,486,000	967,592,000
Committed	217,244,000	340,858,000
Assigned	<u>138,607,000</u>	<u>390,574,000</u>
Total Fund Balance	<u>\$ 1,255,220,000</u>	<u>\$ 1,732,289,000</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance		
	<u>\$ 1,625,339,000</u>	<u>\$ 2,190,750,000</u>

Debt Management

Recommended Budget, Fiscal Year 2023-2024

The State Funding Board is empowered as the sole governing body over the issuance of general obligation debt for Tennessee. The board was created by the 45th General Assembly with passage of Public Chapter 126, Public Acts of 1887, codified as Title 9, Chapter 9, and Section 101 of the Tennessee Code.

By statute, the state's full faith and credit is pledged on all general obligations, and all state revenue collected and allocated to the general fund, the debt service fund, and the highway fund is also charged for payment of principal and interest on such debt obligations issued after July 1, 2013. In addition, the state covenants with the holders of general obligation bonds issued after July 1, 2013, that no additional bonds will be issued unless the amount necessary to pay the maximum annual debt service obligation is 10 percent or less of all state revenue allocated to the general fund, the debt service fund, and the highway fund for the immediately preceding fiscal year.

For the fiscal year ending June 30, 2022, the debt limit calculation produced a maximum annual debt service debt limit of \$1,174,206,020. The annual debt service requirement on the state's outstanding debt, authorized but unissued debt, and proposed bond authorizations in the fiscal year 2023-2024 budget total \$258,301,000, well below the maximum statutory debt limitation. The statutory debt limitation, therefore, provides for a substantial amount of additional debt capacity.

Over the years, Tennessee has consistently maintained a relatively low debt burden. This has been accomplished through the use of sound, prudent, and conservative debt management practices adopted by the executive and legislative branches of government, with concurrence of the State Funding Board. Such practices include funding a portion of the state's capital program with surplus cash, cancelling bond authorizations in lieu of issuing debt, creating and maintaining a Rainy Day Fund to offset unanticipated revenue shortfalls, and adopting state statutes designed to control the issuance of excessive debt. The state

continues to maintain a relative low debt burden, and access to the capital markets remains strong.

Tennessee's commitment to conservative and prudent debt management is widely recognized by the nation's leading debt-rating agencies. Current ratings on the state's general obligation long-term debt are the highest available: Fitch AAA, Standard and Poor's AAA, and Moody's Investor Service Aaa.

Tennessee did not issue additional general obligation debt in the first six months of fiscal year 2022-2023. As of June 30, 2022, Tennessee's total general obligation bonded indebtedness was \$1,379,627,000, excluding the Facilities Revolving Fund (FRF). This debt was issued entirely for institutional and building construction.

The second session of the 112th General Assembly approved new general bond authorizations in the amount of \$583,500,000. Of this amount, institutional and building bonds accounted for \$500,000,000 and highway bonds \$83,500,000.

The state's practice of using surplus cash to finance road projects in lieu of issuing debt has been one of the key factors in Tennessee's ability to secure and retain very high bond ratings. Consistent with this long-standing policy, the State Funding Board cancelled \$76,000,000 in highway construction bonds and \$291,998,318 in regular general obligation bond authorizations in fiscal year 2021-2022.

The increase in bond authorization coupled with the Funding Board's action on bond cancellations reduced the category of authorized but unissued bonds to \$1,460,602,300 which includes \$616.3 million in capital construction bonds, \$836.0 million in highway fund authorizations, and \$8.3 million in FRF bonds.

The recommended 2023-2024 capital budget is funded entirely from surplus cash in the amount of \$1,711,877,300 and \$220,283,700 from federal funds and other sources.

Debt Service Fund
Statement of Revenues, Expenditures, and Requirements
July 1, 2021 - June 30, 2024

	Actual 2021-2022	Estimated 2022-2023	Estimated 2023-2024
Unreserved Fund Balance, July 1	\$ 16,099,966.41	\$ 21,242,000.00	\$ 29,200,000.00
Tax Revenues:			
Sales Tax	\$ 91,311,942.32	\$ 98,400,000.00	\$ 101,700,000.00
Gasoline Tax	76,000,000.05	83,500,000.00	83,800,000.00
Franchise Tax	18,000,000.00	18,000,000.00	18,000,000.00
Excise Tax	156,188,057.63	179,700,000.00	176,100,000.00
Motor Vehicle Title Fees	2,700,000.00	2,700,000.00	2,700,000.00
Total Tax Revenues	\$ 344,200,000.00	\$ 382,300,000.00	\$ 382,300,000.00
Other Revenues:			
Sports Authority	\$ 3,623,686.96	\$ 3,350,000.00	\$ 3,330,000.00
University of Memphis - Land Bank	350,467.74	0.00	350,000.00
State Technology Centers	0.00	0.00	3,740,000.00
State Veterans' Homes - Refinancing	473,083.88	661,000.00	341,000.00
Other Revenue	1.03	0.00	0.00
Premium on Bond Sales	215,323.75	0.00	0.00
Net Funding Bond Premium	414,769.02	0.00	0.00
Total Other Revenues	\$ 5,077,332.38	\$ 4,011,000.00	\$ 7,761,000.00
Total Available Funds	\$ 365,377,298.79	\$ 407,553,000.00	\$ 419,261,000.00
Appropriations, Transfers, and Fund Balance			
Debt Service Appropriations for:			
Outstanding Bonds at July 1	\$ 192,021,068.08	\$ 191,285,000.00	\$ 183,003,000.00
Capital Outlay - Unissued Bonds (\$616,345,000)	0.00	0.00	67,798,000.00
Short-Term Interest	185,015.49	4,000,000.00	4,000,000.00
Debt Issuance Expense	2,627,102.34	3,500,000.00	3,500,000.00
Total Debt Service Appropriations	\$ 194,833,185.91	\$ 198,785,000.00	\$ 258,301,000.00
Transfers to Other Funds:			
Highway Fund - Bonds Cancelled	\$ 76,000,000.00	\$ 83,500,000.00	\$ 83,800,000.00
General Fund	3,000,000.00	96,068,000.00	0.00
Capital Projects Fund - Safety Communication System	7,000,000.00	0.00	0.00
Capital Projects - West TN Mega-site	1,400,000.00	0.00	0.00
Capital Projects Fund - University of Memphis	340,349.00	0.00	0.00
Capital Projects Fund - Bonds Cancelled	61,561,969.18	0.00	0.00
Total Transfers to Other Funds	\$ 149,302,318.18	\$ 179,568,000.00	\$ 83,800,000.00
Total Appropriations and Transfers	\$ 344,135,504.09	\$ 378,353,000.00	\$ 342,101,000.00
Unreserved Fund Balance, June 30			
Net Receivables	\$ 8,487,248.18	\$ 8,500,000.00	\$ 8,500,000.00
Cash and Cash Equivalents	10,673,546.52	10,700,000.00	10,700,000.00
Unobligated Balance	2,081,000.00	10,000,000.00	57,960,000.00
Total Fund Balance, June 30	\$ 21,241,794.70	\$ 29,200,000.00	\$ 77,160,000.00

Debt Service Fund
Comparative Balance Sheet
June 30, 2021, and June 30, 2022

	<u>June 30, 2021</u>	<u>June 30, 2022</u>
Assets:		
Cash and Cash Equivalents	\$ 8,528,000	\$ 12,755,000
Receivables, net	8,114,000	9,056,000
Loans Receivable	<u>4,119,000</u>	<u>3,185,000</u>
Total Assets	\$ 20,761,000	\$ 24,996,000
 Liabilities, Deferred Inflows of Resources, and Fund Balance		
Liabilities:		
Accounts Payable and Accruals	\$ 68,000	\$ 68,000
Total Liabilities	\$ 68,000	\$ 68,000
Deferred Inflows of Resources	\$ 4,593,000	\$ 3,686,000
Fund Balance:		
Assigned	\$ 16,100,000	\$ 21,242,000
Total Fund Balance	\$ 16,100,000	\$ 21,242,000
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 20,761,000	\$ 24,996,000

Bond Fund
Statement of Bonds Authorized and Unissued
June 30, 2021 - June 30, 2023

Year	Authority	Description	June 30, 2021	June 30, 2022	June 30, 2023 *
2001	Chapter 462	Capital Outlay	\$ 356,206.73	\$ 0.00	\$ 0.00
2001	Chapter 462	Facilities Revolving Fund	382,962.73	0.00	0.00
2002	Chapter 852	Facilities Revolving Fund	2,421,701.98	0.00	0.00
2004	Chapter 958	Capital Outlay	6,097,244.68	0.00	0.00
2005	Chapter 501	Capital Outlay	296,443.69	0.00	0.00
2006	Chapter 962	Capital Outlay	22,700,229.10	0.00	0.00
2006	Chapter 962	Facilities Revolving Fund	5,384,523.64	0.00	0.00
2007	Chapter 591	Capital Outlay	10,019,298.67	0.00	0.00
2007	Chapter 591	Higher Education - Board of Regents	1,987,653.38	1,647,304.38	1,647,304.38
2007	Chapter 591	Facilities Revolving Fund	3,728,349.20	0.00	0.00
2008	Chapter 1202	Capital Outlay	1,763,018.59	0.00	0.00
2008	Chapter 1202	Facilities Revolving Fund	5,471,638.49	0.00	0.00
2009	Chapter 552	Capital Outlay	20,842,133.12	0.00	0.00
2009	Chapter 552	Facilities Revolving Fund	822,377.81	0.00	0.00
2010	Chapter 1109	Capital Outlay	1,124,023.43	1,124,023.43	1,124,023.43
2010	Chapter 1109	Facilities Revolving Fund	1,465,579.16	1,465,579.16	1,465,579.16
2011	Chapter 470	Capital Outlay	4,206,607.05	2,753,814.58	2,753,814.58
2011	Chapter 470	Capital Outlay - Board of Regents	34,000,000.00	34,000,000.00	34,000,000.00
2011	Chapter 470	Capital Outlay - ECD Grants	8,000,000.00	8,000,000.00	8,000,000.00
2011	Chapter 470	Facilities Revolving Fund	4,600,000.00	4,600,000.00	4,600,000.00
2012	Chapter 1024	Capital Outlay	24,964,943.53	21,339,790.45	21,339,790.45
2012	Chapter 1024	Capital Outlay - Communication System	7,000,000.00	0.00	0.00
2013	Chapter 452	Capital Outlay	36,006,800.51	3,583,313.10	3,583,313.10
2013	Chapter 452	Highway Construction	76,000,000.00	0.00	0.00
2014	Chapter 813	Capital Outlay	3,022,864.91	2,663,386.89	2,663,386.89
2014	Chapter 813	Highway Construction	83,500,000.00	83,500,000.00	0.00
2015	Chapter 424	Capital Outlay	25,325,022.93	10,525,589.15	10,525,589.15
2015	Chapter 424	Highway Construction	83,800,000.00	83,800,000.00	83,800,000.00
2016	Chapter 1060	Highway Construction	87,700,000.00	87,700,000.00	87,700,000.00
2017	Chapter 462	Highway Construction	80,000,000.00	80,000,000.00	80,000,000.00
2018	Chapter 1062	Capital Outlay	30,708,000.00	30,708,000.00	30,708,000.00
2018	Chapter 1062	Facilities Revolving Fund	57,587,000.00	2,191,504.01	2,191,504.01
2018	Chapter 1062	Highway Construction	127,000,000.00	127,000,000.00	127,000,000.00
2019	Chapter 403	Highway Construction	124,000,000.00	124,000,000.00	124,000,000.00
2020	Chapter 649	Highway Construction	124,000,000.00	124,000,000.00	124,000,000.00
2020	Chapter 758	Capital Outlay	52,085,000.00	0.00	0.00
2020	Chapter 758	Capital Outlay - ECD Grants	115,000,000.00	0.00	0.00
2020	Chapter 758	Higher Education	32,911,000.00	0.00	0.00
2020	Chapter 758	Capital Outlay - Board of Regents	21,700,000.00	0.00	0.00
2021	Chapter 455	Highway Construction	126,000,000.00	126,000,000.00	126,000,000.00
2022	Chapter 1133	Capital Outlay	0.00	500,000,000.00	500,000,000.00
2022	Chapter 1133	Highway Construction	0.00	83,500,000.00	83,500,000.00
Total Bonds Authorized and Unissued			\$ 1,453,980,623.33	\$ 1,544,102,305.15	\$ 1,460,602,305.15
Summary by Purpose:					
		Capital Outlay	\$ 460,116,490.32	\$ 616,345,221.98	\$ 616,345,221.98
		Facilities Revolving Fund	81,864,133.01	8,257,083.17	8,257,083.17
		Highway Construction	912,000,000.00	919,500,000.00	836,000,000.00
Total Bonds Authorized and Unissued			\$ 1,453,980,623.33	\$ 1,544,102,305.15	\$ 1,460,602,305.15

* This column reflects bonds sold, cancelled, or to be cancelled in the current fiscal year.

Bond Fund
Statement of Bonds Sold
July 1, 2020 - June 30, 2023

Year	Authority	Description	July 1, 2020 - June 30, 2021	July 1, 2021 - June 30, 2022	July 1, 2022 - June 30, 2023
2002	Chapter 852	Facilities Revolving Fund	\$ 0.00	\$ 6,170.82	\$ 0.00
2004	Chapter 958	Capital Outlay	0.00	755,688.37	0.00
2005	Chapter 501	Capital Outlay	0.00	291,212.46	0.00
2006	Chapter 962	Capital Outlay	0.00	15,117,015.91	0.00
2007	Chapter 591	Capital Outlay	0.00	742,332.93	0.00
2007	Chapter 591	Facilities Revolving Fund	0.00	102,555.62	0.00
2009	Chapter 552	Capital Outlay	0.00	309,183.14	0.00
2011	Chapter 470	Capital Outlay	0.00	1,452,792.47	0.00
2012	Chapter 1024	Capital Outlay	0.00	3,625,153.08	0.00
2013	Chapter 452	Capital Outlay	0.00	32,423,487.41	0.00
2014	Chapter 813	Capital Outlay	0.00	359,478.02	0.00
2015	Chapter 424	Capital Outlay	0.00	14,799,433.78	0.00
2018	Chapter 1062	Facilities Revolving Fund	0.00	55,395,495.99	0.00
Total Bonds Sold			\$ 0.00	\$ 125,380,000.00	\$ 0.00
Summary by Purpose:					
Capital Outlay			\$ 0.00	\$ 69,875,777.57	\$ 0.00
Facilities Revolving Fund			0.00	55,504,222.43	0.00
Total Bonds Sold			\$ 0.00	\$ 125,380,000.00	\$ 0.00

Bond Fund
Statement of Appropriations in Lieu of Issuing Bonds
Statement of Bonds Cancelled
July 1, 2020 - June 30, 2023

Year	Authority	Description	July 1, 2020 - June 30, 2021	July 1, 2021 - June 30, 2022	July 1, 2022 - June 30, 2023 *
2001	Chapter 462	Capital Outlay	\$ 0.00	\$ 356,206.73	\$ 0.00
2001	Chapter 462	Facilities Revolving Fund	0.00	382,962.73	0.00
2002	Chapter 852	Facilities Revolving Fund	0.00	2,415,531.16	0.00
2004	Chapter 958	Capital Outlay	0.00	5,341,556.31	0.00
2005	Chapter 501	Capital Outlay	0.00	5,231.23	0.00
2006	Chapter 962	Capital Outlay	0.00	7,583,213.19	0.00
2006	Chapter 962	Facilities Revolving Fund	0.00	5,384,523.64	0.00
2007	Chapter 591	Capital Outlay	0.00	9,276,965.74	0.00
2007	Chapter 591	Facilities Revolving Fund	50.00	3,625,793.58	0.00
2007	Chapter 591	Higher Education - Board of Regents - Univ. of Memphis	468,726.00	340,349.00	0.00
2008	Chapter 1202	Capital Outlay	0.00	1,763,018.59	0.00
2008	Chapter 1202	Facilities Revolving Fund	0.00	5,471,638.49	0.00
2009	Chapter 552	Capital Outlay	1,400,000.00	20,532,949.98	0.00
2009	Chapter 552	Facilities Revolving Fund	0.00	822,377.81	0.00
2011	Chapter 470	Highway Construction	0.00	0.00	0.00
2012	Chapter 1024	Capital Outlay - Safety Communication System	7,000,000.00	7,000,000.00	0.00
2012	Chapter 1024	Highway Construction	74,000,000.00	0.00	0.00
2013	Chapter 452	Highway Construction	0.00	76,000,000.00	0.00
2014	Chapter 813	Highway Construction	0.00	0.00	83,500,000.00
2020	Chapter 758	Capital Outlay	0.00	52,085,000.00	0.00
2020	Chapter 758	Capital Outlay - ECD Grants	0.00	115,000,000.00	0.00
2020	Chapter 758	Higher Education	0.00	32,911,000.00	0.00
2020	Chapter 758	Capital Outlay - Board of Regents	0.00	21,700,000.00	0.00
Total Appropriations in Lieu of Issuing Bonds			\$ 82,868,776.00	\$ 367,998,318.18	\$ 83,500,000.00
Summary by Purpose:					
Capital Outlay			\$ 8,868,726.00	\$ 273,895,490.77	\$ 0.00
Facilities Revolving Fund			50.00	18,102,827.41	0.00
Highway Construction			74,000,000.00	76,000,000.00	83,500,000.00
Total Appropriations in Lieu of Issuing Bonds			\$ 82,868,776.00	\$ 367,998,318.18	\$ 83,500,000.00

* This column reflects bonds cancelled and to be cancelled in the current fiscal year.

Note: Chapter 651, Public Acts of 2020 (Section 6, Item 1(b)), cancelled the following bond authorization that was converted to federal financing:

2011 Chapter 470 Highway Construction - Bridges	\$ 600,000.00
---	---------------

Bond Fund
Statement of Bonded Indebtedness
Principal and Interest on Bonded Debt
June 30, 2022

Fiscal Year	Outstanding Bonds		
	Principal	Interest	Total
2022 - 2023	\$ 145,714,000	\$ 45,571,000	\$ 191,285,000
2023 - 2024	142,358,000	40,645,000	183,003,000
2024 - 2025	134,002,000	36,595,000	170,597,000
2025 - 2026	130,753,000	32,616,000	163,369,000
2026 - 2027	124,196,000	28,618,000	152,814,000
2027 - 2028	119,189,000	24,498,000	143,687,000
2028 - 2029	111,807,000	20,471,000	132,278,000
2029 - 2030	87,943,000	16,943,000	104,886,000
2030 - 2031	77,911,000	13,814,000	91,725,000
2031 - 2032	70,797,000	10,905,000	81,702,000
2032 - 2033	48,370,000	8,625,000	56,995,000
2033 - 2034	42,083,000	6,955,000	49,038,000
2034 - 2035	41,547,000	5,420,000	46,967,000
2035 - 2036	38,341,000	3,907,000	42,248,000
2036 - 2037	25,107,000	2,551,000	27,658,000
2037 - 2038	16,353,000	1,558,000	17,911,000
2038 - 2039	8,883,000	796,000	9,679,000
2039 - 2040	8,883,000	409,000	9,292,000
2040 - 2041	2,695,000	162,000	2,857,000
2041 - 2042	2,695,000	54,000	2,749,000
Total	<u>\$ 1,379,627,000</u>	<u>\$ 301,113,000</u>	<u>\$ 1,680,740,000</u>

NOTE: The statement excludes bonds for the facilities revolving fund. Debt service for the bonds is appropriated to the facilities revolving fund and is expended in the fund. At June 30, 2022, the outstanding principal was \$157,048,000, and interest was \$34,453,000.

Capital Outlay and Facilities Program



Capital Outlay and Facilities Program

Table of Contents



Capital Budget.....	A-131
Summary of Proposed Capital Appropriations from Bonds, Current Funds, and Other Revenues, Fiscal Year 2023-2024	A-133
Proposed Capital Appropriations from Bonds, Current Funds, and Other Revenues, Fiscal Year 2023-2024	A-134
Proposed Capital Maintenance Appropriations from Bonds, Current Funds, and Other Revenues, Fiscal Year 2023-2024	A-136
Projects Funded from Dedicated Revenues, Fiscal Year 2023-2024	A-138
Capital Projects from School Bonds and Other Sources, Fiscal Year 2023-2024	A-139
Capital Outlay Project Descriptions, Fiscal Year 2023-2024	A-141
Capital Maintenance Project Descriptions, Fiscal Year 2023-2024.....	A-145
Projected First-Year Operating Costs for New Facilities, Recommended as Projects for Fiscal Year 2023-2024.....	A-151
Capital Budget Commonly Used Abbreviations.....	A-152
Facilities Revolving Fund.....	A-153
Facilities Revolving Fund (FRF), Proposed Capital Appropriations From Bonds, General Fund, and Other Sources, Fiscal Year 2023-2024	A-156
Proposed Facilities Revolving Fund (FRF) Project Descriptions, Fiscal Year 2023-2024	A-157

Capital Budget

Recommended Budget, Fiscal Year 2023-2024

A capital project begins when an agency or department identifies a need that can be met through the Capital Budget Process. At a designated point in the year, agencies and departments submit these project concepts to the Departments of General Services and Finance and Administration.

Upon receipt of the capital budget requests, a phased approach of review is undertaken by the Departments of General Services and Finance and Administration. The initial phase focuses on a needs assessment to establish priority and direction. During this phase, feasibility and/or market studies are performed to determine the viability of the project, project risks, and potential routes of implementation. The goal of the initial phase is to generate a recommendation regarding the disposition of the project. The next phase provides additional planning to develop better cost estimates. The end result of the above phased approach is the development and prioritization of a formal capital budget request. The various agencies and departments annually submit both their capital maintenance and capital improvement requests in priority order to the Department of Finance and Administration, Division of Budget.

All capital budget requests are further reviewed on both a technical and financial basis upon receipt by the Department of Finance and Administration, Division of Budget. The projects are analyzed for funding requirements and consistency with program goals and are reviewed within projected availability of funds in the budget for the requested fiscal year. If funds are deemed to be insufficient, individual projects may be deferred to be included in future budgets or rejected.

The administration intends for the needs of departmental programs to be the impetus for all capital outlay, support program, and service requirements. Funding of projects is analyzed on priority of fiscal support for individual existing and new programs to find the best mix of capital improvements and maintenance to sustain and implement programs.

The management of facilities should be flexible enough to adjust to changing programs through renovation of existing assets. Attempts are made to minimize operational costs and future capital expenditures through better design and more flexible layouts. When a capital project creates the need for additional operational funding, the operating costs are identified during the capital budget review and further reviewed in the development of the budget in the year when the new space is expected to be occupied.

Improvements to real property funded by public or private funds must be approved by the State Building Commission, comprised of seven ex-officio members: the Governor, the Secretary of State, the Comptroller of the Treasury, the Commissioner of Finance and Administration, the Treasurer, and the Speakers of the Senate and House of Representatives. The State Building Commission, in addition to supervising improvements to real property, oversees leases by state agencies and the demolition of structures located on state property.

The capital items presented in this document as recommendations to the General Assembly reflect projects meeting State Building Commission requirements and policy guidelines.

Capital maintenance projects are defined as major, non-routine repairs and replacements unrelated to new construction and costing \$250,000 or more. Maintenance projects costing less than this amount are addressed within the departments' operational budget major maintenance programs. Capital maintenance projects include items that appreciably extend the life of the facility, such as alterations to rectify code deficiencies, modifications for health and safety issues, repairs to improve utility systems, repaving, roof repairs, exterior fencing and lighting, and repair projects that restore a facility to its former condition and do not result in changes in facility use. Funding for these projects is allocated to the individual state entities.

Capital improvement projects are defined as those providing new facilities or materially extending the useful life and improving or changing the function of an existing facility. These projects include facility renovation, new construction, new utility or service systems, land with or without buildings, appurtenances, site improvements or permanent betterments, and initial equipment to furnish and operate a new or improved facility that requires the assistance of a design professional or costs \$100,000 or more.

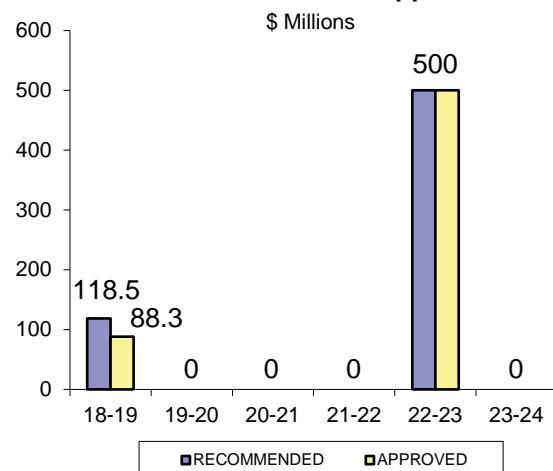
The 2023-2024 capital appropriations budget recommends \$1,932,161,000 divided between capital improvement projects and capital maintenance requests. The recommendation includes \$1,842.9 million for capital outlay, \$84.2 million for the Facilities Revolving Fund, and \$5.1 million for projects funded from dedicated sources of revenue.

Capital Outlay Improvement Projects — Capital outlay improvement projects recommended for fiscal year 2023-2024 total \$1,617,100,000, including \$1,588,881,300 from state appropriation. Other funding sources account for the remainder of the total amount. The recommendation includes \$997.8 million for Higher Education projects, \$288.08 million for state parks, and various upgrades to state facilities.

Capital Outlay Maintenance Projects — Capital outlay maintenance projects are recommended at a level of \$225,751,000. A state appropriation of \$113,236,000 is requested. Federal and other funding sources account for the remainder of the total amount. These projects focus on maintaining current facilities, primarily through repair and renovation of roofing, mechanical, and electrical systems. Funding is also included to bring state facilities in line with federal standards for asbestos and citizens with disabilities.

New Bond Authorizations — Total capital maintenance, capital improvements, and Facilities Revolving Fund requests will require no new bond authorization. The following chart compares the bond authorizations recommended with those approved by the General Assembly during the past several years.

Bond Authorization Recommended vs. Approved



Facilities Revolving Fund — Capital funding in the amount of \$84,220,000 is recommended for capital maintenance and capital improvement projects. A general fund appropriation of \$9,760,000 is recommended. Other funding sources account for the remainder of the total amount. These projects are listed in the “Facilities Revolving Fund” section, which follows the “Capital Budget” section of this document.

Dedicated Sources of Revenue — Projects from dedicated sources of revenue in the amount of \$5,090,000 are also recommended for the Tennessee Wildlife Resources Agency. These projects are included in the “Capital Budget” section of this document under the heading “Projects Funded from Dedicated Revenues”.

Operating Costs — This section includes estimates of the first-year operating costs resulting from proposed new construction. Differences can be the result of efficiencies from better designs and energy systems or program requirements. Renovation projects that do not have an impact on operating efficiencies are considered to be cost neutral. Only those projects that will have increased operating costs from the current budget are included in the schedule.

**Summary of Proposed Capital Appropriations
from Bonds, Current Funds, and Other Revenues
Fiscal Year 2023-2024**

	TOTAL	STATE	BONDS	FEDERAL	OTHER
Capital Outlay Program	\$ 1,927,071,000	\$ 1,711,877,300	\$ 0	\$ 30,087,500	\$ 185,106,200
Capital Maintenance	265,211,000	113,236,000	0	3,832,500	148,142,500
Capital Improvements	1,661,860,000	1,598,641,300	0	26,255,000	36,963,700
Capital Outlay¹	\$ 1,842,851,000	\$ 1,702,117,300	\$ 0	\$ 30,087,500	\$ 110,646,200
Capital Maintenance	225,751,000	113,236,000	0	3,832,500	108,682,500
Capital Improvements	1,617,100,000	1,588,881,300	0	26,255,000	1,963,700
Facilities Revolving Fund (FRF)¹	\$ 84,220,000	\$ 9,760,000	\$ 0	\$ 0	\$ 74,460,000
Capital Maintenance	39,460,000	0	0	0	39,460,000
Capital Improvements	44,760,000	9,760,000	0	0	35,000,000
Dedicated Funds	\$ 5,090,000	\$ 0	\$ 0	\$ 0	\$ 5,090,000
Capital Maintenance	0	0	0	0	0
Capital Improvements	5,090,000	0	0	0	5,090,000
Total - Capital Appropriations	\$ 1,932,161,000	\$ 1,711,877,300	\$ 0	\$ 30,087,500	\$ 190,196,200
Capital Maintenance	265,211,000	113,236,000	0	3,832,500	148,142,500
Capital Improvements	1,666,950,000	1,598,641,300	0	26,255,000	42,053,700

¹ Included in Capital Outlay Program total.

**Proposed Capital Appropriations
from Bonds, Current Funds, and Other Revenues
Fiscal Year 2023-2024**

PROJECT	COUNTY	TOTAL	STATE	BONDS	FEDERAL	OTHER
Commerce and Insurance						
Maintenance	Statewide	\$ 1,580,000	\$ 0	\$ 0	\$ 0	\$ 1,580,000
Correction						
Maintenance	Statewide	\$ 33,780,000	\$ 0	\$ 0	\$ 0	\$ 33,780,000
Education						
Maintenance	Statewide	\$ 1,020,000	\$ 1,020,000	\$ 0	\$ 0	\$ 0
TSD SAVE Act Compliance Upgrades	Knox	\$ 9,200,000	\$ 9,200,000	\$ 0	\$ 0	\$ 0
Sub-Total Education		\$ 10,220,000	\$ 10,220,000	\$ 0	\$ 0	\$ 0
Environment and Conservation						
Maintenance	Statewide	\$ 20,830,000	\$ 0	\$ 0	\$ 0	\$ 20,830,000
Henry Horton State Park Inn Reconstruction	Marshall	\$ 62,860,000	\$ 62,860,000	\$ 0	\$ 0	\$ 0
Long Hunter State Park Maint. Facility & Site Upgrades	Davidson	\$ 18,600,000	\$ 18,600,000	\$ 0	\$ 0	\$ 0
Middle Fork Bottoms VC, Maintenance Facility, & Amenities	Madison	\$ 22,520,000	\$ 22,520,000	\$ 0	\$ 0	\$ 0
Natchez Trace State Park Inn Reconstruction	Henderson	\$ 65,950,000	\$ 65,950,000	\$ 0	\$ 0	\$ 0
Norris Dam State Park Water Tank	Campbell	\$ 3,790,000	\$ 3,790,000	\$ 0	\$ 0	\$ 0
Panther Creek State Park Recreation Center	Hamblen	\$ 12,590,000	\$ 12,590,000	\$ 0	\$ 0	\$ 0
Savage Gulf State Park Improvements Phase 2	Grundy	\$ 73,950,000	\$ 73,950,000	\$ 0	\$ 0	\$ 0
Scott's Gulf Wilderness State Park Improvements	White	\$ 27,820,000	\$ 27,820,000	\$ 0	\$ 0	\$ 0
Sub-Total Environment and Conservation		\$ 308,910,000	\$ 288,080,000	\$ 0	\$ 0	\$ 20,830,000
General Services						
Maintenance	Statewide	\$ 50,600,000	\$ 50,600,000	\$ 0	\$ 0	\$ 0
TPAC Relocation Grant	Davidson	\$ 200,000,000	\$ 200,000,000	\$ 0	\$ 0	\$ 0
Sub-Total General Services		\$ 250,600,000	\$ 250,600,000	\$ 0	\$ 0	\$ 0
Mental Health and Substance Abuse Services						
Western MHI New Replacement Facility Phase 2	Hardeman	\$ 62,990,000	\$ 62,990,000	\$ 0	\$ 0	\$ 0
Military						
Maintenance	Statewide	\$ 6,750,000	\$ 0	\$ 0	\$ 3,832,500	\$ 2,917,500
New Army Aviation RC & Aviation Support Facility	Rutherford	\$ 7,800,000	\$ 0	\$ 0	\$ 7,800,000	\$ 0
New Ft. Campbell National Guard Readiness Center	Montgomery	\$ 18,455,000	\$ 0	\$ 0	\$ 18,455,000	\$ 0
Statewide Force Protection Improvements	Statewide	\$ 4,020,000	\$ 4,020,000	\$ 0	\$ 0	\$ 0
Sub-Total Military		\$ 37,025,000	\$ 4,020,000	\$ 0	\$ 30,087,500	\$ 2,917,500
West Tennessee River Basin Authority						
Water Education and Training Center	Hardeman	\$ 28,730,000	\$ 28,730,000	\$ 0	\$ 0	\$ 0
Locally Governed Higher Education Institutions						
Austin Peay State University						
Maintenance	Statewide	\$ 1,570,000	\$ 0	\$ 0	\$ 0	\$ 1,570,000
Health Profession Building	Montgomery	\$ 32,000,000	\$ 31,628,300	\$ 0	\$ 0	\$ 371,700
Sub-Total Austin Peay State University		\$ 33,570,000	\$ 31,628,300	\$ 0	\$ 0	\$ 1,941,700
East Tennessee State University						
Maintenance	Statewide	\$ 5,400,000	\$ 1,600,000	\$ 0	\$ 0	\$ 3,800,000
Middle Tennessee State University						
Maintenance	Statewide	\$ 5,000,000	\$ 2,000,000	\$ 0	\$ 0	\$ 3,000,000
Applied Engineering Building	Rutherford	\$ 19,900,000	\$ 18,308,000	\$ 0	\$ 0	\$ 1,592,000
Sub-Total Middle Tennessee State University		\$ 24,900,000	\$ 20,308,000	\$ 0	\$ 0	\$ 4,592,000
Tennessee State University						
Maintenance	Statewide	\$ 5,830,000	\$ 0	\$ 0	\$ 0	\$ 5,830,000
Tennessee Technological University						
Maintenance	Statewide	\$ 6,525,000	\$ 0	\$ 0	\$ 0	\$ 6,525,000
University of Memphis						
Maintenance	Statewide	\$ 5,340,000	\$ 0	\$ 0	\$ 0	\$ 5,340,000
Sub-Total Locally Governed Higher Education Institutions		\$ 81,565,000	\$ 53,536,300	\$ 0	\$ 0	\$ 28,028,700
Tennessee Board of Regents						
Maintenance	Statewide	\$ 50,606,000	\$ 41,956,000	\$ 0	\$ 0	\$ 8,650,000
Statewide TCAT Capital Funding Adjustment	Statewide	\$ 41,500,000	\$ 41,500,000	\$ 0	\$ 0	\$ 0
Statewide TCAT New Buildings, Additions, & Improvements	Statewide	\$ 386,175,000	\$ 386,175,000	\$ 0	\$ 0	\$ 0
Statewide TCAT New Campus Locations	Statewide	\$ 147,500,000	\$ 147,500,000	\$ 0	\$ 0	\$ 0
Statewide TCAT Replacement Campuses	Statewide	\$ 370,750,000	\$ 370,750,000	\$ 0	\$ 0	\$ 0
Sub-Total Tennessee Board of Regents		\$ 996,531,000	\$ 987,881,000	\$ 0	\$ 0	\$ 8,650,000

**Proposed Capital Appropriations
from Bonds, Current Funds, and Other Revenues
Fiscal Year 2023-2024**

PROJECT	COUNTY	TOTAL	STATE	BONDS	FEDERAL	OTHER
University of Tennessee						
Maintenance	Statewide	\$ 30,920,000	\$ 16,060,000	\$ 0	\$ 0	\$ 14,860,000
Grand Total		\$ 1,842,851,000	\$ 1,702,117,300	\$ 0	\$ 30,087,500	\$ 110,646,200
Sub-Total Capital Maintenance		225,751,000	113,236,000	0	3,832,500	108,682,500
Sub-Total Capital Improvements		1,617,100,000	1,588,881,300	0	26,255,000	1,963,700
Sub-Total Higher Education		\$ 1,109,016,000	\$ 1,057,477,300	\$ 0	\$ 0	\$ 51,538,700
Capital Maintenance		111,191,000	61,616,000	0	0	49,575,000
Capital Improvements		997,825,000	995,861,300	0	0	1,963,700
Sub-Total Other Agencies		\$ 733,835,000	\$ 644,640,000	\$ 0	\$ 30,087,500	\$ 59,107,500
Capital Maintenance		114,560,000	51,620,000	0	3,832,500	59,107,500
Capital Improvements		619,275,000	593,020,000	0	26,255,000	0

**Proposed Capital Maintenance Appropriations
from Bonds, Current Funds, and Other Revenues
Fiscal Year 2023-2024**

PROJECT	COUNTY	TOTAL	STATE	BONDS	FEDERAL	OTHER
Commerce and Insurance						
TN Fire Training Academy Fire Alarm System Upgrades	Bedford	\$ 1,580,000	\$ 0	\$ 0	\$ 0	\$ 1,580,000
Correction						
DJRC Site Improvements	Davidson	\$ 6,100,000	\$ 0	\$ 0	\$ 0	\$ 6,100,000
NWCX Annex Site Improvements	Lake	\$ 8,040,000	\$ 0	\$ 0	\$ 0	\$ 8,040,000
RMSI Food Service Upgrades	Davidson	\$ 11,140,000	\$ 0	\$ 0	\$ 0	\$ 11,140,000
Upgrade Locking Systems Phase 4	Statewide	\$ 4,000,000	\$ 0	\$ 0	\$ 0	\$ 4,000,000
WTSP Electronic Security Systems Refresh	Lauderdale	\$ 4,500,000	\$ 0	\$ 0	\$ 0	\$ 4,500,000
Sub-Total Correction		\$ 33,780,000	\$ 0	\$ 0	\$ 0	\$ 33,780,000
Education						
TSD Akin Gym Floor and HVAC Repairs	Knox	\$ 1,020,000	\$ 1,020,000	\$ 0	\$ 0	\$ 0
Environment and Conservation						
Natchez Trace State Park Cub Lake Lodge Renovations	Henderson	\$ 6,160,000	\$ 0	\$ 0	\$ 0	\$ 6,160,000
Tims Ford State Park Cabin Renovations	Franklin	\$ 14,670,000	\$ 0	\$ 0	\$ 0	\$ 14,670,000
Sub-Total Environment and Conservation		\$ 20,830,000	\$ 0	\$ 0	\$ 0	\$ 20,830,000
General Services						
Energy Saving Performance Contracts	Statewide	\$ 50,000,000	\$ 50,000,000	\$ 0	\$ 0	\$ 0
National Civil Rights Museum Maintenance Grant	Shelby	\$ 300,000	\$ 300,000	\$ 0	\$ 0	\$ 0
TPAC Annual Maintenance Grant	Davidson	\$ 300,000	\$ 300,000	\$ 0	\$ 0	\$ 0
Sub-Total General Services		\$ 50,600,000	\$ 50,600,000	\$ 0	\$ 0	\$ 0
Military						
Berry Field Building 721 Systems Updates	Davidson	\$ 1,830,000	\$ 0	\$ 0	\$ 1,372,500	\$ 457,500
Cookeville Readiness Center HVAC and Facility Update	Putnam	\$ 2,120,000	\$ 0	\$ 0	\$ 1,060,000	\$ 1,060,000
Dickson Readiness Center Re-Roof and Facility Update	Dickson	\$ 1,220,000	\$ 0	\$ 0	\$ 610,000	\$ 610,000
Union City Readiness Center Re-Roof and Facility Update	Obion	\$ 1,580,000	\$ 0	\$ 0	\$ 790,000	\$ 790,000
Sub-Total Military		\$ 6,750,000	\$ 0	\$ 0	\$ 3,832,500	\$ 2,917,500
Locally Governed Higher Education Institutions						
Austin Peay State University						
Building Management System Upgrades	Montgomery	\$ 1,570,000	\$ 0	\$ 0	\$ 0	\$ 1,570,000
East Tennessee State University						
Multiple Buildings Roof Replacements Phases 1 and 2	Washington	\$ 3,800,000	\$ 0	\$ 0	\$ 0	\$ 3,800,000
Safety Lighting and Fire Alarm System Phase 1	Washington	\$ 1,600,000	\$ 1,600,000	\$ 0	\$ 0	\$ 0
Sub-Total East Tennessee State University		\$ 5,400,000	\$ 1,600,000	\$ 0	\$ 0	\$ 3,800,000
Middle Tennessee State University						
Central Plant and Campus Utilities Updates Phases 1 and 2	Rutherford	\$ 5,000,000	\$ 2,000,000	\$ 0	\$ 0	\$ 3,000,000
Tennessee State University						
Electrical Upgrades Phase 4	Davidson	\$ 4,230,000	\$ 0	\$ 0	\$ 0	\$ 4,230,000
Multiple Buildings Roof Replacements Phase 1	Davidson	\$ 1,600,000	\$ 0	\$ 0	\$ 0	\$ 1,600,000
Sub-Total Tennessee State University		\$ 5,830,000	\$ 0	\$ 0	\$ 0	\$ 5,830,000
Tennessee Technological University						
Campus-Wide Building Controls Upgrades Phase 2	Putnam	\$ 2,025,000	\$ 0	\$ 0	\$ 0	\$ 2,025,000
Derryberry Hall Upgrades Phase 1	Putnam	\$ 2,480,000	\$ 0	\$ 0	\$ 0	\$ 2,480,000
Multiple Buildings Elevator Upgrades Phase 1	Putnam	\$ 870,000	\$ 0	\$ 0	\$ 0	\$ 870,000
Roaden University Center HVAC Upgrades	Putnam	\$ 1,150,000	\$ 0	\$ 0	\$ 0	\$ 1,150,000
Sub-Total Tennessee Technological University		\$ 6,525,000	\$ 0	\$ 0	\$ 0	\$ 6,525,000
University of Memphis						
Multiple Building Elevator and Fire Alarms	Shelby	\$ 5,340,000	\$ 0	\$ 0	\$ 0	\$ 5,340,000
Sub-Total Locally Governed Higher Education Institutions		\$ 29,665,000	\$ 3,600,000	\$ 0	\$ 0	\$ 26,065,000

**Proposed Capital Maintenance Appropriations
from Bonds, Current Funds, and Other Revenues
Fiscal Year 2023-2024**

PROJECT	COUNTY	TOTAL	STATE	BONDS	FEDERAL	OTHER
Tennessee Board of Regents						
ChSCC Central Plant Modernization Phase 1	Hamilton	\$ 1,075,000	\$ 0	\$ 0	\$ 0	\$ 1,075,000
CISCC Library Modernization Phase 1	Bradley	1,050,000	1,050,000	0	0	0
CoSCC Accessibility and Security Upgrades Phase 2	Maury	1,370,000	0	0	0	1,370,000
DSCC Campus Paving and Resurfacing	Dyer	1,125,000	1,125,000	0	0	0
JSCC Multiple Building HVAC Updates	Madison	915,000	915,000	0	0	0
JSCC Multiple Building Roofing	Madison	895,000	895,000	0	0	0
MSCC Backup Power and Utilities Upgrades Phase 1	Moore	1,050,000	1,050,000	0	0	0
NaSCC HVAC and Cooling Tower Repairs Phase 2	Davidson	1,000,000	0	0	0	1,000,000
NesCC Maintenance Building Exterior Updates	Sullivan	800,000	800,000	0	0	0
PSCC HVAC & Electrical Updates & Repairs Phase 3	Knox	990,000	0	0	0	990,000
RSCC Multiple Building HVAC Corrections Phase 2	Morgan	1,200,000	1,200,000	0	0	0
Statewide TCAT Capital Funding Adjustment	Statewide	7,000,000	7,000,000	0	0	0
STCC Mechanical Systems & Infrastructure Updates Phase 1	Shelby	1,500,000	0	0	0	1,500,000
TCAT Chattanooga Bldgs. 1 & 2 Updates Phases 1, 2, and 3	Hamilton	10,125,000	10,125,000	0	0	0
TCAT Chattanooga Interior Updates	Hamilton	337,000	337,000	0	0	0
TCAT Covington Maintenance Repairs	Lauderdale	800,000	800,000	0	0	0
TCAT Crump Fire and Security Installation	Hardin	345,000	345,000	0	0	0
TCAT Crump Plumbing and Life Safety Updates	Hardin	800,000	800,000	0	0	0
TCAT Dickson Pump Station and Sewer Line Replacement	Montgomery	1,100,000	1,100,000	0	0	0
TCAT Hartsville Maintenance Repairs	Trousdale	310,000	310,000	0	0	0
TCAT Hartsville Wilson County MEP Updates	Wilson	860,000	860,000	0	0	0
TCAT Jacksboro Door and Window Replacements	Campbell	450,000	450,000	0	0	0
TCAT Livingston Comprehensive Bldg. Plumbing Corrections	Overton	835,000	835,000	0	0	0
TCAT Livingston Exterior and Interior Lighting Updates	Overton	325,000	325,000	0	0	0
TCAT Livingston Exterior Door & Window Replacements	Overton	425,000	425,000	0	0	0
TCAT Livingston HVAC Replacement	Overton	425,000	425,000	0	0	0
TCAT Livingston Parking Lot and Drainage Improvements	Overton	512,000	512,000	0	0	0
TCAT Livingston Storm Water Drainage Updates	Overton	325,000	325,000	0	0	0
TCAT Memphis Bldg. & Elevator Upgrades Phases 1 and 2	Shelby	1,787,000	1,787,000	0	0	0
TCAT Morristown Bldgs. 102 & 103 Updates Phases 1 and 2	Hamblen	2,573,000	2,573,000	0	0	0
TCAT Murfreesboro HVAC & Security System Updates	Rutherford	875,000	875,000	0	0	0
TCAT Newbern Maintenance Repairs	Dyer	660,000	660,000	0	0	0
TCAT Oneida/Huntsville Parking Exp, Repaving, & Lighting	Scott	525,000	525,000	0	0	0
TCAT Pulaski East and West Shop and Breezeway Roof	Giles	832,000	832,000	0	0	0
TCAT Pulaski Exterior Door & Window Replacements	Giles	125,000	125,000	0	0	0
TCAT Pulaski Lighting, HVAC, and Plumbing Updates	Giles	845,000	845,000	0	0	0
TCAT Ripley Maintenance Repairs	Lauderdale	775,000	775,000	0	0	0
VSCC CHEC Science Lab Updates	Putnam	950,000	950,000	0	0	0
VSCC Domestic Water Improvements Phase 1	Sumner	1,250,000	0	0	0	1,250,000
WSCC Building System Upgrades	Hamblen	1,465,000	0	0	0	1,465,000
Sub-Total Tennessee Board of Regents		\$ 50,606,000	\$ 41,956,000	\$ 0	\$ 0	\$ 8,650,000
University of Tennessee						
UTC Building Envelope Repairs Phases 1 and 2	Hamilton	\$ 7,350,000	\$ 3,700,000	\$ 0	\$ 0	\$ 3,650,000
UTIA CVM Building Envelope Repairs	Knox	3,610,000	0	0	0	3,610,000
UTK Second Creek Repair & Storm Sewer Replacement	Knox	2,880,000	2,880,000	0	0	0
UTK Steam Plant Improvements	Knox	3,600,000	0	0	0	3,600,000
UTM Elam Center Exterior Wall Repairs	Weakley	4,000,000	0	0	0	4,000,000
UTS Building Envelope Repair	Giles	2,000,000	2,000,000	0	0	0
UTHSC GEB Systems Upgrades	Shelby	7,480,000	7,480,000	0	0	0
Sub-Total University of Tennessee		\$ 30,920,000	\$ 16,060,000	\$ 0	\$ 0	\$ 14,860,000
Grand Total		\$ 225,751,000	\$ 113,236,000	\$ 0	\$ 3,832,500	\$ 108,682,500
Sub-Total Higher Education		111,191,000	61,616,000	0	0	49,575,000
Sub-Total Other Agencies		114,560,000	51,620,000	0	3,832,500	59,107,500

Projects Funded from Dedicated Revenues
Fiscal Year 2023-2024

Capital Improvements:	COUNTY	TOTAL	STATE	BONDS	FEDERAL	OTHER
Tennessee Wildlife Resources Agency						
Region 1 New Herb Parsons Lake Boat Ramp/Parking	Fayette	\$ 1,290,000	\$ 0	\$ 0	\$ 0	\$ 1,290,000
Region 3 New John Sevier Operations Building	Knox	3,800,000	0	0	0	3,800,000
Sub-Total Tennessee Wildlife Resources Agency		\$ 5,090,000	\$ 0	\$ 0	\$ 0	\$ 5,090,000
Total Dedicated Funds		\$ 5,090,000	\$ 0	\$ 0	\$ 0	\$ 5,090,000

Capital Projects from School Bonds and Other Sources
Fiscal Year 2023-2024

The capital projects listed in this section are presented for information purposes only. This is not a request for state tax funds. It is the intent of the listed institutions to initiate these projects within the next two years. All projects listed herein are subject to the approval of the State Building Commission and may have to obtain additional approval by the Tennessee State School Bond Authority (TSSBA) or the State Funding Board, depending upon the funding source. All projects have previously been endorsed by the respective system governing board and the Tennessee Higher Education Commission.

	TOTAL	TSSBA	INSTITUTIONAL/ AUXILIARY	OTHER
Locally Governed Institutions				
East Tennessee State University				
Campus-Wide Paving and Repair Project	\$ 300,000	\$ 0	\$ 300,000	\$ 0
Millennium Center Parking Garage Elevator Upgrades	350,000	0	350,000	0
Parking Garage Construction	55,000,000	54,000,000	1,000,000	0
Residence Hall	40,000,000	38,500,000	1,500,000	0
Sub-Total East Tennessee State University	\$ 95,650,000	\$ 92,500,000	\$ 3,150,000	\$ 0
Middle Tennessee State University				
Athletic Video Board Upgrades	\$ 3,900,000	\$ 3,900,000	\$ 0	\$ 0
Multi-Sport Indoor Training Facility	28,400,000	28,400,000	0	0
Murphy Center Addition and Renovations	66,000,000	66,000,000	0	0
New Residence Hall	49,500,000	49,500,000	0	0
New Parking Structure	27,400,000	27,400,000	0	0
Sub-Total Middle Tennessee State University	\$ 175,200,000	\$ 175,200,000	\$ 0	\$ 0
Tennessee State University				
Hale Stadium Upgrades	\$ 2,200,000	\$ 1,650,000	\$ 550,000	\$ 0
New Football Operations Building	41,500,000	41,500,000	0	0
New Residence Hall	157,000,000	153,500,000	3,500,000	0
Sub-Total Tennessee State University	\$ 200,700,000	\$ 196,650,000	\$ 4,050,000	\$ 0
University of Memphis				
Park Avenue Student Housing	\$ 42,000,000	\$ 42,000,000	\$ 0	\$ 0
Performance Contracting	15,000,000	0	15,000,000	0
Sub-Total University of Memphis	\$ 57,000,000	\$ 42,000,000	\$ 15,000,000	\$ 0
Total Locally Governed Institutions	\$ 528,550,000	\$ 506,350,000	\$ 22,200,000	\$ 0
Tennessee Board of Regents				
Volunteer State Community College				
Exterior Repairs	\$ 375,000	\$ 0	\$ 375,000	\$ 0
Hardscape Improvements	770,000	0	770,000	0
McCormick Remodel	6,300,000	0	6,300,000	0
Sub-Total Volunteer State Community College	\$ 7,445,000	\$ 0	\$ 7,445,000	\$ 0
Total Tennessee Board of Regents	\$ 7,445,000	\$ 0	\$ 7,445,000	\$ 0
University of Tennessee System				
University of Tennessee Chattanooga				
Dining Services Refresh	\$ 3,000,000	\$ 0	\$ 3,000,000	\$ 0
Fletcher Hall Dining	360,000	0	360,000	0
Fletcher Hall Parking	1,660,000	0	1,660,000	0
Parking Lot and Paving Improvements	1,500,000	0	1,500,000	0
Sub-Total University of Tennessee Chattanooga	\$ 6,520,000	\$ 0	\$ 6,520,000	\$ 0
University of Tennessee Knoxville				
Chemistry Building	\$ 8,443,000	\$ 8,443,000	\$ 0	\$ 0
Classroom Upgrades	5,000,000	0	5,000,000	0
College of Business	127,350,000	0	35,850,000	91,500,000
Dining Services Renovations	1,500,000	0	1,500,000	0
Laboratory Upgrades	5,000,000	0	5,000,000	0
Parking and Roadway Improvements	500,000	0	500,000	0
Volunteer Hall Fire Safety Upgrades	3,000,000	0	3,000,000	0
Sub-Total University of Tennessee Knoxville	\$ 150,793,000	\$ 8,443,000	\$ 50,850,000	\$ 91,500,000

Capital Projects from School Bonds and Other Sources
Fiscal Year 2023-2024

	TOTAL	TSSBA	INSTITUTIONAL/ AUXILIARY	OTHER
UT Institute of Agriculture				
Clyde Austin 4-H Center Improvements	\$ 1,000,000	\$ 0	\$ 500,000	\$ 500,000
Clyde York 4-H Center Improvements	1,000,000	0	500,000	500,000
CVM Building Improvements	2,500,000	0	0	2,500,000
Fusion Center	62,500,000	0	0	62,500,000
Loan Oaks 4-H Center Improvements	1,000,000	0	500,000	500,000
Meat Science Lab Facility	12,500,000	0	0	12,500,000
NextGen Broiler Facility	3,350,000	0	0	3,350,000
REC - Central Region Improvements	2,500,000	0	2,500,000	0
REC - East Region Improvements	2,500,000	0	2,500,000	0
REC - Western Region Improvements	2,500,000	0	2,500,000	0
Ridley 4-H Center Improvements	1,000,000	0	500,000	500,000
Sub-Total UT Institute of Agriculture	\$ 92,350,000	\$ 0	\$ 9,500,000	\$ 82,850,000
Total University of Tennessee System	\$ 249,663,000	\$ 8,443,000	\$ 66,870,000	\$ 174,350,000
Grand Total	\$ 785,658,000	\$ 514,793,000	\$ 96,515,000	\$ 174,350,000

Capital Outlay Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
Commerce and Insurance Objective: Provide training to emergency personnel.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 1,580,000
Correction Objective: Provide safe and secure facilities to house inmates.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 33,780,000
Education Objective: Provide a safe and secure environment for learning.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 1,020,000
TSD Schools Against Violence in Education (SAVE) Act Compliance Upgrades Funds are provided to upgrade safety and security systems to comply with the SAVE Act.	9,200,000
Sub-Total Education	\$ 10,220,000
Environment and Conservation Objective: Increase visitation to the state's parks and historic areas.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 20,830,000
Henry Horton State Park Inn Reconstruction Funds are provided to reconstruct the lodge, including replacement of MEP systems and repair of pool and parking lots.	62,860,000
Long Hunter State Park Maintenance Facility and Site Upgrades Funds are provided for construction of a maintenance equipment building, outdoor covered and uncovered parking, above ground fuel storage tanks, fishing pier, boat rental facility, bathhouse, and trail bridge.	18,600,000
Middle Fork Bottoms Visitor Center, Maintenance Facility, and Amenities Funds are provided for construction of a visitor center, maintenance facility, boardwalk, boat ramps, trail bridge(s), utility infrastructure, and amenities at the Middle Fork Bottoms Recreational Area.	22,520,000
Natchez Trace State Park Inn Reconstruction Funds are provided for reconstruction of the lodge, pool, and parking areas, including interior and exterior painting; flooring and siding repair; and relocation and replacement of furniture, fixtures, and MEP systems.	65,950,000
Norris Dam State Park Water Tank Funds are provided for construction of a new water tank for fire suppression on the east side of Norris Dam State Park.	3,790,000
Panther Creek State Park Recreation Center Funds are provided for demolition of the pool and construction of a new recreation center, including a small kitchen, restrooms, meeting space, storage, outdoor gathering space, and a playground.	12,590,000

Capital Outlay Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
Savage Gulf State Park Improvements Phase Two Funds are provided for construction of additional camping experiences, bathing and restroom facilities, a new boat rental facility with fishing pier and kayak boat launch, new pavilions, parking, roads, and infrastructure.	\$ 73,950,000
Scott's Gulf Wilderness State Park Improvements Funds are provided for the construction of a new visitor center, maintenance shop, restrooms, utilities, roadways, and parking infrastructure.	27,820,000
Sub-Total Environment and Conservation	\$ 308,910,000
General Services Objective: Maintain, repair, and update general government facilities.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 50,600,000
TPAC Relocation Grant Funds are provided for relocation of the Tennessee Performing Arts Center (TPAC).	200,000,000
Sub-Total General Services	\$ 250,600,000
Mental Health and Substance Abuse Services Objective: Provide facilities to support comprehensive rehabilitation services in a positive and productive learning environment to people with disabilities.	
Western MHI New Replacement Facility Phase Two Funds are provided for construction of an addition to the replacement facility completed in 2010 to consolidate operations.	\$ 62,990,000
Military Objective: Expand and renovate military facilities.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 6,750,000
New Army Aviation Readiness Center and Aviation Support Facility Funds are provided for demolition of existing structures and construction of a new Army Aviation Readiness Center and Army Aviation Support Facility.	7,800,000
New Fort Campbell National Guard Readiness Center Funds are provided for construction of a new Readiness Center. This was a fiscal year 2022 capital budget line-item originally funded for design.	18,455,000
Statewide Force Protection Improvements Funds are provided for the installation of security measures, including high security fencing, gates, and ballistic doors at Tennessee Army National Guard facilities statewide.	4,020,000
Sub-Total Military	\$ 37,025,000
West Tennessee River Basin Authority Objective: Restore, preserve, and maintain natural streams and floodplains.	
Water Education and Training Center Funds are provided for construction of a flood simulation training facility, including buildings, support structures, pumps, and parking.	\$ 28,730,000

Capital Outlay Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
Locally Governed Higher Education Institutions Objective: Expand and enhance facilities for student and faculty needs.	
Austin Peay State University	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 1,570,000
Health Profession Building Additional funds are provided for a 48 percent increase in state funding of the fiscal year 2022 project due to cost escalation.	32,000,000
Sub-Total Austin Peay State University	\$ 33,570,000
East Tennessee State University	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 5,400,000
Middle Tennessee State University	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 5,000,000
Applied Engineering Building Additional funds are provided for a 36 percent increase in state funding of the fiscal year 2022 project due to cost escalation.	19,900,000
Sub-Total Middle Tennessee State University	\$ 24,900,000
Tennessee State University	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 5,830,000
Tennessee Technological University	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 6,525,000
University of Memphis	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 5,340,000
Sub-Total Locally Governed Higher Education Institutions	\$ 81,565,000
Tennessee Board of Regents Objective: Expand and enhance facilities for student and faculty needs.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 50,606,000
Statewide TCAT Capital Funding Adjustment Additional funds are provided for completion of previously funded capital outlay projects due to escalation of labor and materials costs.	41,500,000
Statewide TCAT New Buildings, Additions, and Improvements Funds are provided for updates and expansion of space, including demolition of existing buildings, construction of new buildings, expansion and renovation of existing buildings; and improvements to site, infrastructure, and parking.	386,175,000

Capital Outlay Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
Statewide TCAT New Campus Locations Funds are provided for construction of new campus locations statewide, including site and infrastructure improvements and construction of new buildings and parking lots.	\$ 147,500,000
Statewide TCAT Replacement Campuses Funds are provided for full replacement of outdated facilities, including demolition of existing buildings, construction of new buildings, expansion and renovation of existing buildings; and improvements to site, infrastructure, and parking.	370,750,000
Sub-Total Tennessee Board of Regents	\$ 996,531,000
University of Tennessee Objective: Expand and enhance facilities for student and faculty needs.	
Maintenance Funds are provided to repair, maintain, and update facilities. See Capital Maintenance Project Descriptions for additional details.	\$ 30,920,000
Grand Total	<u>\$ 1,842,851,000</u>

Capital Maintenance Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
Commerce and Insurance	
TN Fire Training Academy Fire Alarm System Upgrades	\$ 1,580,000
Funds are provided for replacement and upgrade of fire alarm systems and all related work.	
Correction	
DJRC Site Improvements	\$ 6,100,000
Funds are provided for improvements to surface and underground site infrastructure, drainage, grading, and all related work.	
NWCX Annex Site Improvements	8,040,000
Funds are provided for improvements to surface and underground site infrastructure, drainage, grading, and all related work.	
RMSI Food Service Upgrades	11,140,000
Funds are provided for renovation of the kitchen, support areas, equipment, design, mechanicals, and all related work.	
Upgrade Locking Systems Phase Four	4,000,000
Funds are provided for replacement of locking devices and all related work at institutions statewide.	
WTSP Electronic Security Systems Refresh	4,500,000
Funds are provided for replacement and upgrade of security cameras, power sources, and all related work.	
Sub-Total Correction	\$ 33,780,000
Education	
TSD Akin Gym Floor and HVAC Repairs	\$ 1,020,000
Additional funds are provided for a 76 percent increase in total funding of the fiscal year 2021 project due to cost escalation.	
Environment and Conservation	
Natchez Trace State Park Cub Lake Lodge Renovations	\$ 6,160,000
Funds are provided for reconstruction of the lodge, including structural replacement, interior and exterior painting, flooring and siding repairs; relocation and replacement of furniture, fixtures, equipment, and HVAC systems; and all related work.	
Tims Ford State Park Cabin Renovations	14,670,000
Funds are provided for renovation of cabins at Tims Ford State Park, including interior and exterior repairs and all related work.	
Sub-Total Environment and Conservation	\$ 20,830,000
General Services	
Energy Saving Performance Contracts	\$ 50,000,000
Funds are provided for development and execution of multiple energy-saving performance contract projects to implement energy or utility conservation measures.	
National Civil Rights Museum Maintenance Grant	300,000
Grant to provide maintenance support to the National Civil Rights Museum in Memphis.	
TPAC Annual Maintenance Grant	300,000
Grant to provide state maintenance assistance for the Tennessee Performing Arts Center.	
Sub-Total General Services	\$ 50,600,000
Military	
Berry Field Building 721 Systems Updates	\$ 1,830,000
Funds are provided for replacement of boiler, repair of mechanical and plumbing systems, and all related work.	

Capital Maintenance Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
Cookeville Readiness Center HVAC and Facility Update Funds are provided for replacement of mechanical and electrical systems, exterior and interior facility updates, and all related work.	\$ 2,120,000
Dickson Readiness Center Re-Roof and Facility Update Funds are provided for replacement of roof system, repairs to masonry, exterior and interior facility updates, site grading and drainage improvements, and all related work.	1,220,000
Union City Readiness Center Re-Roof and Facility Update Funds are provided for replacement of roof system, repairs to masonry, exterior and interior facility updates, site grading and drainage improvements, and all related work.	1,580,000
Sub-Total Military	\$ 6,750,000
Locally Governed Higher Education Institutions	
Austin Peay State University	
Building Management System Upgrades Funds are provided for modernization of HVAC controls and all related work in multiple buildings campus-wide.	\$ 1,570,000
East Tennessee State University	
Multiple Buildings Roof Replacements Phases One and Two Funds are provided for repair and replacement of roofs and drainage systems for multiple buildings, skylight replacement at the Clinical Education Building, and all related work.	\$ 3,800,000
Safety Lighting and Fire Alarm System Phase One Funds are provided for replacement of exit and emergency/safety lights, fire alarm systems, and related equipment in multiple buildings; installation of a sprinkler system in Ball Hall; and all related work.	1,600,000
Sub-Total East Tennessee State University	\$ 5,400,000
Middle Tennessee State University	
Central Plant and Campus Utilities Updates Phases One and Two Funds are provided for repair, replacement, and updating of centralized and de-centralized cooling and heating plant systems, including all underground campus utilities and related work.	\$ 5,000,000
Tennessee State University	
Electrical Upgrades Phase Four Funds are provided for upgrade of campus electrical infrastructure and all related work.	\$ 4,230,000
Multiple Buildings Roof Replacements Phase One Funds are provided for replacement of roof systems at Gentry Center, Harned Hall, and Performing Arts Building. Project includes all related work.	1,600,000
Sub-Total Tennessee State University	\$ 5,830,000
Tennessee Tech University	
Campus-Wide Building Controls Upgrades Phase Two Funds are provided for installation of new LED lighting and poles at the Intramural Fields; replacement of wiring, related components, and equipment as required; and all related work.	\$ 2,025,000
Derryberry Hall Upgrades Phase One Funds are provided for upgrades to the MEP and sprinkler systems, replacement of materials and finishes, repairs to the building's exterior envelope, including window replacements, abatement of asbestos materials, and all related work.	2,480,000

Capital Maintenance Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
Multiple Buildings Elevator Upgrades Phase One Funds are provided for upgrade or replacement of 31 elevators on campus and all related work.	\$ 870,000
Roaden University Center HVAC Upgrades Funds are provided for replacement of air handlers one, three, and the air handler serving Which Wich; cleaning of the coils and ductwork on air handler two; and all related work.	1,150,000
Sub-Total Tennessee Tech University	\$ 6,525,000
University of Memphis	
Multiple Building Elevator and Fire Alarms Funds are provided for upgrades to life safety systems, including fire alarms, emergency generators, elevators, emergency lighting, fire walls, exiting requirements, and all related work.	\$ 5,340,000
Sub-Total Locally Governed Higher Education Institutions	\$ 29,665,000
Tennessee Board of Regents	
ChSCC Central Plant Modernization Phase One Funds are provided for modernization of the central plant, including replacement of boilers, chillers, pumps, and piping; lighting, electrical, and controls updates; and all related work.	\$ 1,075,000
CISCC Library Modernization Phase One Funds are provided for modernization of the library building, including building code updates; replacement of windows, fixtures, and finishes throughout; modernization of existing IT and electrical infrastructure; and all related work.	1,050,000
CoSCC Accessibility and Security Upgrades Phase Two Funds are provided for updates to campus doors, windows, exterior lighting, building access, and ADA issues to improve security, safety, and accessibility across campus. Project includes all related work.	1,370,000
DSCC Campus Paving and Resurfacing Funds are provided for repair of existing parking areas; update of curbs, sidewalks, and signage for ADA compliance; and all related work.	1,125,000
JSCC Multiple Building HVAC Updates Funds are provided for replacement of 15 rooftop HVAC units on multiple buildings, one 300-ton chiller, associated equipment and controls, and all related work.	915,000
JSCC Multiple Building Roofing Funds are provided for replacement of roof and drainage systems in multiple buildings. Project includes all related work.	895,000
MSCC Backup Power and Utilities Upgrades Phase One Funds are provided for installation of backup power and utilities to support core operational systems in Marcum IT department, Ingram Administration Building, and power plant operations building. Project includes all related work.	1,050,000
NaSCC HVAC and Cooling Tower Repairs Phase Two Funds are provided for repairs to the HVAC system, including cooling tower repairs and replacement of rooftop and heat pump units. Project includes all related work.	1,000,000
NeSCC Maintenance Building Exterior Updates Funds are provided for exterior updates to the existing maintenance building, repair and replacement of exterior materials and masonry; replacement of windows and doors, gutters and downspouts, parking and drives; and all related work.	800,000
PSCC HVAC and Electrical Updates and Repairs Phase Three Funds are provided for updates to the primary electrical distribution for the Hardin Valley Campus. Work includes switch gear, breakers, panels, and all related work.	990,000

Capital Maintenance Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
RSCC Multiple Building HVAC Corrections Phase Two Funds are provided for replacement of HVAC system components serving multiple buildings on the main campus, including outdated components, system control software, actuators, cooling towers, and all related work.	\$ 1,200,000
Statewide TCAT Capital Funding Adjustment Additional funds are provided for completion of previously funded capital maintenance projects due to escalation of labor and materials costs.	7,000,000
STCC Mechanical Systems and Infrastructure Updates Phase One Funds are provided for replacement of mechanical systems, deteriorated ductwork, piping, lines, and insulation; installation or replacement of control systems and temperature sensors on VAV boxes; and all related work.	1,500,000
TCAT Chattanooga Buildings 1 and 2 Updates Phases One, Two, and Three Funds are provided for renovation of select areas of TCAT buildings 1 and 2 with movable equipment, improvement of ADA access and breezeway between the buildings, installation of student seating, upgrade of MEP systems, improvement of paint and finishes, and all related work.	10,125,000
TCAT Chattanooga Interior Updates Funds are provided for upgrades to interior finishes, including fixtures, lighting, ceiling tiles, flooring, painting, ADA signage, and all related work.	337,000
TCAT Covington Maintenance Repairs Funds are provided for updates and replacements of interior finishes, including doors, hardware, flooring, painting, and all related work.	800,000
TCAT Crump Fire and Security Installation Funds are provided for installation of a fire alarm system, emergency notification system, and security system, including secure access and video surveillance for the entire campus. Project includes all related work.	345,000
TCAT Crump Plumbing and Life Safety Updates Funds are provided for replacement of failing sewage system and all related work at the Main Campus.	800,000
TCAT Dickson Pump Station and Sewer Line Replacement Funds are provided for replacement of lift station, earthwork to repair depressions in and around site, and all related work.	1,100,000
TCAT Hartsville Maintenance Repairs Funds are provided for interior updates of existing buildings on the campus, including replacement of the floor finishes, base, and ceiling tiles; repainting, update of ADA signage throughout the buildings, and all related work.	310,000
TCAT Hartsville Wilson County MEP Updates Funds are provided for updates and replacements of MEP systems and all related work.	860,000
TCAT Jacksboro Door and Window Replacements Funds are provided for replacement of existing doors and windows throughout the campus. Project includes all related work.	450,000
TCAT Livingston Comprehensive Building Plumbing Corrections Funds are provided for upgrades to the plumbing, drains, sanitation systems, and all related work in the Comprehensive Building.	835,000
TCAT Livingston Exterior and Interior Lighting Updates Funds are provided for replacement of light fixtures with LED equivalents in the Nursing Building and part of the Comprehensive Building, addition of exterior lighting fixtures, and all related work.	325,000

Capital Maintenance Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
TCAT Livingston Exterior Door and Window Replacements Funds are provided for replacement of exterior doors, windows, and all related work.	\$ 425,000
TCAT Livingston HVAC Replacement Funds are provided for replacement of individual HVAC units and all related work.	425,000
TCAT Livingston Parking Lot and Drainage Improvements Funds are provided for upgrades to existing parking, including resurfacing and re-striping; curbs, drainage, sidewalks, and lighting improvements; construction of additional parking; and all related work.	512,000
TCAT Livingston Storm Water Drainage Updates Funds are provided for updates to the storm water drainage system and all related work.	325,000
TCAT Memphis Building and Elevator Upgrades Phases One and Two Funds are provided for renovations to the former Automotive Technology and Welding Technology training areas, including a new HVAC system, finish upgrades; modernization of existing elevators one and two in the Education Building and the wheelchair lift in the Administration Building; and all related work.	1,787,000
TCAT Morristown Buildings 102 and 103 Updates Phases One and Two Funds are provided for updates to buildings 102 and 103 on the main campus, including upgraded lighting, finishes, and hardware; demolition and reconfiguration of interior walls; addition of overhead doors, interior windows, and paint booth; and all related work.	2,573,000
TCAT Murfreesboro HVAC and Security System Updates Funds are provided for updates to security and fire alarm systems inside the Murfreesboro Campus buildings; installation of HVAC system in Electrical, Plumbing, and Welding program areas; and all related work.	875,000
TCAT Newbern Maintenance Repairs Funds are provided for updates and replacements of interior finishes, including doors, hardware, flooring, and painting throughout the campus. Project includes all related work.	660,000
TCAT Oneida/Huntsville Parking Expansion, Repaving, and Lighting Funds are provided for construction of additional parking spaces, installation of drainage and curbing in the existing parking lots at the Oneida Campus, installation of outside security lighting, and all related work.	525,000
TCAT Pulaski East and West Shop and Breezeway Roof Funds are provided for roof replacement and all related work on the east and west shop wings of the breezeway.	832,000
TCAT Pulaski Exterior Door and Window Replacements Funds are provided for replacement of exterior doors, windows, and all related work.	125,000
TCAT Pulaski Lighting, HVAC, and Plumbing Updates Funds are provided for replacement of two rooftop HVAC units, replacement of lighting with LED fixtures, plumbing updates, and all related work.	845,000
TCAT Ripley Maintenance Repairs Funds are provided for updates and replacements of interior finishes, including doors, hardware, flooring, and painting throughout the campus. Project includes all related work.	775,000
VSCC Cookeville Higher Education Center (CHEC) Science Lab Updates Funds are provided for updates to the Science Lab at the Don Sunquist Building at the CHEC, including ADA-accessible counters, finish upgrades, new bases, and laboratory grade countertops; addition of a second door, repair of the flooring, and all related work.	950,000

Capital Maintenance Project Descriptions
Fiscal Year 2023-2024

	Total Project Cost
VSCC Domestic Water Improvements Phase One Funds are provided for replacement of all domestic underground water lines entering structures, some degraded lines within buildings, and all related work.	\$ 1,250,000
WSCC Building System Upgrades Funds are provided for updates to fire alarm systems, exterior lighting, and exterior entrances at multiple campuses. Project includes all related work.	1,465,000
Sub-Total Tennessee Board of Regents	\$ 50,606,000
University of Tennessee	
UTC Building Envelope Repairs Phases One and Two Funds are provided for repair and maintenance of exterior building components for façades, roofing systems of multiple buildings, and all related work.	\$ 7,350,000
UTIA CVM Building Envelope Repairs Funds are provided for replacement of all exterior windows, repair of the exterior building façade and roofing system, and all related work.	3,610,000
UTK Second Creek Repair and Storm Sewer Replacement Funds are provided for repairs and improvements to the streambank to stop deterioration, replacement of the storm sewer, and all related work.	2,880,000
UTK Steam Plant Improvements Funds are provided for the improvement of safety, including upgrades to existing equipment systems, repair and replacement of equipment access areas, fencing and electronic security upgrades, and all related work.	3,600,000
UTM Elam Center Exterior Wall Repairs Funds are provided for repairs to the masonry and structural components at the south and north walls of the Elam Center, replacement of overhead and service doors, repair of exposed structural components and related finishes in natatorium area, and all related work.	4,000,000
UTS Building Envelope Repair Funds are provided for repairs and upgrades of exterior building components for façades and roofing systems of multiple buildings. Project includes all related work.	2,000,000
UTHSC General Education Building (GEB) Systems Upgrades Funds are provided for upgrades to building systems and all related work in the GEB.	7,480,000
Sub-Total University of Tennessee	\$ 30,920,000
Grand Total Capital Maintenance	\$ 225,751,000

**Projected First-Year Operating Costs for New Facilities
Recommended as Projects for Fiscal Year 2023-2024**

COUNTY	TOTAL	UTILITIES	MAINTENANCE	PROGRAM *	ADDITIONAL PERSONNEL
Environment and Conservation					
Henry Horton State Park Inn Reconstruction	Marshall \$ 40,000	\$ 30,000	\$ 0	\$ 10,000	0
Long Hunter State Park Maint. Facility & Site Upgrades	Davidson 25,000	20,000	0	5,000	0
Middle Fork Bottoms VC, Maintenance Facility, & Amenities	Madison 390,000	20,000	0	370,000	0
Natchez Trace State Park Inn Reconstruction	Henderson 40,000	30,000	0	10,000	0
Norris Dam State Park Water Tank	Campbell 5,000	5,000	0	0	0
Panther Creek State Park Recreation Center	Hamblen 25,000	20,000	0	5,000	0
Savage Gulf State Park Improvements Phase 2	Grundy 410,000	150,000	0	260,000	0
Scott's Gulf Wilderness State Park Improvements	White 566,000	40,000	0	526,000	0
Sub-Total Environment and Conservation	\$ 1,501,000	\$ 315,000	\$ 0	\$ 1,186,000	0
West Tennessee River Basin Authority					
Water Education and Training Center	Hardeman \$ 575,000	\$ 13,000	\$ 17,500	\$ 544,500	0
Grand Total	\$ 2,076,000	\$ 328,000	\$ 17,500	\$ 1,730,500	\$ 0

* Operating costs are defined as new or increased costs associated with the work tasks anticipated to be performed within the new facility. The salary costs of any new employees anticipated to be hired for the new facility are considered part of these costs.

Capital Budget

Commonly Used Abbreviations

4-H	Head, Heart, Hands, and Health	RC	Readiness Center
A/C	Air Conditioning	REC	Research and Education Center
ADA	Americans with Disabilities Act	Reno.	Renovation
Ag.	Agriculture	Repl.	Replacement
AHU	Air Handling Unit	Re-Roof	Replace Roof
APSU	Austin Peay State University	RMSI	Riverbend Maximum Security Institution
BAS	Building Automation Systems	RSCC	Roane State Community College
Bldg(s.)	Building(s)	SAVE	Schools Against Violence in Education
CHEC	Cookeville Higher Education Center	SCCF	South Central Correctional Facility
ChSCC	Chattanooga State Community College	Sgt	Sergeant
CISCC	Cleveland State Community College	SP	State Park
CoSCC	Columbia State Community College	STCC	Southwest Tennessee Community College
CVM	College of Veterinary Medicine	STREAM	State of Tennessee Real Estate Asset Management
DJRC	Debra K. Johnson Rehabilitation Center	Sys.	System
DSCC	Dyersburg State Community College	TBI	Tennessee Bureau of Investigation
Ed	Education	TBR	Tennessee Board of Regents
ETSU	East Tennessee State University	TCAT	Tennessee College of Applied Technology
Exp.	Expansion	TCIX	Turney Center Industrial Complex
Ext.	Exterior	TDOT	Tennessee Department of Transportation
FRF	Facilities Revolving Fund	THEC	Tennessee Higher Education Commission
Ft.	Fort	TN	Tennessee
GEB	General Education Building	TPAC	Tennessee Performing Arts Center
HVAC	Heating, Ventilation, and Air Conditioning	TRC	Tennessee Rehabilitation Center
Impvts.	Improvements	TSB	Tennessee School for the Blind
Int.	Interior	TSD	Tennessee School for the Deaf
IT	Information Technology	TSSBA	Tennessee State School Bond Authority
JSCC	Jackson State Community College	TSU	Tennessee State University
LDSNF	Lois M. DeBerry Special Needs Facility	TTU	Tennessee Technological University
LED	Light Emitting Diode	TWRA	Tennessee Wildlife Resources Agency
LGI	Locally Governed Institution(s)	UoM	University of Memphis
Maint.	Maintenance	UT	University of Tennessee
MCRHO	Mid-Cumberland Regional Health Office	UTC	University of Tennessee Chattanooga
Mech.	Mechanical	UTHSC	University of Tennessee Health Science Center
MEP	Mechanical, Electrical, and Plumbing	UTIA	University of Tennessee Institute of Agriculture
MHI	Mental Health Institute	UTK	University of Tennessee Knoxville
Misc.	Miscellaneous	UTM	University of Tennessee Martin
MSCC	Motlow State Community College	UTS	University of Tennessee Southern
MTSU	Middle Tennessee State University	VAV	Variable Air Volume
NaSCC	Nashville State Community College	VC	Visitor Center
NERHO	Northeast Regional Health Office	VSCC	Volunteer State Community College
NeSCC	Northeast State Community College	WSCC	Walters State Community College
NWCX	Northwest Correctional Complex	WTSP	West Tennessee State Penitentiary
PSCC	Pellissippi State Community College	YDC	Youth Development Center

Facilities Revolving Fund

The State Office Buildings and Support Facilities Revolving Fund (FRF) was established in 1988 to provide efficient management of the state office and warehousing facilities. State agencies are charged a rental rate based on usage, location, and market rate for the space they occupy. These revenues, along with any necessary current services revenue and reserve funds, constitute the operating funds for FRF.

The fund pays for facilities management costs of state-owned and leased office and warehouse space. These costs include debt service on buildings financed with bonds, routine and major maintenance, relocation expenses and furniture for state agencies, and payments for leased office space not owned by the state but occupied by state agencies.

FRF is managed by the Department of General Services, with some management support from the Department of Finance and Administration. General Services operates, maintains, and manages FRF facilities, and constructs and renovates facilities through the State of Tennessee Real Estate Asset Management (STREAM) division, with approval of the State Building Commission. The division also provides capital projects pre-planning, lease transaction management, legal oversight, real estate management, space planning, space assignment, interior design, relocation services, and furniture to agencies.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

501.01 Facilities Operations

The Department of General Services, STREAM division maintains the daily upkeep of FRF facilities through Facilities Operations. Items such as contracts for utilities, janitorial, security, and other on-going services are paid from Facilities Operations.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	63,525,100	65,680,200	65,680,200	0	65,680,200
Total	\$63,525,100	\$65,680,200	\$65,680,200	\$0	\$65,680,200
State	7,518,000	7,518,000	7,518,000	0	7,518,000
Federal	0	0	0	0	0
Other	56,007,100	58,162,200	58,162,200	0	58,162,200

501.02 Facilities Maintenance

The Department of General Services, STREAM division makes standard repairs and handles regular maintenance of FRF facilities within Facilities Maintenance. Major unexpected equipment failures, as well as painting walls, repairing doors, and stopping leaks are paid from Facilities Maintenance.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	4,026,600	3,861,800	3,861,800	0	3,861,800
Total	\$4,026,600	\$3,861,800	\$3,861,800	\$0	\$3,861,800
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	4,026,600	3,861,800	3,861,800	0	3,861,800

501.03 Leases and Space Planning

From Leases and Space Planning, the Department of General Services, STREAM division allocates, assigns, and leases space to state agencies; negotiates and pays for leases in non-state owned buildings; and pays for moving and furniture expenses.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	57,754,400	69,507,100	69,507,100	0	69,507,100
Total	\$57,754,400	\$69,507,100	\$69,507,100	\$0	\$69,507,100
State	0	4,784,000	4,784,000	0	4,784,000
Federal	0	0	0	0	0
Other	57,754,400	64,723,100	64,723,100	0	64,723,100

501.04 FRF Capital Projects

The Department of General Services, STREAM division coordinates new construction and maintenance activities for the state-owned facilities managed by FRF. Funds for statewide capital outlay projects and capital maintenance projects are included in the recommended FRF Capital Projects budget.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	21,760,300	0	0	0	0
Total	\$21,760,300	\$0	\$0	\$0	\$0
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	21,760,300	0	0	0	0

501.05 FRF Debt Service

From FRF Debt Service, the Department of Finance and Administration pays debt service on bonds that finance FRF capital outlay.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	14,195,000	23,900,000	23,900,000	0	23,900,000
Total	\$14,195,000	\$23,900,000	\$23,900,000	\$0	\$23,900,000
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	14,195,000	23,900,000	23,900,000	0	23,900,000
501.00 Total Facilities Revolving Fund					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	161,261,400	162,949,100	162,949,100	0	162,949,100
Total	\$161,261,400	\$162,949,100	\$162,949,100	\$0	\$162,949,100
State	7,518,000	12,302,000	12,302,000	0	12,302,000
Federal	0	0	0	0	0
Other	153,743,400	150,647,100	150,647,100	0	150,647,100

Facilities Revolving Fund (FRF)
Proposed Capital Appropriations
from Bonds, General Fund, and Other Sources
Fiscal Year 2023-2024

COUNTY	TOTAL	GENERAL FUND			BONDS	OTHER
		CURRENT				
Capital Improvements:						
2024 Office Space Reduction Plan	Davidson	\$ 35,000,000	\$ 0	\$ 0	\$ 0	\$ 35,000,000
TBI Jackson Building Addition	Madison	9,760,000	9,760,000	0	0	0
Sub-Total Capital Improvements		\$ 44,760,000	\$ 9,760,000	\$ 0	\$ 0	\$ 35,000,000
Capital Maintenance:						
310 Great Circle Roof and Mechanical Replacement	Davidson	\$ 9,690,000	\$ 0	\$ 0	\$ 0	\$ 9,690,000
Andrew Jackson Building Cabling Isolation	Davidson	4,400,000	0	0	0	4,400,000
MCRHO Int. Reno, Elevator Repl. and Generator Upgrades	Davidson	17,700,000	0	0	0	17,700,000
TN Tower Life Safety Systems Upgrades	Davidson	5,570,000	0	0	0	5,570,000
TN Tower Plaza Waterproofing	Davidson	2,100,000	0	0	0	2,100,000
Sub-Total Capital Maintenance		\$ 39,460,000	\$ 0	\$ 0	\$ 0	\$ 39,460,000
Grand Total		\$ 84,220,000	\$ 9,760,000	\$ 0	\$ 0	\$ 74,460,000

Proposed Facilities Revolving Fund (FRF) Project Descriptions
Fiscal Year 2023-2024

Objective: Provide efficient management of state facilities.

	Total Project Cost
Capital Improvements:	
2024 Office Space Reduction Plan Funds are provided for interior renovation and reconfiguration of state-owned and leased space to reduce the footprint of office space statewide.	\$ 35,000,000
TBI Jackson Building Addition Funds are provided for building additions and renovations including a rework of mechanical and electrical systems.	9,760,000
Total Capital Improvements	\$ 44,760,000
Capital Maintenance:	
310 Great Circle Roof and Mechanical Replacement Funds are provided for roof replacement, mechanical system replacement, and all related work.	\$ 9,690,000
Andrew Jackson Building Cabling Isolation Funds are provided for cable rerouting to isolate service from the Rachel Jackson Building. Project includes all related work.	4,400,000
MCRHO Int. Reno, Elevator Repl. and Generator Upgrades Funds are provided for interior renovations, elevator replacement, generator and security upgrades, and all related work.	17,700,000
TN Tower Life Safety Systems Upgrades Funds are provided for replacement of multiple life safety systems including fire alarm and sprinkler systems, and all related work.	5,570,000
TN Tower Plaza Waterproofing Funds are provided for waterproofing of the fourth floor exterior entrance plaza, monumental stair, and all related work.	2,100,000
Total Capital Maintenance	\$ 39,460,000
Grand Total FRF Capital Outlay	\$ 84,220,000

Program Statements by Functional Area



Program Statements by Functional Area

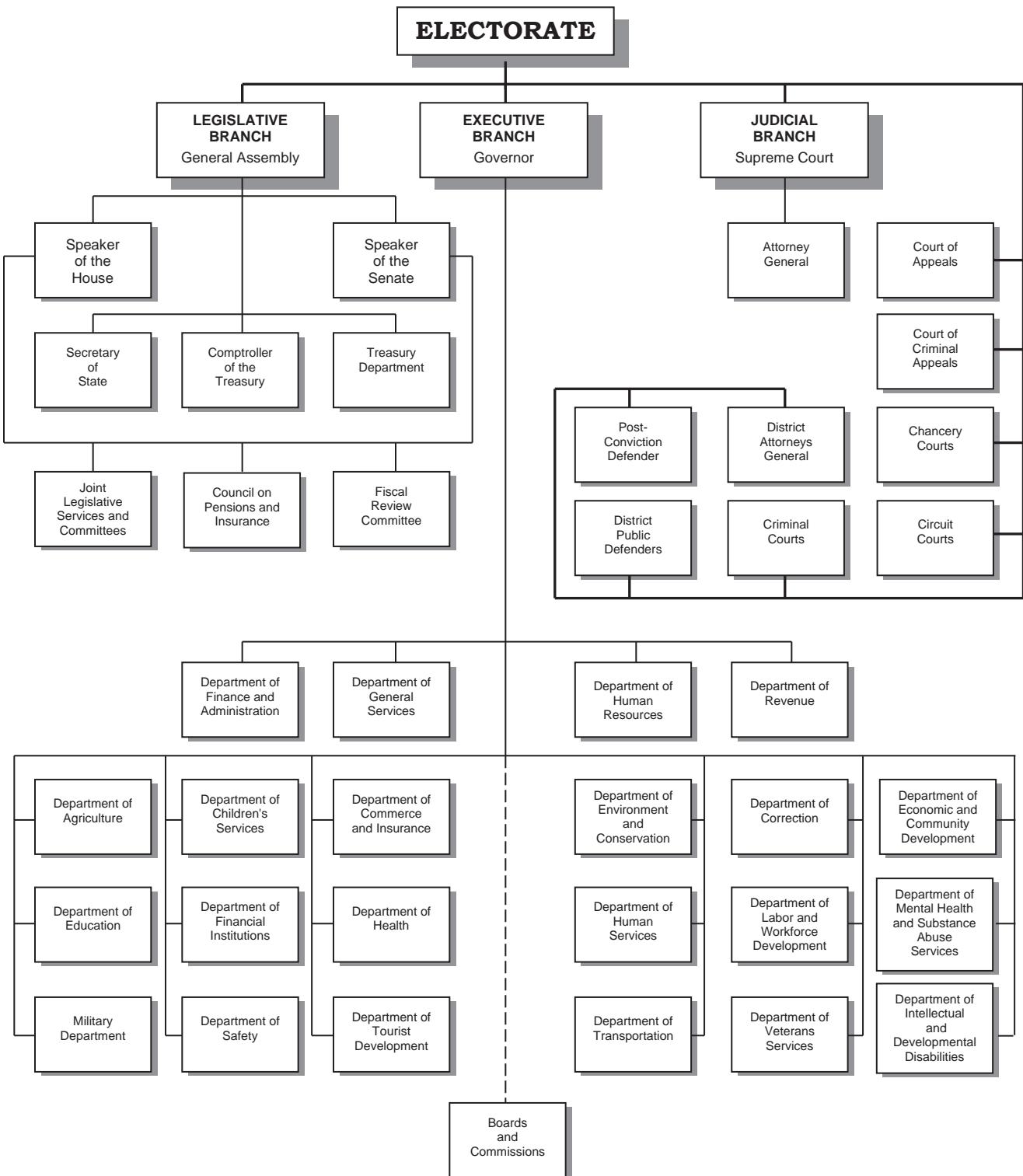
Table of Contents



Tennessee State Government Organizational Chart	B-5
Recommended Budget for Fiscal Year 2023-2024 by Functional Area.....	B-7

TENNESSEE STATE GOVERNMENT ORGANIZATIONAL CHART

FISCAL YEAR 2023 - 2024



Recommended Budget for Fiscal Year 2023-2024
By Functional Area

Functional Area	State	Federal	Other	Total
General Government	1,907,161,500	203,013,700	813,783,400	2,923,958,600
Education	9,641,855,600	1,897,258,100	3,128,765,400 *	14,667,879,100
Health and Social Services	6,433,302,900	14,222,766,500	1,859,354,100	22,515,423,500
Law, Safety, and Correction	2,628,089,800	149,509,900	199,107,700	2,976,707,400
Resources and Regulation	854,454,900	321,650,600	283,199,200	1,459,304,700
Transportation, Business, and Economic Development	4,946,877,500	1,999,387,000	112,722,000	7,058,986,500
Total	\$26,411,742,200	\$18,793,585,800	\$6,396,931,800	\$51,602,259,800

* Includes Higher Education's tuition and fees and other revenue

General Government



General Government

Table of Contents



Introduction	B-13
Total Personnel and Funding.....	B-14
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-15
Cost Increases for Fiscal Year 2023-2024.....	B-16
Program Statements.....	B-29
Legislature	B-29
Fiscal Review Committee.....	B-32
Secretary of State	B-33
Comptroller of the Treasury.....	B-38
Treasury Department	B-46
Claims and Compensation	B-50
Executive Department.....	B-52
Tennessee Human Rights Commission.....	B-53
Tennessee Public Utility Commission	B-54
Advisory Commission on Intergovernmental Relations	B-55
Department of Finance and Administration	B-56
Department of Human Resources	B-63
Department of General Services	B-66
Department of Veterans Services.....	B-71
Department of Revenue	B-73
Miscellaneous Appropriations	B-79
Other Post-Employment Benefits Liability.....	B-80
Emergency and Contingency Fund	B-81
State Building Commission	B-82

General Government

Recommended Budget, Fiscal Year 2023 – 2024

This functional area is comprised of those elements of state government that make and execute the laws and are responsible for the overall daily operation and coordination of the many activities of government.

This functional area represents a diverse group of departments and agencies. Included are the General Assembly and the three constitutional officers elected by that body:

- Secretary of State
- Comptroller of the Treasury
- State Treasurer.

The Executive Department, including the Governor's Office, oversees the daily operation of state government and is responsible for ensuring that state laws are enforced, taxes are collected, a budget is proposed, and public monies are spent wisely.

Also included in this functional area are the departments that assist the Governor in staff function:

- Finance and Administration
- Human Resources
- General Services
- Revenue.

These departments facilitate the successful operation of state government by providing support for all departments. In addition, the Department of General Services and the Department of Finance and Administration are responsible for overseeing and administering state office buildings and support the Facilities Revolving Fund (FRF). The Facilities Revolving Fund provides funding for self-perpetuating maintenance and renovation for state-owned buildings. Budget information concerning FRF can be found in the "Capital

Outlay and Facilities Program" section. Capital improvements and major maintenance projects are supported by this fund, as well as repair, upgrade, relocation, leased space, warehouse space, and facility management plans.

The Real Estate Asset Management division within the Department of General Services is responsible for capital improvement, maintenance projects, and energy management in state-owned facilities. The division is also responsible for effectively managing, operating, and maintaining state office buildings. The Real Estate Asset Management division utilizes state employees and contracted services to effectively maintain these assets and deliver all appropriate services to the tenants.

This functional area also includes four agencies whose responsibilities affect many facets of government:

- Tennessee Public Utility Commission
- Human Rights Commission
- Advisory Commission on Intergovernmental Relations
- Veterans Services.

Cost Increases and Program Statements

The following section includes: (1) a table on personnel and funding for all agencies in this functional area of state government; (2) a table on the recommended budget for each agency by funding source; (3) a statement of recommended cost increases for the ensuing fiscal year; (4) departmental program statements, indicating the recommended funding and staffing for the ensuing year, compared with actual amounts for the last year and the amounts budgeted for the current year.

General Government Total Personnel and Funding

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
Personnel			
Full-Time	5,380	5,504	5,546
Part-Time	176	176	183
Seasonal	28	28	28
TOTAL	5,584	5,708	5,757
Expenditures			
Payroll	\$ 589,492,800	\$ 670,414,400	\$ 685,003,400
Operational	826,936,300	1,656,542,250	2,238,955,200
TOTAL	\$ 1,416,429,100	\$ 2,326,956,650	\$ 2,923,958,600
Funding			
State	\$ 610,012,400	\$ 1,283,538,550	\$ 1,907,161,500
Federal	107,036,400	252,027,000	203,013,700
Other	699,380,300	791,391,100	813,783,400
Tuition/Fees	0	0	0

General Government
Recommended Budget for Fiscal Year 2023-2024
By Funding Source

Department	State	Federal	Other	Total
301.00 Legislature	61,611,200	0	137,500	61,748,700
301.50 Fiscal Review Committee	2,142,300	0	0	2,142,300
305.00 Secretary of State	46,065,900	30,216,800	12,267,600	88,550,300
307.00 Comptroller of the Treasury	117,096,300	0	10,705,900	127,802,200
309.00 Treasury Department	6,844,900	22,111,000	63,233,500	92,189,400
313.00 Claims and Compensation	20,196,800	3,689,200	85,836,400	109,722,400
315.00 Executive Department	6,155,400	0	0	6,155,400
316.04 Tennessee Human Rights Commission	2,249,000	969,800	0	3,218,800
316.11 Tennessee Public Utility Commission	7,571,600	1,018,500	1,431,000	10,021,100
316.12 Advisory Commission on Intergovernmental Relations	164,600	0	3,628,500	3,793,100
317.00 Finance and Administration	200,662,600	143,511,000	449,739,100	793,912,700
319.00 Human Resources	0	0	20,899,500	20,899,500
321.00 General Services	63,641,400	0	130,859,200	194,500,600
323.00 Veterans Services	12,127,100	1,476,500	0	13,603,600
347.00 Revenue	98,746,400	20,900	34,895,200	133,662,500
351.00 Miscellaneous Appropriations	1,188,708,200	0	0	1,188,708,200
352.00 Other Post-Employment Benefits Liability	72,177,800	0	0	72,177,800
353.00 Emergency and Contingency Fund	1,000,000	0	0	1,000,000
355.00 State Building Commission	0	0	150,000	150,000
Total	\$1,907,161,500	\$203,013,700	\$813,783,400	\$2,923,958,600

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Secretary of State					
• Salary Market Adjustment					
To provide recurring funding for salary market adjustments for state employees in the Secretary of State's office, effective July 1, 2023.					
305.01 Secretary of State	\$2,143,100	\$0	\$0	\$2,143,100	0
305.04 State Library and Archives	\$845,600	\$0	\$0	\$845,600	0
305.05 Regional Library System	\$490,600	\$0	\$0	\$490,600	0
305.07 Bureau of Ethics and Campaign Finance	\$68,700	\$0	\$0	\$68,700	0
Sub-total	\$3,548,000	\$0	\$0	\$3,548,000	0
Total Secretary of State	\$3,548,000	\$0	\$0	\$3,548,000	0
Comptroller of the Treasury					
• Salary Market Adjustment					
To provide recurring funding for salary market adjustments for state employees in the Comptroller of the Treasury, effective July 1, 2023.					
307.01 Administration Support Services	\$6,723,000	\$0	\$0	\$6,723,000	0
Sub-total	\$6,723,000	\$0	\$0	\$6,723,000	0
• Office of State Assessed Properties - Funding Structure Update					
To provide recurring funding to the Office of State Assessed Properties (OSAP) for a funding structure update due to a change in the number of revenue generating companies audited by the OSAP.					
307.15 Office of State Assessed Properties	\$253,900	\$0	\$0	\$253,900	0
Sub-total	\$253,900	\$0	\$0	\$253,900	0
• National Association of Government Accountants Conference					
To provide non-recurring funding for the National Association of Government Accountants professional development conference to be held in July 2025.					
307.01 Administration Support Services	\$100,000	\$0	\$0	\$100,000	0
Sub-total	\$100,000	\$0	\$0	\$100,000	0

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• National State Auditors Association Conference					
To provide non-recurring funding for the National State Auditors Association conference to be held in the summer of 2023.					
307.01 Administration Support Services	\$50,000	\$0	\$0	\$50,000	0
Sub-total	\$50,000	\$0	\$0	\$50,000	0
Total Comptroller of the Treasury	\$7,126,900	\$0	\$0	\$7,126,900	0

Treasury Department

- Electronic Monitoring Indigency Fund (EMIF) Grant Program - General Fund Subsidy**

To provide a non-recurring general fund subsidy for the EMIF grant program. Additionally, to recognize non-recurring local funding for the EMIF grant program.

309.10 Electronic Monitoring Indigency Fund	\$2,550,000	\$0	\$1,000,000	\$3,550,000	0
Sub-total	\$2,550,000	\$0	\$1,000,000	\$3,550,000	0

- Salary Market Adjustment**

To provide recurring funding for salary market adjustments for state employees in the Treasury Department, effective July 1, 2023.

309.01 Treasury Department	\$126,000	\$0	\$4,212,000	\$4,338,000	0
Sub-total	\$126,000	\$0	\$4,212,000	\$4,338,000	0

- Firefighter Length of Service Award**

To provide recurring funding to implement 2022 Public Chapter 1113, which creates a length of service award program for eligible firefighters.

309.01 Treasury Department	\$160,000	\$0	\$0	\$160,000	0
Sub-total	\$160,000	\$0	\$0	\$160,000	0

- Information Systems Positions**

To provide recurring funding to establish three information systems positions to improve agency security and respond to increased demands relative to data privacy and protection. The source of funding is interdepartmental.

309.01 Treasury Department	\$0	\$0	\$435,000	\$435,000	3
Sub-total	\$0	\$0	\$435,000	\$435,000	3

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Retirement Plan Administrator Contract					
To provide recurring funding to procure a third-party administration for the state's 401(k) and 457(b) deferred compensation plans, participant call center, and financial education service for members of the state's retirement program. The source of funding is interdepartmental.					
309.01 Treasury Department	\$0	\$0	\$600,000	\$600,000	0
Sub-total	\$0	\$0	\$600,000	\$600,000	0
• Policy and Procedures System					
To provide funding for a content management system. The system will provide electronic workflow processing for revising and publishing policies, procedures, guidelines, and manuals. The source of funding is interdepartmental. Of this total cost, \$100,000 is recurring and \$200,000 is non-recurring.					
309.01 Treasury Department	\$0	\$0	\$300,000	\$300,000	0
Sub-total	\$0	\$0	\$300,000	\$300,000	0
• Investment Consulting Services					
To provide recurring funding for investment consulting services for the state's 401(k) and 457(b) plans and the Optional Retirement Program and 403(b) plans for higher education employees. The source of funding is current services.					
309.01 Treasury Department	\$0	\$0	\$200,000	\$200,000	0
Sub-total	\$0	\$0	\$200,000	\$200,000	0
• Human Resources Recruitment and Training					
To provide recurring funding to establish two positions to implement recruiting and training initiatives. The source of funding is interdepartmental.					
309.01 Treasury Department	\$0	\$0	\$230,000	\$230,000	2
Sub-total	\$0	\$0	\$230,000	\$230,000	2
• Financial Literacy Commission Position					
To provide recurring funding to establish one position at the Tennessee Financial Literacy Commission to promote the financial literacy of Tennesseans through educational programs, publications, and campaigns. The source of funding is non-governmental revenue.					
309.01 Treasury Department	\$0	\$0	\$65,000	\$65,000	1
Sub-total	\$0	\$0	\$65,000	\$65,000	1
Total Treasury Department	\$2,836,000	\$0	\$7,042,000	\$9,878,000	6

General Government

Cost Increases for Fiscal Year 2023-2024

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
Executive Department					
• Mandated Salary Increase					
To provide recurring funding for the Governor's salary adjustment required by TCA 8-1-102. By statute, the salary is linked to the salary of the Chief Justice of the Supreme Court. This represents a 5 percent increase in the consumer price index.					
315.01 Governor's Office	\$13,700	\$0	\$0	\$13,700	0
Sub-total	\$13,700	\$0	\$0	\$13,700	0
Total Executive Department	\$13,700	\$0	\$0	\$13,700	0

Finance and Administration

- Tennessee Strong Families - Crisis Pregnancy Care Centers**

To provide non-recurring funding for grants to local organizations who provide crisis pregnancy care.

317.06 Criminal Justice Programs	\$100,000,000	\$0	\$0	\$100,000,000	7
Sub-total	\$100,000,000	\$0	\$0	\$100,000,000	7

- Violent Crime Intervention Grant**

To provide non-recurring funding to local law enforcement through grants centered around evidence based strategies to improve public safety.

317.06 Criminal Justice Programs	\$50,000,000	\$0	\$0	\$50,000,000	0
Sub-total	\$50,000,000	\$0	\$0	\$50,000,000	0

- Victims of Crime Act Offset**

To provide recurring funding to offset the reduction of federal funding for the Victims of Crime Act. These funds provide support services to victims of crime such as prosecutorial assistance and access to domestic violence shelters.

317.06 Criminal Justice Programs	\$13,000,000	\$0	\$0	\$13,000,000	0
Sub-total	\$13,000,000	\$0	\$0	\$13,000,000	0

- Evidence-Based Programming Grants for Jails**

To provide non-recurring funding for grants to local jails implementing evidence-based programs with a mental health focus.

317.06 Criminal Justice Programs	\$10,000,000	\$0	\$0	\$10,000,000	0
Sub-total	\$10,000,000	\$0	\$0	\$10,000,000	0

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• General Counsel Position					
To provide recurring funding to establish one general counsel position in Strategic Technology Solutions (STS).					
317.03 Strategic Technology Solutions (STS) Operations	\$0	\$0	\$187,900	\$187,900	1
Sub-total	\$0	\$0	\$187,900	\$187,900	1
• Audit Director Position					
To provide recurring funding to establish one audit director position to address increased caseload.					
317.01 Division of Administration	\$130,200	\$0	\$0	\$130,200	1
Sub-total	\$130,200	\$0	\$0	\$130,200	1
• Volunteer Tennessee Position					
To provide recurring federal funding to establish one Volunteer Tennessee position.					
317.11 Volunteer Tennessee	\$0	\$85,300	\$0	\$85,300	1
Sub-total	\$0	\$85,300	\$0	\$85,300	1
Total Finance and Administration	\$173,130,200	\$85,300	\$187,900	\$173,403,400	10

Human Resources

• Recruiting Positions
To provide recurring funding to establish five positions to support enterprise recruiting efforts.
319.02 Leadership and Learning Development
Sub-total
• Business Solutions Positions
To provide recurring funding to establish three positions to support the human capital management functions for departments, boards, and commissions that have a memorandum of understanding with the Department of Human Resources.
319.07 Human Resources Business Solutions
Sub-total

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Service Center Agent Positions					
To provide recurring funding to establish two positions to support service center functions.					
319.05 Office of the General Counsel	\$0	\$0	\$181,600	\$181,600	2
Sub-total	\$0	\$0	\$181,600	\$181,600	2
• Americans with Disabilities Act (ADA) and Reasonable Accommodation (RA) Position					
To provide recurring funding to establish one position to support ADA and RA activities.					
319.08 Office of People, Performance and Culture	\$0	\$0	\$146,400	\$146,400	1
Sub-total	\$0	\$0	\$146,400	\$146,400	1
• Legal Positions - Equal Employment Opportunity (EEO)					
To provide recurring funding to establish three positions to support the EEO increase in complaints for review and investigation, training, and services on other employment law matters.					
319.05 Office of the General Counsel	\$0	\$0	\$761,200	\$761,200	3
Sub-total	\$0	\$0	\$761,200	\$761,200	3
• Legal Position - ADA Appeals					
To provide recurring funding to establish one position to support legal services.					
319.05 Office of the General Counsel	\$0	\$0	\$252,900	\$252,900	1
Sub-total	\$0	\$0	\$252,900	\$252,900	1
Total Human Resources	\$0	\$0	\$2,163,700	\$2,163,700	15

General Services

• Multi-Agency Law Enforcement Training Academy (MALETA) Positions					
To provide recurring funding to establish two positions to support and manage the operations of the MALETA.					
321.01 Administration	\$382,200	\$0	\$0	\$382,200	2
Sub-total	\$382,200	\$0	\$0	\$382,200	2
• Motor Vehicle Management Modernization					
To provide recurring funding for costs related to technology modernization in the program.					
321.06 Motor Vehicle Management	\$1,032,800	\$0	\$0	\$1,032,800	0
Sub-total	\$1,032,800	\$0	\$0	\$1,032,800	0

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Motor Vehicle Management Equipment					
To provide recurring funding for an increase in vehicle and equipment replacements.					
321.06 Motor Vehicle Management	\$0	\$0	\$5,000,000	\$5,000,000	0
Sub-total	\$0	\$0	\$5,000,000	\$5,000,000	0
• Grants Management Positions					
To provide recurring funding to the Central Procurement Office for grants management positions. The department will utilize existing vacant positions.					
321.10 Procurement Office	\$0	\$0	\$223,000	\$223,000	0
Sub-total	\$0	\$0	\$223,000	\$223,000	0
• Megasite Authority of West Tennessee (MAWT) Board Member Positions					
To provide recurring funding to establish seven positions for the MAWT board.					
321.22 Megasite Authority of West Tennessee	\$13,300	\$0	\$0	\$13,300	7
Sub-total	\$13,300	\$0	\$0	\$13,300	7
• Governor's Early Literacy Foundation - K-3 Summer Home Library Program					
To provide funding for summer delivery of books and literacy resources, aligned to Tennessee English Language Arts (ELA) standards, to rising Kindergarten and 3rd grade public school and charter school students and teachers. Of this total cost, \$2,750,000 is recurring and \$500,000 is non-recurring.					
321.21 Governor's Early Literacy Foundation	\$3,250,000	\$0	\$0	\$3,250,000	0
Sub-total	\$3,250,000	\$0	\$0	\$3,250,000	0
Total General Services	\$4,678,300	\$0	\$5,223,000	\$9,901,300	9

Veterans Services

• Customer Claims Management System
To provide funding to replace an end-of-life customer claim management system, which is utilized to submit and track veteran benefit and appeal claims. Of this total cost, \$250,000 is recurring and \$800,000 is non-recurring.
323.01 Administration
Sub-total

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Governor's Veterans Fellowship Program					
To provide recurring funding to establish six positions for the Veterans Fellowship Program. The program will recruit veterans transitioning from active military service and provide them with opportunities to serve and learn with the state's top executive leaders.					
323.01 Administration	\$738,000	\$0	\$0	\$738,000	6
Sub-total	\$738,000	\$0	\$0	\$738,000	6
• State Veterans Cemeteries					
To provide funding to establish four positions and purchase equipment to increase operational capacity at state veterans cemeteries. Of this total cost, \$421,300 is recurring and \$532,000 is non-recurring.					
323.02 Tennessee State Veterans Cemeteries	\$953,300	\$0	\$0	\$953,300	4
Sub-total	\$953,300	\$0	\$0	\$953,300	4
• Benefit and Appeal Volume					
To provide recurring funding to establish four positions to address increased benefit and appeals processing caseload.					
323.01 Administration	\$298,700	\$0	\$0	\$298,700	4
Sub-total	\$298,700	\$0	\$0	\$298,700	4
• Administrative Positions					
To provide funding to establish two administrative positions. Of this total cost, \$254,600 is recurring and \$5,000 is non-recurring.					
323.01 Administration	\$259,600	\$0	\$0	\$259,600	2
Sub-total	\$259,600	\$0	\$0	\$259,600	2
Total Veterans Services	\$3,299,600	\$0	\$0	\$3,299,600	16
Revenue					
• License Plate Production					
To provide increased recurring dedicated funding to produce license plates. The source of this dedicated funding is a portion of motor vehicle registration taxes.					
347.17 Vehicle Services Division	\$2,200,000	\$0	\$0	\$2,200,000	0
Sub-total	\$2,200,000	\$0	\$0	\$2,200,000	0
Total Revenue	\$2,200,000	\$0	\$0	\$2,200,000	0

General Government
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Miscellaneous Appropriations					
<ul style="list-style-type: none"> • Pay for Performance Salary Pool 					
To provide a pool of recurring funding equivalent to a 5.0 percent salary increase for employee compensation adjustments based on performance evaluation. These increases will be effective July 1, 2023.					
351.00 Miscellaneous Appropriations	\$92,612,500	\$0	\$0	\$92,612,500	0
Sub-total	\$92,612,500	\$0	\$0	\$92,612,500	0
<ul style="list-style-type: none"> • Salary Pool for Non-TEAM Act Agencies 					
To provide a pool of recurring funds equivalent to a 5.0 percent salary increase for employee compensation adjustments to be allocated by the appointing authorities of agencies not covered in the Tennessee Excellence, Accountability, and Management (TEAM) Act. These increases will be effective July 1, 2023.					
351.00 Miscellaneous Appropriations	\$20,764,000	\$0	\$0	\$20,764,000	0
Sub-total	\$20,764,000	\$0	\$0	\$20,764,000	0
<ul style="list-style-type: none"> • Market Salary Adjustment 					
To provide recurring funding for market salary adjustments for state employees. Of the total cost, \$65,000,000 is allocated to TEAM Act agencies, \$1,384,000 to the Legislature, \$67,000 to the Fiscal Review Committee, \$3,882,000 the District Attorneys Conference, \$1,997,000 to the District Public Defenders Conference, \$82,000 to the Post-Conviction Defender, \$1,295,000 to special schools at the Department of Education, and \$298,000 to the Tennessee Higher Education Commission.					
351.00 Miscellaneous Appropriations	\$74,005,000	\$0	\$0	\$74,005,000	0
Sub-total	\$74,005,000	\$0	\$0	\$74,005,000	0
<ul style="list-style-type: none"> • Group Health Insurance - January 1, 2024 Rate Increase 					
To provide recurring funding for the state share of a 6.0 percent group health insurance premium increase. Additional funding for eligible higher education employees (\$8,569,400) is included in the departmental budget for Higher Education. The total cost to the general fund is \$17,429,500.					
351.00 Miscellaneous Appropriations	\$8,860,100	\$0	\$0	\$8,860,100	0
Sub-total	\$8,860,100	\$0	\$0	\$8,860,100	0
<ul style="list-style-type: none"> • Memphis Tourism Infrastructure 					
To provide non-recurring funding for a grant to the city for capital investments at the FedEx Forum and Simmons Bank Liberty Stadium.					
351.00 Miscellaneous Appropriations	\$350,000,000	\$0	\$0	\$350,000,000	0
Sub-total	\$350,000,000	\$0	\$0	\$350,000,000	0

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Enhanced 401(k) Match					
To provide non-recurring funding to increase the 401(k) match for one year at 2:1 for the first \$50 employee contribution.					
351.00 Miscellaneous Appropriations	\$35,735,300	\$0	\$0	\$35,735,300	0
Sub-total	\$35,735,300	\$0	\$0	\$35,735,300	0
• Administration Legislation - State Employee Benefits Proposal					
To provide recurring funding for administration legislation relative to updates to multiple state employee benefits.					
351.00 Miscellaneous Appropriations	\$27,433,000	\$0	\$0	\$27,433,000	0
Sub-total	\$27,433,000	\$0	\$0	\$27,433,000	0
• Administration Legislation - Juneteenth State Holiday					
To provide recurring funding for administration legislation relative to the addition of Juneteenth as a state holiday.					
351.00 Miscellaneous Appropriations	\$691,900	\$0	\$0	\$691,900	0
Sub-total	\$691,900	\$0	\$0	\$691,900	0
• Tennessee Strong Families - TN Fosters Hope					
To provide non-recurring funding for TN Fosters Hope, which works to meet the needs of foster and adopted youth, and the families that serve them. Of this total cost, \$10,000,000 is for grants and \$250,000 is for program funding.					
351.00 Miscellaneous Appropriations	\$10,250,000	\$0	\$0	\$10,250,000	0
Sub-total	\$10,250,000	\$0	\$0	\$10,250,000	0
• Enterprise Switch Refresh					
To provide funding to replace enterprise switches. Switches are networking hardware that allow users to connect to the state's shared infrastructure, such as email and internet. Of this total cost, \$5,870,000 is recurring and \$4,633,000 is non-recurring.					
351.00 Miscellaneous Appropriations	\$10,503,000	\$0	\$0	\$10,503,000	0
Sub-total	\$10,503,000	\$0	\$0	\$10,503,000	0
• Data Center Infrastructure Update					
To provide non-recurring funding to update and replace data center components, such as servers, cabling, and backup systems.					
351.00 Miscellaneous Appropriations	\$6,650,000	\$0	\$0	\$6,650,000	0
Sub-total	\$6,650,000	\$0	\$0	\$6,650,000	0

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Strategic Technology Solutions (STS) Rate Review					
To provide recurring funding for a rate review of current STS billings such as telecommunications, web services, and storage and network connection services.					
351.00 Miscellaneous Appropriations	\$5,248,000	\$0	\$0	\$5,248,000	0
Sub-total	\$5,248,000	\$0	\$0	\$5,248,000	0
• Business Solutions Delivery (BSD) Labor Billing Rate					
To provide recurring funding to update labor billing rates in BSD to reflect increased costs of rent, overhead, and contractors.					
351.00 Miscellaneous Appropriations	\$3,596,000	\$0	\$0	\$3,596,000	0
Sub-total	\$3,596,000	\$0	\$0	\$3,596,000	0
• Web Application Firewall					
To provide recurring funding for the state's web application firewall system, which protects web applications from a variety of application layer cybersecurity attacks.					
351.00 Miscellaneous Appropriations	\$651,000	\$0	\$0	\$651,000	0
Sub-total	\$651,000	\$0	\$0	\$651,000	0
• Microsoft Unified Support Increase					
To provide recurring funding for Microsoft Unified Support. This reflects increased support costs due to increased usage of Microsoft products.					
351.00 Miscellaneous Appropriations	\$620,000	\$0	\$0	\$620,000	0
Sub-total	\$620,000	\$0	\$0	\$620,000	0
• Unified Communications Hybrid Enterprise Agreement					
To provide recurring funding for the Unified Communications Enterprise Agreement to support both on-promise and cloud technologies.					
351.00 Miscellaneous Appropriations	\$372,000	\$0	\$0	\$372,000	0
Sub-total	\$372,000	\$0	\$0	\$372,000	0
• STS Contractors					
To provide recurring funding to procure two contractors to respond to an increased use of cloud platforms, Internet Protocol (IP) telephony based services, and call center solutions.					
351.00 Miscellaneous Appropriations	\$202,000	\$0	\$0	\$202,000	0
Sub-total	\$202,000	\$0	\$0	\$202,000	0

General Government

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Line-of-Duty Health Insurance Claims					
To provide recurring funding for line-of-duty health insurance claims due to increased claims.					
351.00 Miscellaneous Appropriations	\$191,600	\$0	\$0	\$191,600	0
Sub-total	\$191,600	\$0	\$0	\$191,600	0
• All Pro Dad Grant					
To provide non-recurring funding for a grant to All Pro Dad for the purposes of expanding the program across the state.					
351.00 Miscellaneous Appropriations	\$1,000,000	\$0	\$0	\$1,000,000	0
Sub-total	\$1,000,000	\$0	\$0	\$1,000,000	0
• Governor's Initiatives					
To provide non-recurring funding for Governor's initiatives.					
351.00 Miscellaneous Appropriations	\$5,000,000	\$0	\$0	\$5,000,000	0
Sub-total	\$5,000,000	\$0	\$0	\$5,000,000	0
• Governor's Rural Education Foundation					
To provide recurring funding for a grant to the Governor's Rural Education Foundation.					
351.00 Miscellaneous Appropriations	\$10,000,000	\$0	\$0	\$10,000,000	0
Sub-total	\$10,000,000	\$0	\$0	\$10,000,000	0
• Office of Faith-Based and Community Initiatives					
To provide recurring funding to the Governor's Office of Faith-Based and Community Initiatives.					
351.00 Miscellaneous Appropriations	\$1,200,000	\$0	\$0	\$1,200,000	0
Sub-total	\$1,200,000	\$0	\$0	\$1,200,000	0
• Statewide E-filing System					
To provide non-recurring funding for a statewide e-filing system for the courts.					
351.00 Miscellaneous Appropriations	\$75,000,000	\$0	\$0	\$75,000,000	0
Sub-total	\$75,000,000	\$0	\$0	\$75,000,000	0

General Government
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Administration Amendment					
To provide funding for the cost of administration initiatives. Of this total cost, \$10,000,000 is recurring and \$20,000,000 is non-recurring.					
351.00 Miscellaneous Appropriations	\$30,000,000	\$0	\$0	\$30,000,000	0
Sub-total	\$30,000,000	\$0	\$0	\$30,000,000	0
• Legislative Amendment					
To provide funding for legislative initiatives. Of this total cost, \$10,000,000 is recurring and \$20,000,000 is non-recurring.					
351.00 Miscellaneous Appropriations	\$30,000,000	\$0	\$0	\$30,000,000	0
Sub-total	\$30,000,000	\$0	\$0	\$30,000,000	0
Total Miscellaneous Appropriations	\$800,585,400	\$0	\$0	\$800,585,400	0
Total General Government	\$997,418,100	\$85,300	\$14,616,600	\$1,012,120,000	56

Legislature

As the legislative branch of Tennessee state government, the General Assembly consists of the Senate and the House of Representatives. The primary powers, vested in it by the constitution of the state, include the enactment of laws for all citizens and the financing of state government operations by levying taxes and appropriating state revenues. The upper house of Tennessee's General Assembly is the Senate. The state is divided into 33 senatorial districts, each electing one senator. Senators are elected to serve four-year terms, with those from even-numbered districts elected in the same general election, and those representing odd-numbered districts elected two years later. The lower house of Tennessee's General Assembly is the House of Representatives. The state is divided into 99 House districts, each electing one representative. Representatives are elected to serve two-year terms, with all representatives standing for election at the same time.

Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
---------------------	------------------------	-------------------	----------------------------	--------------------------

Administrative and Support Services

The various support offices of the Legislature are charged with the operational administration of the two houses. Their responsibilities include printing and distributing bills and calendars during legislative sessions, conducting research on legislation, summarizing and dispersing information relating to legislation, assisting in formulation of legislation, providing summaries and abstracts of legislation to be considered, rendering legal opinions concerning legislation, and continually reviewing statutory law.

301.01 Legislative Administration Services

Legislative Administration Services provides administrative support to the General Assembly. The office's functions include administering the costs of the annual legislative sessions, preparing legislative budgets, purchasing supplies and equipment needed by the members, managing facilities, and coordinating the internship program.

Full-Time	22	22	22	0	22
Part-Time	3	3	3	0	3
Seasonal	28	28	28	0	28
Total	53	53	53	0	53
Payroll	2,065,300	2,665,000	2,655,200	0	2,655,200
Operational	4,850,000	6,643,600	6,643,600	0	6,643,600
Total	\$6,915,300	\$9,308,600	\$9,298,800	\$0	\$9,298,800
State	5,967,400	9,291,600	9,281,800	0	9,281,800
Federal	0	0	0	0	0
Other	947,900	17,000	17,000	0	17,000

301.16 General Assembly Support Services

General Assembly Support Services is responsible for the day-to-day support services. Support services provided for members include staffing of standing committees, legal services, legislative budget analysis, and legislative library services.

Full-Time	64	64	64	0	64
Part-Time	29	29	29	0	29
Seasonal	0	0	0	0	0
Total	93	93	93	0	93

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	7,775,600	9,188,900	9,156,900	0	9,156,900
Operational	1,573,000	1,624,300	1,624,300	0	1,624,300
Total	\$9,348,600	\$10,813,200	\$10,781,200	\$0	\$10,781,200
State	9,348,400	10,743,200	10,711,200	0	10,711,200
Federal	0	0	0	0	0
Other	200	70,000	70,000	0	70,000

301.17 Tennessee Code Commission

The Tennessee Code Commission directs the publication, sale, and distribution of an official compilation of the statutes, codes, and laws of the state. The commission is comprised of five members: the Chief Justice, the Attorney General and Reporter, the director of legislative legal services, and two other members appointed by the Chief Justice.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	5,500	68,900	68,900	0	68,900
Total	\$5,500	\$68,900	\$68,900	\$0	\$68,900
State	5,500	68,900	68,900	0	68,900
Federal	0	0	0	0	0
Other	0	0	0	0	0

Legislative Services

Legislative Services provides financial and administrative support for the General Assembly. Funds are disbursed for the payment of Senate and House members' expenses, for the operating costs of the two speakers' offices, and for expenses incurred by the standing committees of the two houses. Select committees are created to focus on special needs that the General Assembly feels merit closer study. Committees to study specific subjects may be created by the Senate, House, or joint resolutions.

301.07 House of Representatives

The House of Representatives funding provides for the payment of salaries and expenses of the House members, clerks, and officers, as well as for the operating costs incurred by the various standing House committees.

Full-Time	207	207	207	0	207
Part-Time	40	40	40	0	40
Seasonal	0	0	0	0	0
Total	247	247	247	0	247
Payroll	17,750,300	22,372,100	22,254,100	0	22,254,100
Operational	4,023,700	4,247,400	4,244,800	0	4,244,800
Total	\$21,774,000	\$26,619,500	\$26,498,900	\$0	\$26,498,900
State	21,708,100	26,591,000	26,470,400	0	26,470,400
Federal	0	0	0	0	0
Other	65,900	28,500	28,500	0	28,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

301.08 State Senate

The State Senate funding provides for the payment of salaries and expenses of the members of the Senate, clerks, and officers, as well as for the operating costs incurred by the various standing Senate committees.

Full-Time	101	101	101	0	101
Part-Time	54	54	54	0	54
Seasonal	0	0	0	0	0
Total	155	155	155	0	155
Payroll	9,264,200	12,797,200	12,749,800	0	12,749,800
Operational	1,589,500	2,353,600	2,351,100	0	2,351,100
Total	\$10,853,700	\$15,150,800	\$15,100,900	\$0	\$15,100,900
State	10,819,000	15,128,800	15,078,900	0	15,078,900
Federal	0	0	0	0	0
Other	34,700	22,000	22,000	0	22,000

301.00 Total Legislature

Full-Time	394	394	394	0	394
Part-Time	126	126	126	0	126
Seasonal	28	28	28	0	28
Total	548	548	548	0	548
Payroll	36,855,400	47,023,200	46,816,000	0	46,816,000
Operational	12,041,700	14,937,800	14,932,700	0	14,932,700
Total	\$48,897,100	\$61,961,000	\$61,748,700	\$0	\$61,748,700
State	47,848,400	61,823,500	61,611,200	0	61,611,200
Federal	0	0	0	0	0
Other	1,048,700	137,500	137,500	0	137,500

Fiscal Review Committee

Within the General Assembly, the Fiscal Review Committee is a special, continuing committee. It is comprised of the Speaker of the Senate, the Speaker of the House of Representatives, the chairs of the Senate and the House Finance, Ways and Means committees, and 15 other members of the General Assembly who are appointed from each house by its speaker.

The purpose of this committee is to become knowledgeable about the fiscal affairs of the state and to impart this knowledge to the members of the General Assembly. The committee conducts a continuing review of the finances of state government and of state agencies and programs. The committee also has the responsibility, under law, of preparing and distributing fiscal notes on all legislation. The committee has a staff and an executive director to assist with these functions.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
301.50 Fiscal Review Committee					
Full-Time	14	16	16	0	16
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	14	16	16	0	16
Payroll	1,630,500	2,083,000	2,075,200	0	2,075,200
Operational	32,100	75,100	67,100	0	67,100
Total	\$1,662,600	\$2,158,100	\$2,142,300	\$0	\$2,142,300
State	1,662,600	2,158,100	2,142,300	0	2,142,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

Secretary of State

The Secretary of State is a constitutional officer elected by the General Assembly to record and maintain the official acts of the Governor. Specific duties of the Secretary of State include recording the acts of the General Assembly, registering trademarks, receiving and recording corporate charter applications, administering the provisions of the Uniform Commercial Code, administering the provisions of the Uniform Administrative Procedures Act, managing the State Library and Archives and promoting library services in Tennessee, coordinating elections in Tennessee, implementing and administering the laws relative to charitable gaming and the solicitation of charitable contributions, and directing the disposition of records.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administrative and Support Services

Administrative and Support Services provide services essential to carrying out the responsibilities of the Secretary of State. This functional area consists of the Secretary of State, the State Election Commission, Public Documents, the Bureau of Ethics and Campaign Finance, the Help America Vote Act, Records Management, and Fantasy Sports.

305.01 Secretary of State

The Secretary of State is statutorily prescribed to process and handle record keeping for corporate filings, the Uniform Commercial Code, notaries public, and trademarks. In addition to these duties, the Secretary of State houses the Division of Elections, which is responsible for working with all 95 counties to administer elections across the state. The Administrative Procedures division also hears contested cases and reviews administrative records for numerous state agencies and regulatory boards. The Fiscal division of the Secretary of State also provides fiscal support to the entire department. Effective July 1, 2021, responsibilities of Charitable Solicitations and Charitable Gaming are also housed within this division.

Full-Time	187	187	187	0	187
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	187	187	187	0	187
Payroll	14,005,400	19,948,600	19,868,600	2,143,100	22,011,700
Operational	4,405,600	4,572,700	4,572,700	0	4,572,700
Total	\$18,411,000	\$24,521,300	\$24,441,300	\$2,143,100	\$26,584,400
State	6,925,300	15,686,100	15,606,100	2,143,100	17,749,200
Federal	0	300,000	300,000	0	300,000
Other	11,485,700	8,535,200	8,535,200	0	8,535,200

305.02 State Election Commission

The State Election Commission, in conformity with Title II of Tennessee Code Annotated, ensures the uniformity of election laws. The commission, which is administratively attached to the Secretary of State is comprised of seven members: four from the political party holding a majority of seats in the General Assembly and three members from the minority party. Individuals are elected to serve four-year terms by the General Assembly. The commission works closely with the coordinator of elections toward the common goal of maintaining uniformity in elections, as well as preserving the purity of the ballot.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	7	7	7	0	7
Seasonal	0	0	0	0	0
Total	7	7	7	0	7
Payroll	119,700	156,900	156,300	0	156,300
Operational	1,477,500	1,470,800	1,470,800	0	1,470,800
Total	\$1,597,200	\$1,627,700	\$1,627,100	\$0	\$1,627,100
State	1,597,200	1,627,700	1,627,100	0	1,627,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

305.03 Public Documents

The Division of Public Documents publishes Tennessee Public and Private Acts, the Tennessee Administrative Register, the Compilation of Tennessee Rules and Regulations, the biennial Blue Book, and manuals regarding public elections and corporate filings.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	467,700	388,800	388,800	0	388,800
Total	\$467,700	\$388,800	\$388,800	\$0	\$388,800
State	392,700	388,800	388,800	0	388,800
Federal	0	0	0	0	0
Other	75,000	0	0	0	0

305.07 Bureau of Ethics and Campaign Finance

The Bureau of Ethics and Campaign Finance, which is administratively attached to the Secretary of State, is comprised of two entities. The Registry of Election Finance administers and enforces parts or all of the following provisions: the Campaign Financial Disclosure Act of 1980, the Registry of Election Finance Act, the Campaign Contributions Act of 1995, and the Gubernatorial Inauguration Financial Disclosure Act. The Ethics Commission administers and enforces parts or all of the the Campaign Financial Disclosure Act of 1980 and the Tennessee Ethics Commission Act of 2006. The commission also interprets and enforces the statutes governing lobbying, ethical conduct of the General Assembly and executive agencies, and conflict of interest disclosure.

Full-Time	10	10	10	0	10
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	10	10	10	0	10
Payroll	1,137,200	1,234,300	1,228,300	68,700	1,297,000
Operational	274,100	300,700	300,700	0	300,700
Total	\$1,411,300	\$1,535,000	\$1,529,000	\$68,700	\$1,597,700
State	686,700	1,019,900	1,013,900	68,700	1,082,600
Federal	0	0	0	0	0
Other	724,600	515,100	515,100	0	515,100

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

305.10 Help America Vote Act

Congress passed the Help America Vote Act of 2002 (HAVA), requiring changes and improvements in the electoral process; the Secretary of State is responsible for implementing and administering these mandatory changes, which include voting systems, provisional voting, and establishing a statewide voter registration database. HAVA funds are provided to assist counties in purchasing voting equipment.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	11,100	0	0	0	0
Operational	3,415,500	42,500,000	27,500,000	0	27,500,000
Total	\$3,426,600	\$42,500,000	\$27,500,000	\$0	\$27,500,000
State	0	15,000,000	0	0	0
Federal	2,934,500	26,500,000	26,500,000	0	26,500,000
Other	492,100	1,000,000	1,000,000	0	1,000,000

305.13 Records Management

Records Management is the primary records management agency for Tennessee state government. Records Management directs the disposition of all records, including paper forms, electronic data, and microform records. The division also transfers historical records to the State Library and Archives and provides administrative support to the Public Records Commission.

Full-Time	8	8	8	0	8
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	8	8	8	0	8
Payroll	601,700	724,700	719,700	0	719,700
Operational	621,500	637,500	637,500	0	637,500
Total	\$1,223,200	\$1,362,200	\$1,357,200	\$0	\$1,357,200
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,223,200	1,362,200	1,357,200	0	1,357,200

305.14 Fantasy Sports

The Secretary of State implements the requirements of the 2016 Fantasy Sports Act. The act established regulations and licensing requirements for fantasy sports operators. Operators submit financial documents to the division and document proof of segregated player funds to maintain licensing. The division also investigates complaints in coordination with various law enforcement agencies and issues civil penalties for violations.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	110,600	211,900	211,300	0	211,300
Operational	3,800	17,400	17,400	0	17,400
Total	\$114,400	\$229,300	\$228,700	\$0	\$228,700
State	114,100	229,300	228,700	0	228,700
Federal	0	0	0	0	0
Other	300	0	0	0	0

State Library Services

State Library Services provides regional public library access to Tennesseans and manages the State Library and Archives. Responsibilities of the State Library Services include acquiring, restoring, and preserving historical material for public use; providing special library services to aged, isolated, economically and culturally disadvantaged and disabled citizens, including the library for accessible books and media; providing access to collections for both government and public use; assisting local public libraries through the state regional library system; and administering state and federal funds provided for library construction and renovation.

305.04 State Library and Archives

The State Library and Archives collects and preserves books and records of historical, documentary, and reference value, while promoting library development throughout the state. The State Library and Archives administers the provisions of the federal Library Services and Technology Act, state law regarding the State Library and Archives, and the regional library system.

Full-Time	90	94	94	0	94
Part-Time	3	3	3	0	3
Seasonal	0	0	0	0	0
Total	93	97	97	0	97
Payroll	6,131,700	8,401,400	8,357,800	845,600	9,203,400
Operational	14,069,900	9,558,600	9,337,700	0	9,337,700
Total	\$20,201,600	\$17,960,000	\$17,695,500	\$845,600	\$18,541,100
State	12,645,300	14,474,200	14,209,700	845,600	15,055,300
Federal	6,483,200	2,820,700	2,820,700	0	2,820,700
Other	1,073,100	665,100	665,100	0	665,100

305.05 Regional Library System

The Regional Library System consists of nine multi-county library boards and four metropolitan library boards. This division provides public libraries with system support in areas such as construction, training, technology, programming for special audiences, and library development.

Full-Time	54	54	54	0	54
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	54	54	54	0	54
Payroll	4,226,000	4,929,500	4,901,100	490,600	5,391,700
Operational	6,729,300	5,333,600	5,333,600	0	5,333,600
Total	\$10,955,300	\$10,263,100	\$10,234,700	\$490,600	\$10,725,300
State	10,386,100	9,472,000	9,443,600	490,600	9,934,200
Federal	562,900	596,100	596,100	0	596,100
Other	6,300	195,000	195,000	0	195,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
305.00 Total Secretary of State					
Full-Time	351	355	355	0	355
Part-Time	10	10	10	0	10
Seasonal	0	0	0	0	0
Total	361	365	365	0	365
Payroll	26,343,400	35,607,300	35,443,100	3,548,000	38,991,100
Operational	31,464,900	64,780,100	49,559,200	0	49,559,200
Total	\$57,808,300	\$100,387,400	\$85,002,300	\$3,548,000	\$88,550,300
State	32,747,400	57,898,000	42,517,900	3,548,000	46,065,900
Federal	9,980,600	30,216,800	30,216,800	0	30,216,800
Other	15,080,300	12,272,600	12,267,600	0	12,267,600

Comptroller of the Treasury

The Comptroller of the Treasury is a constitutional officer elected by the General Assembly. Statutory duties of the Comptroller include the audit of state and local governments, management of the state debt, support of the General Assembly and its committees, participation in the general financial and administrative management of state government, administration of property assessment for tax purposes, and support of local governments. The Comptroller administers the following functional areas: Administrative and Support Services, Office of Research and Education Accountability, Audit Services, Services to Local Governments, and Property Assessment and Appraisal.

Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
---------------------	------------------------	-------------------	----------------------------	--------------------------

Administrative and Support Services

Administrative and Support Services provide assistance to the operations of the Comptroller of the Treasury. This work is accomplished through Administration Support Services, Office of Management Services, Communications and Public Affairs Office, Division of Technology Solutions, and the Office of General Counsel

307.01 Administration Support Services

Administration Support Services directs and coordinates administrative activities within the Comptroller's Office and legislative support.

Full-Time	10	10	10	0	10
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	10	10	10	0	10
Payroll	1,043,800	1,490,300	1,487,900	6,723,000	8,210,900
Operational	490,700	369,600	369,600	150,000	519,600
Total	\$1,534,500	\$1,859,900	\$1,857,500	\$6,873,000	\$8,730,500
State	1,526,600	1,859,900	1,857,500	6,873,000	8,730,500
Federal	0	0	0	0	0
Other	7,900	0	0	0	0

307.02 Office of Management Services

The Office of Management Services provides a centralized base of administrative and support services to the various divisions of the Comptroller's Office. This support includes coordination and supervision in the areas of accounting, budgeting, personnel, and payroll. The office also supports the Comptroller of the Treasury in the areas of policy and contracts.

Full-Time	26	26	26	0	26
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	26	26	26	0	26
Payroll	2,573,200	3,036,300	3,019,900	0	3,019,900
Operational	782,800	830,600	830,600	0	830,600
Total	\$3,356,000	\$3,866,900	\$3,850,500	\$0	\$3,850,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	3,356,000	3,866,900	3,850,500	0	3,850,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

307.06 Communications and Public Affairs Office

The Division of Communications and Public Affairs provides communication support to all divisions of the Comptroller's Office. The division also provides the office's utilities oversight.

Full-Time	6	6	6	0	6
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	6	6	6	0	6
Payroll	644,900	700,800	697,800	0	697,800
Operational	112,500	155,400	155,400	0	155,400
Total	\$757,400	\$856,200	\$853,200	\$0	\$853,200
State	748,000	856,200	853,200	0	853,200
Federal	0	0	0	0	0
Other	9,400	0	0	0	0

307.16 Division of Technology Solutions

The Division of Technology Solutions provides administrative and support services for information technology to the various divisions and boards in the Comptroller's Office. This division is responsible for implementation and support of the technology infrastructure, including network, server, database, and end point administration, security, maintenance, and support. Additionally, the division offers application development and data management services including backup and recovery support and disaster recovery.

Full-Time	36	38	38	0	38
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	36	38	38	0	38
Payroll	4,348,400	4,911,500	4,893,300	0	4,893,300
Operational	9,625,300	4,960,500	4,960,500	0	4,960,500
Total	\$13,973,700	\$9,872,000	\$9,853,800	\$0	\$9,853,800
State	9,493,400	9,599,500	9,581,300	0	9,581,300
Federal	0	0	0	0	0
Other	4,480,300	272,500	272,500	0	272,500

307.17 Office of General Counsel

The Office of General Counsel provides legal support for all divisions of the Comptroller's Office.

Full-Time	8	8	8	0	8
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	8	8	8	0	8

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	881,200	1,119,500	1,111,500	0	1,111,500
Operational	66,300	133,800	133,800	0	133,800
Total	\$947,500	\$1,253,300	\$1,245,300	\$0	\$1,245,300
State	947,500	1,253,300	1,245,300	0	1,245,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

Office of Research and Education Accountability

The Office of Research and Education Accountability is charged with providing non-partisan, objective analysis of policy issues for the Comptroller of the Treasury, General Assembly, state agencies, and the public.

307.14 Office of Research and Education Accountability

The Office of Research and Education Accountability provides the General Assembly with reports on a variety of education topics, as well as on various state and local government issues at the request of the Comptroller and the General Assembly. The office assists the House and Senate education committees, as requested, and provides the General Assembly an independent means to evaluate the financial impact of state policy on the public education system. In addition, the office prepares fiscal note support forms for the Fiscal Review Committee, monitors legislation, and analyzes the budget.

Full-Time	13	13	13	0	13
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	13	13	13	0	13
Payroll	1,197,300	1,427,100	1,419,700	0	1,419,700
Operational	59,200	113,800	113,800	0	113,800
Total	\$1,256,500	\$1,540,900	\$1,533,500	\$0	\$1,533,500
State	1,256,500	1,540,900	1,533,500	0	1,533,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

Audit Services

The Audit Services program is responsible for conducting post-audits of the state's Annual Comprehensive Financial Report (ACFR) and other entities and grantees as required by federal and state law, to ensure compliance with Government Auditing Standards. The program audits all counties, or in lieu of a state audit, accepts an audit prepared by a Certified Public Accountant (CPA). Through a contractual process with independent certified public accounting firms, the program ensures the performance of audits for the state's municipalities, public internal school funds, charter schools, utility districts, housing authorities, local government-created entities, quasi-governmental organizations, and other government-funded agencies. The program also computes rates for nursing facilities that participate in the state's TennCare program and conducts financial-related reviews of nursing homes, managed care organizations, and behavioral health organizations.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

307.04 Division of State Audit

The Division of State Audit conducts financial and compliance audits, performance audits, information systems audits, and attestation engagements. It also performs special studies to provide the General Assembly, the Governor, and the citizens of Tennessee with objective information about the state's financial condition and the performance of the state's agencies and programs. All audits are conducted in compliance with Government Auditing Standards. Significant financial and compliance audits include the ACFR and the Single Audit. Performance audits support the General Assembly's government entity review process.

Full-Time	191	199	199	0	199
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	191	199	199	0	199
Payroll	19,004,000	21,087,300	20,982,900	0	20,982,900
Operational	940,600	1,543,800	1,543,800	0	1,543,800
Total	\$19,944,600	\$22,631,100	\$22,526,700	\$0	\$22,526,700
State	11,834,300	16,369,500	16,265,100	0	16,265,100
Federal	0	0	0	0	0
Other	8,110,300	6,261,600	6,261,600	0	6,261,600

307.05 Division of Local Government Audit

The Division of Local Government Audit is responsible for the annual audits of Tennessee's 95 counties; division staff currently conduct audits in 90 of those counties. Audits in the remaining five counties are conducted by private CPAs. This division also ensures that municipalities, public internal school funds, certain quasi-governmental entities, utility districts, housing authorities, charter schools, and certain nonprofit and for-profit organizations receiving funds from the State of Tennessee are audited as required by state statute. These audits are performed by CPAs.

Full-Time	103	113	113	0	113
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	103	113	113	0	113
Payroll	10,965,300	12,908,900	12,845,900	0	12,845,900
Operational	985,900	5,548,300	1,048,300	0	1,048,300
Total	\$11,951,200	\$18,457,200	\$13,894,200	\$0	\$13,894,200
State	9,890,100	17,038,100	12,475,100	0	12,475,100
Federal	0	0	0	0	0
Other	2,061,100	1,419,100	1,419,100	0	1,419,100

307.13 Division of Investigations

The Division of Investigations is responsible for investigating instances of fraud, waste, and abuse in publicly-funded entities within the state; referring evidence of wrongdoing to the appropriate authority for possible criminal or civil action; publishing reports of investigations that highlight deficiencies with respect to internal controls, compliance and management; and at the request of the respective district attorney general, assisting the Tennessee Bureau of Investigations with investigations of alleged crimes involving private funds that are of public interest.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	36	41	41	0	41
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	36	41	41	0	41
Payroll	3,861,700	4,661,400	4,640,800	0	4,640,800
Operational	382,400	487,400	487,400	0	487,400
Total	\$4,244,100	\$5,148,800	\$5,128,200	\$0	\$5,128,200
State	4,234,600	5,148,800	5,128,200	0	5,128,200
Federal	0	0	0	0	0
Other	9,500	0	0	0	0

Services to Local Governments

Programs providing services to local governments work toward improving the operation of city and county governments by providing assistance and information that affects the state and local governments. In addition, these programs are required to assist local governments with debt management and ensure that local governments adopt balanced budgets. These programs also serve property assessors and tax-collecting officials through property reappraisal assistance; computerized tax billing; computer-assisted appraisal systems; maintenance of property ownership maps; and reimbursement to certain elderly, disabled, or disabled veteran homeowners for a portion of or for all property taxes paid.

307.12 Division of Local Government Finance

The Division of Local Government Finance implements laws relating to the financial operation of local government units and other governmental entities. Division responsibilities include approving the budgets and debt obligations of local governments that have short-term debt outstanding at the end of the fiscal year; approving investment programs submitted by cities, counties, and utility districts; reporting on plans by municipal electric systems to provide video cable and Internet services; assisting local governments in areas of municipal finance; and providing research and support to the Tennessee General Assembly.

Full-Time	11	13	13	0	13
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	11	13	13	0	13
Payroll	1,288,300	1,635,400	1,630,600	0	1,630,600
Operational	82,700	2,111,700	111,700	0	111,700
Total	\$1,371,000	\$3,747,100	\$1,742,300	\$0	\$1,742,300
State	1,343,600	3,707,100	1,702,300	0	1,702,300
Federal	0	0	0	0	0
Other	27,400	40,000	40,000	0	40,000

307.07 Office of State Government Finance

The Office of State Government Finance provides services related to the issuance, management, compliance, arbitrage administration and maintenance of the state's general obligation debt, the debt of the Tennessee State School Bond Authority, the debt of the Tennessee Local Development Authority, and certain loan program debt. These services are fulfilled at the direction of the Comptroller of the Treasury, State Funding Board, the Tennessee Local Development Authority, the Tennessee Housing Development Agency, and the Tennessee State School Bond Authority.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	11	11	11	0	11
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	11	11	11	0	11
Payroll	1,122,100	1,283,600	1,277,000	0	1,277,000
Operational	53,800	126,600	126,600	0	126,600
Total	\$1,175,900	\$1,410,200	\$1,403,600	\$0	\$1,403,600
State	446,000	651,400	647,800	0	647,800
Federal	0	0	0	0	0
Other	729,900	758,800	755,800	0	755,800

Property Assessment and Appraisal

The Comptroller of the Treasury is responsible for the administration and coordination of property tax assessments. Work is accomplished through the combined efforts of the Division of Property Assessments, the State Board of Equalization, and the Office of State Assessed Properties.

307.09 Division of Property Assessments

The Division of Property Assessments is responsible for assisting local governments in assessment of property for tax purposes. Other duties include monitoring the statewide reassessment program, conducting statewide biennial appraisal ratio studies, supporting the state computer-assisted appraisal system, drafting property ownership maps, and other miscellaneous tasks.

Full-Time	116	116	116	0	116
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	116	116	116	0	116
Payroll	10,028,300	10,903,800	10,839,800	0	10,839,800
Operational	1,659,900	1,908,300	1,908,300	0	1,908,300
Total	\$11,688,200	\$12,812,100	\$12,748,100	\$0	\$12,748,100
State	9,639,300	10,962,600	10,898,600	0	10,898,600
Federal	0	0	0	0	0
Other	2,048,900	1,849,500	1,849,500	0	1,849,500

307.10 Tax Relief

The Tax Relief program provides for property tax relief for qualifying low-income elderly and disabled homeowners, as well as disabled veteran homeowners and surviving spouses. This is a state program funded by appropriations authorized by the General Assembly. The program will reimburse homeowners who meet statutory requirements a portion or, in some cases, all of their local property taxes paid. The Division of Property Assessments provides administration of the program.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	41,907,800	41,265,100	41,265,100	0	41,265,100
Total	\$41,907,800	\$41,265,100	\$41,265,100	\$0	\$41,265,100

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	41,265,100	41,265,100	41,265,100	0	41,265,100
Federal	0	0	0	0	0
Other	642,700	0	0	0	0

307.11 State Board of Equalization

The State Board of Equalization is responsible for assuring constitutional and statutory compliance in assessments of property for ad valorem taxes. The board establishes policies and rules; publishes manuals governing local assessment practices and training for assessment officials; hears appeals from county boards of equalization regarding local assessments; provides direct review and hears appeals regarding central assessments of public utility companies; reviews applications for religious, charitable, and related property tax exemptions; reviews certified tax rate calculations from jurisdictions undergoing revaluation; reviews, approves, and serves as a repository for certain tax incentive agreements; and regulates property tax appeals agents and agent practices. The board consists of the Governor, Treasurer, Secretary of State, Comptroller of the Treasury, Commissioner of Revenue, one member named by the Governor at the city level, and one member named by the Governor at the county level.

Full-Time	10	11	11	0	11
Part-Time	8	8	8	0	8
Seasonal	0	0	0	0	0
Total	18	19	19	0	19
Payroll	908,900	1,061,700	1,055,100	0	1,055,100
Operational	181,400	317,900	317,900	0	317,900
Total	\$1,090,300	\$1,379,600	\$1,373,000	\$0	\$1,373,000
State	992,700	1,272,200	1,265,600	0	1,265,600
Federal	0	0	0	0	0
Other	97,600	107,400	107,400	0	107,400

307.15 Office of State Assessed Properties

The Office of State Assessed Properties is responsible for the annual appraisal and assessment of all public utility and transportation properties as prescribed in TCA 67-5-1301. Assessments are certified to counties and cities for the billing and collection of property taxes for these properties.

Full-Time	12	12	12	0	12
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	12	12	12	0	12
Payroll	1,174,600	1,266,900	1,259,700	0	1,259,700
Operational	94,700	140,600	140,600	253,900	394,500
Total	\$1,269,300	\$1,407,500	\$1,400,300	\$253,900	\$1,654,200
State	1,236,300	1,407,500	1,400,300	253,900	1,654,200
Federal	0	0	0	0	0
Other	33,000	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
307.00 Total Comptroller of the Treasury					
Full-Time	589	617	617	0	617
Part-Time	8	8	8	0	8
Seasonal	0	0	0	0	0
Total	597	625	625	0	625
Payroll	59,042,000	67,494,500	67,161,900	6,723,000	73,884,900
Operational	57,426,000	60,013,400	53,513,400	403,900	53,917,300
Total	\$116,468,000	\$127,507,900	\$120,675,300	\$7,126,900	\$127,802,200
State	98,210,000	116,799,000	109,969,400	7,126,900	117,096,300
Federal	0	0	0	0	0
Other	18,258,000	10,708,900	10,705,900	0	10,705,900

Treasury Department

The State Treasurer is a constitutional officer elected every two years by a joint session of both houses of the General Assembly. The State Treasurer is charged with various responsibilities and duties relating to the financial operations of state government. In addition to these duties, the State Treasurer administers and manages an educational incentive program for county public administrators, the TN STARS College Savings 529 Program, the Small and Minority-Owned Business Assistance Program, the Electronic Monitoring Indigency Fund, and the Tuition Guaranty Fund Program.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Treasury Department

309.01 Treasury Department

The Treasury Department serves as a guardian for all state funds, fulfilling its constitutional duties through a variety of programs. The department manages and invests the state's cash balances, which help finance the various programs of state government. The department administers the Tennessee Consolidated Retirement System (TCRS), which provides retirement coverage to state employees, higher education employees, teachers, and employees of political subdivisions that have elected to participate in the plan. In addition, the staff manages the state pooled investment fund, the local government investment pool, the state employees' deferred compensation program, the ABLE TN program for disabled Tennesseans, the TN STARS College Savings 529 Program, and the Baccalaureate Education System Trust (BEST). The department also assists the three-member Claims Commission, and directs the staff of the Claims and Compensation program and the State Architect's Office.

Full-Time	289	299	299	6	305
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	289	299	299	6	305
Payroll	36,834,300	42,473,500	42,330,300	5,063,000	47,393,300
Operational	13,002,100	32,779,500	37,592,500	1,265,000	38,857,500
Total	\$49,836,400	\$75,253,000	\$79,922,800	\$6,328,000	\$86,250,800
State	0	9,015,600	2,370,300	286,000	2,656,300
Federal	0	10,257,000	22,111,000	0	22,111,000
Other	49,836,400	55,980,400	55,441,500	6,042,000	61,483,500

309.02 Certified Public Administrators

The State Treasurer administers an annual educational incentive payment program for certain county officials who complete a certificate training program. This program is offered by the University of Tennessee Institute for Public Service's Center for Government Training. Certified public administrators must maintain continuing education in order to qualify for these annual educational incentive payments.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	407,000	407,300	407,300	0	407,300
Total	\$407,000	\$407,300	\$407,300	\$0	\$407,300
State	407,000	407,300	407,300	0	407,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

309.03 TN Stars College Savings 529 Program

The TN STARS College Savings 529 Program is an investment program established under section 529 of the federal tax code that allows for tax-free earnings on investments to fund qualified higher educational expenses. The program offers age-based options and a range of self-selected investment products. All remaining assets of the BEST program, which was terminated December 31, 2021, have been transferred to TN STARS College Savings 529 Program.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,433,200	1,370,800	1,370,800	0	1,370,800
Total	\$1,433,200	\$1,370,800	\$1,370,800	\$0	\$1,370,800
State	884,100	920,800	920,800	0	920,800
Federal	0	0	0	0	0
Other	549,100	450,000	450,000	0	450,000

309.05 Small and Minority-Owned Business Assistance Program

The Small and Minority-Owned Business Assistance Program provides loan guarantees, education, training, consulting, and technical assistance to help small, minority, and women-owned businesses grow in Tennessee.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	363,600	250,000	250,000	0	250,000
Total	\$363,600	\$250,000	\$250,000	\$0	\$250,000
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	363,600	250,000	250,000	0	250,000

309.10 Electronic Monitoring Indigency Fund

The Electronic Monitoring Indigency Fund pays for costs associated with the lease, purchase, installation, removal, maintenance, and other fees of an ignition interlock device for persons deemed by the court to be indigent. The fund also shares the costs associated with other electronic monitoring type devices with local governments.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,830,900	3,860,500	310,500	3,550,000	3,860,500
Total	\$1,830,900	\$3,860,500	\$310,500	\$3,550,000	\$3,860,500
State	1,582,500	2,860,500	310,500	2,550,000	2,860,500
Federal	0	0	0	0	0
Other	248,400	1,000,000	0	1,000,000	1,000,000

309.11 BEST Prepaid

The Baccalaureate Education System Trust (BEST) allowed anyone to pay for higher education costs in advance on behalf of a beneficiary. BEST was terminated on December 31, 2021. All remaining assets of the BEST program have been transferred to TN STARS College Savings 529 Program.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	3,433,900	0	0	0	0
Total	\$3,433,900	\$0	\$0	\$0	\$0
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	3,433,900	0	0	0	0

309.12 Tuition Guaranty

The Tuition Guaranty Fund Program provides a financial guarantee to any individual attending, or entities making loans to students attending private post-secondary vocational education institutions that cease to operate without earning the tuition collected from the students.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	50,000	50,000	0	50,000
Total	\$0	\$50,000	\$50,000	\$0	\$50,000
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	0	50,000	50,000	0	50,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
309.00 Total Treasury Department					
Full-Time	289	299	299	6	305
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	289	299	299	6	305
Payroll	36,834,300	42,473,500	42,330,300	5,063,000	47,393,300
Operational	20,470,700	38,718,100	39,981,100	4,815,000	44,796,100
Total	\$57,305,000	\$81,191,600	\$82,311,400	\$9,878,000	\$92,189,400
State	2,873,600	13,204,200	4,008,900	2,836,000	6,844,900
Federal	0	10,257,000	22,111,000	0	22,111,000
Other	54,431,400	57,730,400	56,191,500	7,042,000	63,233,500

Claims and Compensation

The Claims and Compensation program, administered by the State Treasurer, is responsible for processing all claims filed against the State of Tennessee, including: unclaimed property rights, workers' compensation claims, claims against the state for negligent acts, claims made by innocent victims of crimes, and maintaining adequate insurance against damage or loss for all state-owned property. This program oversees the Criminal Injuries Compensation Fund, Risk Management Fund, and Unclaimed Property.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Claims and Compensation

313.03 Criminal Injuries Compensation

The Criminal Injuries Compensation program assists those who are innocent victims of crime. Payments from the fund defray the costs of medical services, loss of earnings, burial costs, and other pecuniary losses either to the victim of a crime or to the dependents of a deceased victim. This program is funded through privilege taxes assessed in courts against criminal defendants and other offenders. Upon conviction, fees are levied against parolees and probationers, the proceeds of bond forfeitures in felony cases, and a federal grant. Jurors may also elect to donate their jury service reimbursement to the fund.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	10,884,400	16,386,000	16,386,000	0	16,386,000
Total	\$10,884,400	\$16,386,000	\$16,386,000	\$0	\$16,386,000
State	5,607,800	14,097,100	12,696,800	0	12,696,800
Federal	5,261,000	2,288,900	3,689,200	0	3,689,200
Other	15,600	0	0	0	0

313.10 Risk Management Fund

Effective July 1, 2003, the Risk Management Fund was consolidated from the financial operations of the claims award fund and the state's property and casualty insurance program. The Risk Management Fund is liable for all claims filed against the state for workers' compensation by state employees, employee property damage, tort liability, and property insurance for all state-owned buildings and contents. This is achieved through a combination of a self-insurance policy and a variety of other insurance policies.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	38,181,900	76,750,700	85,836,400	0	85,836,400
Total	\$38,181,900	\$76,750,700	\$85,836,400	\$0	\$85,836,400

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	38,181,900	76,750,700	85,836,400	0	85,836,400

313.20 Unclaimed Property

The Unclaimed Property division administers the state's Uniform Disposition of Unclaimed Property Act. Under this act, the state provides a centralized location for owners or heirs who are searching for abandoned property. The types of property covered by this act are primarily cash property, such as bank accounts, insurance policies, and utility deposits.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

Payroll	0	0	0	0	0
Operational	5,640,200	7,500,000	7,500,000	0	7,500,000
Total	\$5,640,200	\$7,500,000	\$7,500,000	\$0	\$7,500,000

State	5,640,200	7,500,000	7,500,000	0	7,500,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

313.00 Total Claims and Compensation

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

Payroll	0	0	0	0	0
Operational	54,706,500	100,636,700	109,722,400	0	109,722,400
Total	\$54,706,500	\$100,636,700	\$109,722,400	\$0	\$109,722,400

State	11,248,000	21,597,100	20,196,800	0	20,196,800
Federal	5,261,000	2,288,900	3,689,200	0	3,689,200
Other	38,197,500	76,750,700	85,836,400	0	85,836,400

Executive Department

The Executive Department is responsible for the overall operation of state government. In addition, the department ensures that state laws are enforced, taxes are collected, and public funds are spent wisely and for the general well-being of the state and its citizens. The Governor appoints commissioners and directors of executive branch agencies. The Governor is assisted in the administration of the executive branch by a cabinet comprised of the commissioners of the administrative departments of state government. The cabinet serves as an advisory staff to the Governor on all state matters and assists the Governor in accomplishing the goals of the administration. The Governor's staff works with state agencies and the Legislature to design and implement specific program priorities, and provides policy research and recommendations for the effective operation of government. The Governor's staff also processes written and phone correspondence with Tennessee citizens.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
315.01 Governor's Office					
Full-Time	40	40	40	0	40
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	40	40	40	0	40
Payroll	4,468,100	4,876,300	4,856,300	13,700	4,870,000
Operational	1,145,200	1,285,400	1,285,400	0	1,285,400
Total	\$5,613,300	\$6,161,700	\$6,141,700	\$13,700	\$6,155,400
State	5,607,300	6,161,700	6,141,700	13,700	6,155,400
Federal	6,000	0	0	0	0
Other	0	0	0	0	0

Tennessee Human Rights Commission

The Tennessee Human Rights Commission (THRC) is charged with the responsibility of ensuring fair and equal treatment for all Tennesseans in employment, housing, and public accommodations without regard to race, color, religion, sex, age, handicap, or national origin. The THRC also monitors other state agencies' compliance with civil rights laws in the expenditure of federal funds and supports the efforts of the Title VI Compliance Commission.

The THRC cooperates with local government and civic and religious groups in disseminating information, promoting activities, and providing leadership to increase public awareness of civil rights and equal opportunity.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.04 Human Rights Commission					
Full-Time	29	33	33	0	33
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	29	33	33	0	33
Payroll	1,976,200	2,614,600	2,601,000	0	2,601,000
Operational	568,300	617,800	617,800	0	617,800
Total	\$2,544,500	\$3,232,400	\$3,218,800	\$0	\$3,218,800
State	2,010,000	2,262,600	2,249,000	0	2,249,000
Federal	485,000	969,800	969,800	0	969,800
Other	49,500	0	0	0	0

Tennessee Public Utility Commission

The Tennessee Public Utility Commission (TPUC) is a quasi-judicial body. Leadership for the agency is comprised of five directors, three of whom are appointed to six-year terms by the Governor, House Speaker, and Senate Speaker acting separately. Two directors are appointed by the Governor, House Speaker, and Senate Speaker collectively. TPUC's mission is to promote the public interest by balancing the interests of utility consumers and providers, while facilitating the transition to a more competitive environment. TPUC's functions include regulating the quality of service provided and compliance with regulations by public utilities such as gas, electric, water, and telephone; granting of operating authority to public utilities and adjudicating conflicts and controversies arising from utility operations; protecting the public from the accidental release of natural gas by monitoring compliance of distribution systems with minimum federal and state safety standards; administering the state's "Do Not Call" and "Do Not Fax" programs, which give the residents of Tennessee the option not to receive solicitation calls or faxes from telemarketers; administering the Telecommunications Device Access Program and regulating relay services, which provide telecommunications equipment and operator based assistance to the state's deaf, blind, and hearing impaired population; and pursuant to the Competitive Cable and Video Services Act of 2008, serving as the administrative center for statewide cable franchise agreements.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.11 Tennessee Public Utility Commission					
Full-Time	55	55	55	0	55
Part-Time	7	7	7	0	7
Seasonal	0	0	0	0	0
Total	62	62	62	0	62
Payroll	5,655,800	6,863,000	6,836,400	0	6,836,400
Operational	1,688,800	3,184,700	3,184,700	0	3,184,700
Total	\$7,344,600	\$10,047,700	\$10,021,100	\$0	\$10,021,100
State	5,248,400	7,596,100	7,571,600	0	7,571,600
Federal	908,900	1,020,600	1,018,500	0	1,018,500
Other	1,187,300	1,431,000	1,431,000	0	1,431,000

Advisory Commission on Intergovernmental Relations

In 1978, the General Assembly created the Tennessee Advisory Commission on Intergovernmental Relations (TACIR) to monitor the operation of federal, state, and local government relations and to make recommendations for improvement to the General Assembly. The commission is comprised of 25 members representing the executive branch, legislative branch, county and municipal governments, and the public. TACIR is a permanent, non-partisan forum for the discussion of intergovernmental issues and may initiate studies in accordance with legislative proposals and constitutional amendments. The commission also responds to requests for technical assistance from the General Assembly, state agencies, and local governments.

Current studies and activities directed by the General Assembly for TACIR include studies of water recreation resources, childhood obesity, passenger rail and mobility, utility-scale solar energy development, reference-based pricing, emergency communications, liquor-by-the drink, electric vehicles and other issues affecting road and highway funding, post-award grant process, compressive litter review, and Tennessee personal property tax.

Major ongoing areas of TACIR studies and activities include fiscal capacity measures for the Tennessee Investment in Student Achievement Act (TISA), growth policy, issues related to the Tennessee tax structure, education finance, government modernization, an ongoing inventory of public infrastructure needs, and intergovernmental issues.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.12 Advisory Commission on Intergovernmental Relations					
Full-Time	18	19	19	0	19
Part-Time	2	2	2	0	2
Seasonal	0	0	0	0	0
Total	20	21	21	0	21
Payroll	2,282,300	2,763,800	2,752,800	0	2,752,800
Operational	930,200	1,040,300	1,040,300	0	1,040,300
Total	\$3,212,500	\$3,804,100	\$3,793,100	\$0	\$3,793,100
State	0	164,600	164,600	0	164,600
Federal	0	0	0	0	0
Other	3,212,500	3,639,500	3,628,500	0	3,628,500

Department of Finance and Administration

The Department of Finance and Administration assists the Governor in developing and implementing the administration's fiscal and managerial policies. The Commissioner of Finance and Administration serves as the Governor's chief cabinet officer and directs the department. The department's responsibilities involve the coordination of a number of state government activities that are provided through the Division of Administration, Benefits Administration, Grant Administration, Fiscal and Management Services, Strategic Technology Solutions, TennCare Fraud and Abuse Prevention, and Vehicle Tag and Analogous Fees.

The Division of TennCare, Cover Tennessee Health Care Programs, and Health-Care Planning and Innovation are divisions of this department. These programs are separately presented in the Health and Social Services section of the Budget Document.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Division of Administration

317.01 Division of Administration

The Division of Administration provides administrative support services for the department, including the commissioner's office. Legal, fiscal, human resources, and billing services are managed by the division. In addition, this division carries out internal review, audits, and investigations to prevent fraud, abuse, and waste. Additional services provided include assisting state agencies in solving management and operations problems by conducting operational process re-engineering studies, cost-benefit studies, and financial analysis.

Full-Time	49	51	51	1	52
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	49	51	51	1	52
Payroll	6,055,800	12,099,700	9,629,500	114,700	9,744,200
Operational	5,997,300	121,396,200	62,259,800	15,500	62,275,300
Total	\$12,053,100	\$133,495,900	\$71,889,300	\$130,200	\$72,019,500
State	3,392,800	4,068,600	3,754,500	130,200	3,884,700
Federal	4,805,900	124,217,000	62,937,000	0	62,937,000
Other	3,854,400	5,210,300	5,197,800	0	5,197,800

Benefits Administration

317.04 Benefits Administration

Benefits Administration administers the state-sponsored insurance benefits program directed by the State, Local Education, and Local Government Insurance committees. The division manages self-insured health, behavioral health, basic life and Medicare supplemental coverage as well as fully-insured dental, vision, voluntary life, and short- and long-term disability insurance for approximately 300,000 state and higher education employees, local government and local education agency employees, retirees, and eligible dependents.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	100	100	100	0	100
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	100	100	100	0	100
Payroll	9,551,100	10,697,200	10,646,400	0	10,646,400
Operational	2,058,100	3,570,800	3,568,800	0	3,568,800
Total	\$11,609,200	\$14,268,000	\$14,215,200	\$0	\$14,215,200
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	11,609,200	14,268,000	14,215,200	0	14,215,200

Grant Administration

Grant Administration manages and distributes federal and state grant funds for criminal justice programs and the Corporation for National and Community Service.

317.06 Criminal Justice Programs

The Office of Criminal Justice Programs secures, distributes, manages, and evaluates federal and state grant funds for criminal justice programs, such as Stop Violence Against Women, Family Violence Act, Victims of Crimes Act, and Rural Domestic Violence. The office monitors the grantees to ensure that criminal justice funds are spent in accordance with federal and state guidelines.

Full-Time	29	45	45	7	52
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	29	45	45	7	52
Payroll	2,354,600	4,321,100	4,306,500	0	4,306,500
Operational	76,229,400	198,670,900	73,669,000	173,000,000	246,669,000
Total	\$78,584,000	\$202,992,000	\$77,975,500	\$173,000,000	\$250,975,500
State	4,494,000	130,031,800	5,027,900	173,000,000	178,027,900
Federal	73,605,400	72,854,400	72,841,800	0	72,841,800
Other	484,600	105,800	105,800	0	105,800

317.11 Volunteer Tennessee

Volunteer Tennessee, formerly the Commission on National and Community Service, manages AmeriCorps subgrants, training, and disability outreach, funded through federal formula grants from the Corporation for National and Community Service to meet needs in education, environment, low-income housing, child-abuse prevention, and health. The program also provides training and support services to increase service-learning and civic engagement, especially for at-risk youth. In addition, Volunteer Tennessee administers national competitive AmeriCorps grants and the Governor's Volunteer Star Awards.

Full-Time	6	6	6	1	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	6	6	6	1	7
Payroll	474,000	667,100	663,900	70,300	734,200
Operational	5,364,900	8,502,100	7,445,400	15,000	7,460,400
Total	\$5,838,900	\$9,169,200	\$8,109,300	\$85,300	\$8,194,600

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	293,600	439,100	437,400	0	437,400
Federal	5,533,300	8,705,100	7,646,900	85,300	7,732,200
Other	12,000	25,000	25,000	0	25,000

Fiscal and Management Services

Fiscal Management Services develops and implements policies pertaining to the fiscal and managerial aspects of state government, including budgeting and accounting.

317.02 Division of Budget

In accordance with budget recommendations of the Governor and the Commissioner of Finance and Administration, the Division of Budget prepares the annual Budget Document and general appropriations bill for transmittal to the General Assembly. The division is also responsible for preparing the annual work program by adjusting the proposed Budget to reflect final legislative action on the appropriations act and bond authorization act. The Budget Document includes both operational allotments and the capital outlay program. Throughout the year, the Division of Budget monitors spending and state revenue collections of all state agencies.

Full-Time	29	29	29	0	29
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
Total	30	30	30	0	30
Payroll	3,811,900	4,020,700	4,004,700	0	4,004,700
Operational	1,095,600	1,448,600	1,448,300	0	1,448,300
Total	\$4,907,500	\$5,469,300	\$5,453,000	\$0	\$5,453,000
State	4,907,500	5,469,300	5,453,000	0	5,453,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

317.05 Division of Accounts

The Division of Accounts maintains the centralized general ledger used to record all state government accounting events. The division operates a centralized payment distribution process for state payments and state payroll and is also responsible for the associated centralized Internal Revenue Service reporting. Accounting policy is developed by the division and is used to enable consistent accounting treatment across state government. The division is also responsible for reporting the state's compliance with the federal Cash Management Improvement Act and the federal Single Audit Act. The division also prepares the state's Annual Comprehensive Financial Report (ACFR).

Full-Time	594	595	595	0	595
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	594	595	595	0	595
Payroll	42,436,000	51,177,400	50,905,000	0	50,905,000
Operational	4,397,600	5,395,400	5,141,800	0	5,141,800
Total	\$46,833,600	\$56,572,800	\$56,046,800	\$0	\$56,046,800
State	3,063,500	3,384,800	3,357,300	0	3,357,300
Federal	0	0	0	0	0
Other	43,770,100	53,188,000	52,689,500	0	52,689,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

317.24 Office of Evidence and Impact (OEI)

In partnership with the Governor's Office and state executive branch agencies, Office of Evidence and Impact (OEI) seeks to use data and evidence to inform decision makers to ensure the state invests in programs that work for Tennesseans.

Full-Time	6	10	10	0	10
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	6	10	10	0	10
Payroll	831,700	1,519,100	1,516,100	0	1,516,100
Operational	338,500	2,189,500	2,189,400	0	2,189,400
Total	\$1,170,200	\$3,708,600	\$3,705,500	\$0	\$3,705,500
State	1,170,200	3,708,600	3,705,500	0	3,705,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

Strategic Technology Solutions (STS)

Strategic Technology Solutions (STS) is the centralized Information Technology (IT) division within the Department of Finance and Administration. STS is led by the state's Chief Information Officer and provides direction, planning, resources, execution, and coordination in managing the information systems needs of Tennessee's state government. STS customers consist of state departments, boards, and commissions. STS serves as staff to the Information Systems Council (ISC) and under the ISC's guidance, provides technical direction, services, and infrastructure to the state. The following areas are managed within STS: Strategic Technology Solutions Operations, Enterprise Resource Planning, Business Solutions Delivery, and STS Agency Purchasing.

317.03 Strategic Technology Solutions (STS) Operations

Strategic Technology Solutions (STS) Operations facilitates the use of information systems and provides technical direction and assistance to state departments, as charged by the Commissioner of Finance and Administration and the ISC. STS Operations provides statewide services in the following areas: cybersecurity and risk management, enterprise systems architecture and research, enterprise data governance and operations, shared services, unified communications, network and infrastructure, business application support and development, portfolio management and information systems planning, and information technology training. STS also provides enterprise solutions development and support, manages the state's websites, and operates two 24/7 data centers.

Full-Time	488	491	491	1	492
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	488	491	491	1	492
Payroll	53,009,400	61,020,000	60,780,800	171,400	60,952,200
Operational	116,788,800	145,031,250	141,766,100	16,500	141,782,600
Total	\$169,798,200	\$206,051,250	\$202,546,900	\$187,900	\$202,734,800
State	1,796,700	2,656,150	1,796,800	0	1,796,800
Federal	69,200	0	0	0	0
Other	167,932,300	203,395,100	200,750,100	187,900	200,938,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

317.17 Enterprise Resource Planning

The Enterprise Resource Planning (ERP) division delivers an integrated enterprise software solution for addressing the state's administrative functions, such as payroll, personnel, financial management, and procurement.

Full-Time	135	141	141	0	141
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	135	141	141	0	141
Payroll	15,188,700	17,686,200	17,610,600	0	17,610,600
Operational	11,172,500	12,155,100	12,153,900	0	12,153,900
Total	\$26,361,200	\$29,841,300	\$29,764,500	\$0	\$29,764,500
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	26,361,200	29,841,300	29,764,500	0	29,764,500

317.20 Business Solutions Delivery

Business Solutions Delivery (BSD) provides enterprise IT support for state departments. This support includes: business application support and development, a 24/7 customer care center, workstation support, and enterprise project management. BSD's project management resources help successfully implement large and complex IT projects. BSD develops standard methodologies, tools, and measurements to help departmental customers achieve desired project outcomes.

Full-Time	625	636	636	0	636
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	625	636	636	0	636
Payroll	69,925,300	78,503,900	78,196,300	0	78,196,300
Operational	5,245,200	5,128,000	9,231,200	0	9,231,200
Total	\$75,170,500	\$83,631,900	\$87,427,500	\$0	\$87,427,500
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	75,170,500	83,631,900	87,427,500	0	87,427,500

317.25 STS Agency Purchasing

STS Agency Purchasing division makes information technology related purchases on behalf of agency customers. This allows STS to leverage buying power while ensuring that information technology purchases meet state technology standards.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	52,000,000	53,000,000	53,000,000	0	53,000,000
Total	\$52,000,000	\$53,000,000	\$53,000,000	\$0	\$53,000,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	52,000,000	53,000,000	53,000,000	0	53,000,000

TennCare Fraud and Abuse Prevention

317.12 Office of Inspector General

The Office of Inspector General helps prevent, identify, investigate, and prosecute individuals who commit or attempt to commit fraud or abuse in the TennCare program, which is the state's Medicaid waiver health-care program.

Full-Time	50	50	50	0	50
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	50	50	50	0	50
Payroll	4,167,800	5,462,500	5,440,100	0	5,440,100
Operational	845,700	936,200	935,700	0	935,700
Total	\$5,013,500	\$6,398,700	\$6,375,800	\$0	\$6,375,800
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	5,013,500	6,398,700	6,375,800	0	6,375,800

Vehicle Tag and Analogous Fees

317.40 Vehicle Tag and Analogous Fees

The Vehicle Tag and Analogous Fund is a special fund for the collection and disbursement of revenues produced from the sale or renewal of special purpose motor vehicle registration plates and other state fees that are allocated to nonprofit and other external organizations.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	5,609,800	4,000,000	4,000,000	0	4,000,000
Total	\$5,609,800	\$4,000,000	\$4,000,000	\$0	\$4,000,000
State	5,608,700	4,000,000	4,000,000	0	4,000,000
Federal	0	0	0	0	0
Other	1,100	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
317.00 Total Finance and Administration					
Full-Time	2,111	2,154	2,154	10	2,164
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
Total	2,112	2,155	2,155	10	2,165
Payroll	207,806,300	247,174,900	243,699,900	356,400	244,056,300
Operational	287,143,400	561,424,050	376,809,400	173,047,000	549,856,400
Total	\$494,949,700	\$808,598,950	\$620,509,300	\$173,403,400	\$793,912,700
State	24,727,000	153,758,350	27,532,400	173,130,200	200,662,600
Federal	84,013,800	205,776,500	143,425,700	85,300	143,511,000
Other	386,208,900	449,064,100	449,551,200	187,900	449,739,100

Department of Human Resources

The Department of Human Resources (DOHR) designs and implements policies and practices to effectively manage the human resource needs of state government. The department advises the Governor on human resource issues and administers the provisions of the Tennessee Excellence, Accountability, and Management (TEAM) Act of 2012. DOHR maintains all state employee records, as well as all records pertaining to applicants for state employment. It also approves, coordinates, and conducts learning and development courses for all state departments and agencies. The six major program areas of DOHR are Executive Administration; Leadership and Learning Development; HR Management Services; Office of the General Counsel; Human Resources Business Solutions; and Office of People, Performance and Culture.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

319.01 Executive Administration

Executive Administration is responsible for the development and implementation of best practice policies and procedures for human resource management within the state and the overall direction of the agency.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	406,200	424,700	417,100	0	417,100
Operational	929,800	823,100	823,100	0	823,100
Total	\$1,336,000	\$1,247,800	\$1,240,200	\$0	\$1,240,200
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,336,000	1,247,800	1,240,200	0	1,240,200

319.02 Leadership and Learning Development

Leadership and Learning Development (LLD) consults and partners with executive leaders to create a customized learning strategy that develops and sustains a high-performing workforce for the agency. LLD is charged with assisting agencies with professional learning and development, leadership development, talent management and succession planning needs, and creating customized learning programs that maximize employee potential and develop targeted results to achieve strategic business goals and objectives. The division also partners with agencies to recruit qualified talent to fill preferred and executive service positions.

Full-Time	29	31	31	5	36
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	29	31	31	5	36
Payroll	2,570,700	3,154,000	3,141,000	409,100	3,550,100
Operational	1,927,600	2,005,200	2,005,200	98,700	2,103,900
Total	\$4,498,300	\$5,159,200	\$5,146,200	\$507,800	\$5,654,000
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	4,498,300	5,159,200	5,146,200	507,800	5,654,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

319.03 HR Management Services

HR Management Services administers state employee compensation and position classifications. This division is also responsible for developing and administering preferred service position assessments, informing applicants about employment and promotional opportunities, and processing general employee transactions such as appointments, transfers, promotions, separations, and attendance and leave adjustments. In addition, the employee sick leave bank is administered by HR Management Services.

Full-Time	57	57	57	0	57
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	57	57	57	0	57
Payroll	4,653,400	5,117,800	5,086,200	0	5,086,200
Operational	104,600	194,300	194,300	0	194,300
Total	\$4,758,000	\$5,312,100	\$5,280,500	\$0	\$5,280,500
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	4,758,000	5,312,100	5,280,500	0	5,280,500

319.05 Office of the General Counsel

The Office of the General Counsel oversees all legal issues within DOHR, offering counsel and advice to state agencies and individuals on employment law matters. This office oversees all departmental legislative affairs, administers oversight over all media and public records requests, and houses the Ethics Compliance Officer for DOHR. In addition, the Office of General Counsel manages many services provided to state employees. The program areas include the Board of Appeals, Legal Services, and Equal Employment Opportunity.

Full-Time	32	35	35	6	41
Part-Time	18	18	18	0	18
Seasonal	0	0	0	0	0
Total	50	53	53	6	59
Payroll	3,223,000	4,027,100	4,011,100	1,102,800	5,113,900
Operational	471,800	362,200	362,200	92,900	455,100
Total	\$3,694,800	\$4,389,300	\$4,373,300	\$1,195,700	\$5,569,000
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	3,694,800	4,389,300	4,373,300	1,195,700	5,569,000

319.07 Human Resources Business Solutions

Human Resources Business Solutions is responsible for administering human resources internally for the department, several boards and commissions, the Department of General Services and the Department of Financial Institutions.

Full-Time	14	14	14	3	17
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	14	14	14	3	17

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	1,392,900	1,465,400	1,456,200	270,600	1,726,800
Operational	32,700	76,100	76,100	43,200	119,300
Total	\$1,425,600	\$1,541,500	\$1,532,300	\$313,800	\$1,846,100
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,425,600	1,541,500	1,532,300	313,800	1,846,100

319.08 Office of People, Performance and Culture

The Office of People, Performance and Culture is responsible for strategic oversight and direction of the enterprise's diversity and equity strategy to attract, hire, and maintain a diverse workplace that reflects the State of Tennessee at all levels. In addition, the office provides support for employee engagement and employee relations policies, processes, and services as well as administers the performance management system that facilitates dialogue between employees and supervisors for job feedback, coaching, and individual training and development. Other programs of oversight include the Tennessee Employee Mediation program, exit surveys, service awards, suggestion awards, the annual charitable campaign, and employee discounts.

Full-Time	9	9	9	1	10
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	9	9	9	1	10
Payroll	816,600	1,139,300	1,133,900	132,000	1,265,900
Operational	6,700	29,400	29,400	14,400	43,800
Total	\$823,300	\$1,168,700	\$1,163,300	\$146,400	\$1,309,700
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	823,300	1,168,700	1,163,300	146,400	1,309,700

319.00 Total Human Resources

Full-Time	143	148	148	15	163
Part-Time	18	18	18	0	18
Seasonal	0	0	0	0	0
Total	161	166	166	15	181
Payroll	13,062,800	15,328,300	15,245,500	1,914,500	17,160,000
Operational	3,473,200	3,490,300	3,490,300	249,200	3,739,500
Total	\$16,536,000	\$18,818,600	\$18,735,800	\$2,163,700	\$20,899,500
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	16,536,000	18,818,600	18,735,800	2,163,700	20,899,500

Department of General Services

The Department of General Services (DGS) acts as a support organization for other state departments and agencies. The department provides support through Administrative Services, Property Management Services, Interdepartmental Support Services, the Governor's Early Literacy Foundation, and the Megasite Authority of West Tennessee.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administrative Services

Administrative Services includes a variety of internal support services. Among these services are fiscal analysis and processing, legal services, auditing, and human resource management. The group also establishes and directs the official policies of the department.

321.01 Administration

Administration provides assistance to all programs in DGS; establishes and directs the official policies related to departmental agency services; and provides fiscal, personnel, and legal services to the department.

Full-Time	40	40	40	2	42
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	40	40	40	2	42
Payroll	4,497,800	5,008,700	4,988,100	340,800	5,328,900
Operational	3,550,800	3,753,700	3,747,500	41,400	3,788,900
Total	\$8,048,600	\$8,762,400	\$8,735,600	\$382,200	\$9,117,800
State	0	0	0	382,200	382,200
Federal	0	0	0	0	0
Other	8,048,600	8,762,400	8,735,600	0	8,735,600

Property Management Services

Property Management Services manages and maintains the state's motor vehicles, facilities, and grounds and supervises all capital outlay projects.

321.06 Motor Vehicle Management

Motor Vehicle Management (MVM) purchases, maintains, and salvages vehicles and motorized equipment as requested by state agencies. MVM also finances large motorized equipment purchases on behalf of state agencies that cannot independently purchase equipment in large volumes.

Full-Time	19	19	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	19	19	20	0	20
Payroll	1,282,500	1,587,100	1,628,200	32,800	1,661,000
Operational	54,909,600	58,614,000	58,614,000	6,000,000	64,614,000
Total	\$56,192,100	\$60,201,100	\$60,242,200	\$6,032,800	\$66,275,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	500	500	500	1,032,800	1,033,300
Federal	0	0	0	0	0
Other	56,191,600	60,200,600	60,241,700	5,000,000	65,241,700

321.07 Real Estate Asset Management

Real Estate Asset Management operates, manages, and maintains all Facilities Revolving Fund (FRF) office and warehouse space in both state-owned and privately leased buildings. This division also supervises and pre-plans all capital outlay projects involving any improvement or demolition of real property in which the state has an interest. The program must enforce the provisions of the Tennessee Public Buildings Accessibility Act, as well as the Tennessee Energy Conservation Code. The program also makes space assignments, prepares long-range housing plans, manages leases, analyzes space needs, designs interior floor plans for agencies, and coordinates agency moves.

Full-Time	104	115	115	0	115
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	104	115	115	0	115
Payroll	10,962,000	13,366,900	13,312,100	0	13,312,100
Operational	6,862,500	9,196,400	8,696,400	0	8,696,400
Total	\$17,824,500	\$22,563,300	\$22,008,500	\$0	\$22,008,500
State	6,029,800	7,467,300	6,941,000	0	6,941,000
Federal	0	0	0	0	0
Other	11,794,700	15,096,000	15,067,500	0	15,067,500

321.20 State Facilities Pre-Planning

State Facilities Pre-Planning program provides for preliminary design and consultative work associated with capital projects initiated by the department.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,465,100	1,086,200	1,086,200	0	1,086,200
Total	\$1,465,100	\$1,086,200	\$1,086,200	\$0	\$1,086,200
State	1,086,200	1,086,200	1,086,200	0	1,086,200
Federal	0	0	0	0	0
Other	378,900	0	0	0	0

321.99 Statewide Capital Maintenance

Statewide Capital Maintenance provides financial support for capital maintenance projects for all general government buildings.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	0	40,191,100	40,191,100	0	40,191,100
Total	\$0	\$40,191,100	\$40,191,100	\$0	\$40,191,100
State	0	40,191,100	40,191,100	0	40,191,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

Interdepartmental Support Services

Interdepartmental Support Services provides services to state departments and agencies. These services include postal services, printing, the procurement of goods and services, the disposal and distribution of surplus state and federal property, and the storage and distribution of supplies.

321.02 Postal Services

Postal Services provides centralized mail services for state government agencies in Davidson County, including interagency messenger service and delivery, pickup, and processing of U.S. mail for state agencies.

Full-Time	43	43	35	0	35
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	43	43	35	0	35
Payroll	1,580,800	2,211,500	2,142,400	0	2,142,400
Operational	14,332,100	16,547,100	16,547,100	0	16,547,100
Total	\$15,912,900	\$18,758,600	\$18,689,500	\$0	\$18,689,500
State	0	72,900	72,400	0	72,400
Federal	0	0	0	0	0
Other	15,912,900	18,685,700	18,617,100	0	18,617,100

321.09 Printing and Media Services

Printing and Media Services produces a full range of centralized graphic design, photography, printing, copying, and binding services for state and local governments. Other services include design of files for the web, layout consultation, and development of document specifications.

Full-Time	58	58	55	0	55
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	58	58	55	0	55
Payroll	2,594,600	4,167,900	4,031,900	0	4,031,900
Operational	4,215,300	3,520,200	3,462,900	0	3,462,900
Total	\$6,809,900	\$7,688,100	\$7,494,800	\$0	\$7,494,800
State	425,000	501,200	440,900	0	440,900
Federal	0	0	0	0	0
Other	6,384,900	7,186,900	7,053,900	0	7,053,900

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

321.10 Procurement Office

The Procurement Office is the centralized procurement office for goods and services to state government. The office is responsible for the competitive bidding and administration of statewide and agency term contracts, processing agency one-time purchase orders exceeding \$50,000, and training state personnel in purchasing procedures. This office also operates the Governor's Office of Diversity Business Enterprise, which assists minority-owned, women-owned, small, and service disabled veteran-owned businesses participating in state contracting and procurement activities.

Full-Time	82	82	85	0	85
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	82	82	85	0	85
Payroll	6,698,700	8,018,800	8,090,600	223,000	8,313,600
Operational	4,002,800	2,485,200	2,485,200	0	2,485,200
Total	\$10,701,500	\$10,504,000	\$10,575,800	\$223,000	\$10,798,800
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	10,701,500	10,504,000	10,575,800	223,000	10,798,800

321.18 Distribution Center

The Distribution Center is responsible for central warehousing of state supplies. The division manages a centralized supply distribution operation.

Full-Time	28	28	28	0	28
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	28	28	28	0	28
Payroll	1,501,100	2,023,800	2,011,400	0	2,011,400
Operational	5,738,000	3,343,200	3,343,200	0	3,343,200
Total	\$7,239,100	\$5,367,000	\$5,354,600	\$0	\$5,354,600
State	10,000	10,000	10,000	0	10,000
Federal	4,281,500	0	0	0	0
Other	2,947,600	5,357,000	5,344,600	0	5,344,600

Governor's Early Literacy Foundation

321.21 Governor's Early Literacy Foundation

The Governor's Early Literacy Foundation is a nonprofit entity in partnership with the Dollywood Foundation to implement the Imagination Library across Tennessee and is administratively attached to the department. The goal of the Governor's Early Literacy Foundation is to ensure that Tennessee children are reading at grade-level by the end of the third grade.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	11,280,300	11,975,000	9,225,000	3,250,000	12,475,000
Total	\$11,280,300	\$11,975,000	\$9,225,000	\$3,250,000	\$12,475,000
State	11,280,300	11,975,000	9,225,000	3,250,000	12,475,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

Megasite Authority of West Tennessee

321.22 Megasite Authority of West Tennessee

The Megasite Authority of West Tennessee is a regional development authority that is administratively attached to the Department of General Services. The authority serves the megasite, including water and wastewater systems, and was established for the purposes of developing, incentivizing, managing, and promoting the property.

Full-Time	0	3	3	0	3
Part-Time	0	0	0	7	7
Seasonal	0	0	0	0	0
Total	0	3	3	7	10
Payroll	246,400	602,300	601,100	13,300	614,400
Operational	50,800	444,900	394,900	0	394,900
Total	\$297,200	\$1,047,200	\$996,000	\$13,300	\$1,009,300
State	297,200	1,047,200	996,000	13,300	1,009,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

321.00 Total General Services

Full-Time	374	388	381	2	383
Part-Time	0	0	0	7	7
Seasonal	0	0	0	0	0
Total	374	388	381	9	390
Payroll	29,363,900	36,987,000	36,805,800	609,900	37,415,700
Operational	106,407,300	151,157,000	147,793,500	9,291,400	157,084,900
Total	\$135,771,200	\$188,144,000	\$184,599,300	\$9,901,300	\$194,500,600
State	19,129,000	62,351,400	58,963,100	4,678,300	63,641,400
Federal	4,281,500	0	0	0	0
Other	112,360,700	125,792,600	125,636,200	5,223,000	130,859,200

Department of Veterans Services

The Department of Veterans Services serves Tennessee's approximately one-half million veterans, dependents, and survivors. Through a statewide power of attorney system, the department serves as an advocate, ensuring that veterans of the state receive quality care, support, and maximum earned entitlements. The department also operates and maintains the state's five veterans cemeteries, located within each grand division. In addition to these duties, the department participates in programs that increase public awareness of the services and sacrifices made by veterans.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

323.01 Administration

Administration provides administrative support services for the department, including legal, fiscal, human resources, procurement, asset management, and budgeting. Additionally, this division supports veterans and dependents with disability and pension claims and works closely with universities, colleges, and technical schools in the efforts of tracking veterans' statistics and establishing supportive campuses for veterans.

Full-Time	56	59	59	12	71
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	56	59	59	12	71
Payroll	3,942,900	4,842,900	4,814,500	1,175,300	5,989,800
Operational	811,700	21,482,500	886,200	1,171,000	2,057,200
Total	\$4,754,600	\$26,325,400	\$5,700,700	\$2,346,300	\$8,047,000
State	4,752,400	26,325,400	5,700,700	2,346,300	8,047,000
Federal	0	0	0	0	0
Other	2,200	0	0	0	0

323.02 Tennessee State Veterans Cemeteries

Tennessee State Veterans Cemeteries schedules and performs interment services for eligible veterans and dependents, maintains perpetual care of the cemetery grounds and facilities, and inspects and sets headstones in accordance with National Cemetery Administration standards.

Full-Time	48	52	52	4	56
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	48	52	52	4	56
Payroll	2,563,700	3,153,000	3,126,800	338,000	3,464,800
Operational	1,407,700	1,643,500	1,476,500	615,300	2,091,800
Total	\$3,971,400	\$4,796,500	\$4,603,300	\$953,300	\$5,556,600
State	2,169,600	3,320,000	3,126,800	953,300	4,080,100
Federal	1,798,500	1,476,500	1,476,500	0	1,476,500
Other	3,300	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
323.00 Total Veterans Services					
Full-Time	104	111	111	16	127
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	104	111	111	16	127
Payroll	6,506,600	7,995,900	7,941,300	1,513,300	9,454,600
Operational	2,219,400	23,126,000	2,362,700	1,786,300	4,149,000
Total	\$8,726,000	\$31,121,900	\$10,304,000	\$3,299,600	\$13,603,600
State	6,922,000	29,645,400	8,827,500	3,299,600	12,127,100
Federal	1,798,500	1,476,500	1,476,500	0	1,476,500
Other	5,500	0	0	0	0

Department of Revenue

The Department of Revenue collects and administers Tennessee's taxes and fees, ensures compliance by taxpayers, and apportions tax revenues to the appropriate state or local funds. These responsibilities are accomplished by the department's Administrative Services, Support Services, Revenue Collection Services, Anti-Theft Unit, and Disaster Relief functions.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administrative Services

Administrative Services programs include legal and research services, human resources management, internal auditing, fiscal analysis and processing, apportioning revenues to the appropriate state or local fund, and special investigations.

347.01 Administration Division

The Administration Division provides overall policy management, support services, taxpayer hearings, and investigation of criminal acts for the department. Administrative functions are provided through the Commissioner's Office, Internal Audit and Consulting, Legal Services, Research, Fiscal Services, Human Resources, Special Investigations, and the Administrative Hearing Office.

Full-Time	92	90	90	0	90
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	92	90	90	0	90
Payroll	10,021,000	11,561,500	11,512,700	0	11,512,700
Operational	6,329,400	9,568,500	9,549,700	0	9,549,700
Total	\$16,350,400	\$21,130,000	\$21,062,400	\$0	\$21,062,400
State	0	7,181,100	7,113,500	0	7,113,500
Federal	295,500	0	0	0	0
Other	16,054,900	13,948,900	13,948,900	0	13,948,900

347.23 Tennessee Revenue Registration and Reporting System

The Tennessee Revenue Registration and Reporting (TR3) System division develops and operates the next generation of the state's tax administration system. All tax functions for the Department of Revenue are handled within the system including the filing of returns and payments, apportionment, audit services, and collection of delinquent taxes. This centralized system has state-of-the-art reporting features as well as secure e-services for taxpayers and local jurisdictions.

Full-Time	11	11	11	0	11
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	11	11	11	0	11
Payroll	691,600	1,045,400	1,039,800	0	1,039,800
Operational	9,394,000	9,518,700	9,518,700	0	9,518,700
Total	\$10,085,600	\$10,564,100	\$10,558,500	\$0	\$10,558,500
State	10,085,600	10,564,100	10,558,500	0	10,558,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Support Services

Support Services programs provide assistance to the operations of revenue collection services.

347.13 Taxpayer Services Division

The Taxpayer Services Division is responsible for taxpayer registration, taxpayer education, taxpayer assistance, and correction of posting errors. The program has employees in various locations across the state.

Full-Time	143	143	143	0	143
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	143	143	143	0	143
Payroll	8,481,800	9,870,800	9,801,400	0	9,801,400
Operational	2,665,200	2,595,200	2,595,200	0	2,595,200
Total	\$11,147,000	\$12,466,000	\$12,396,600	\$0	\$12,396,600
State	8,640,900	10,794,800	10,725,400	0	10,725,400
Federal	0	0	0	0	0
Other	2,506,100	1,671,200	1,671,200	0	1,671,200

347.16 Processing Division

The Processing Division ensures that funds due to the State of Tennessee are timely and accurately deposited, and that taxpayer records are accurately updated. This program provides a means of collecting and processing more than 92 percent of state collections and accounting for those funds used to finance and operate most state programs. In addition, the program provides lockbox services to a variety of other state agencies, and collects and deposits funds on their behalf.

Full-Time	64	64	64	0	64
Part-Time	4	4	4	0	4
Seasonal	0	0	0	0	0
Total	68	68	68	0	68
Payroll	3,696,200	5,068,000	5,038,800	0	5,038,800
Operational	1,284,600	1,766,700	1,766,700	0	1,766,700
Total	\$4,980,800	\$6,834,700	\$6,805,500	\$0	\$6,805,500
State	116,700	3,540,000	3,510,800	0	3,510,800
Federal	0	0	0	0	0
Other	4,864,100	3,294,700	3,294,700	0	3,294,700

347.17 Vehicle Services Division

The Vehicle Services Division is responsible for issuing, recording, and enforcing ownership titles; regulating the sale and distribution of vehicle license plates; and regulating these activities through 95 county clerks. The program is centrally located in the Nashville area.

Full-Time	79	79	79	0	79
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	79	79	79	0	79

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	4,875,800	6,168,500	6,133,500	0	6,133,500
Operational	22,384,500	14,363,300	14,345,100	2,200,000	16,545,100
Total	\$27,260,300	\$20,531,800	\$20,478,600	\$2,200,000	\$22,678,600
State	21,384,700	18,986,400	18,933,200	2,200,000	21,133,200
Federal	0	0	0	0	0
Other	5,875,600	1,545,400	1,545,400	0	1,545,400

347.21 Tax Refund Interest Expense

The Tax Refund Interest Expense accounts for interest due to taxpayers on tax refunds.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,347,400	2,500,000	2,500,000	0	2,500,000
Total	\$2,347,400	\$2,500,000	\$2,500,000	\$0	\$2,500,000
State	2,347,400	2,500,000	2,500,000	0	2,500,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

347.22 Computerized Title and Registration System

The Computerized Title and Registration System division's primary mission is to improve the processing of titling and registration transactions from customer contact through point-of-sale, inventory, financial reporting, and balancing with the Department of Revenue and the State of Tennessee County Clerks.

Full-Time	1	1	1	0	1
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1	1	1	0	1
Payroll	59,000	87,900	87,300	0	87,300
Operational	6,070,600	4,668,800	4,668,800	0	4,668,800
Total	\$6,129,600	\$4,756,700	\$4,756,100	\$0	\$4,756,100
State	4,991,800	4,756,700	4,756,100	0	4,756,100
Federal	0	0	0	0	0
Other	1,137,800	0	0	0	0

347.24 Insurance Verification

The Insurance Verification division was created as a result of the program established by the James Lee Atwood Jr. Law of 2015. The law requires the department to administer an electronic motor vehicle insurance verification program to ensure all motorists are in compliance with the financial responsibility requirements outlined in the Tennessee Code Annotated.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	12	18	18	0	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	12	18	18	0	18
Payroll	521,800	973,400	967,200	0	967,200
Operational	985,700	1,191,000	1,191,000	0	1,191,000
Total	\$1,507,500	\$2,164,400	\$2,158,200	\$0	\$2,158,200
State	1,507,500	2,164,400	2,158,200	0	2,158,200
Federal	0	0	0	0	0
Other	0	0	0	0	0

Revenue Collection Services

Revenue Collection Services programs collect taxes and fees and ensure proper compliance by taxpayers. The responsibilities associated with these services include administering all state taxes for corporations doing business in Tennessee; enforcing laws and regulations regarding the inspection and taxation of petroleum products; administering the provisions of specific laws regarding the taxation of tobacco products, gifts, inheritances, estates, firearms, gross receipts, liquor by the drink, beer, and other taxes; administering the Hall income tax on stocks and bonds; administering the provisions of the Tennessee sales and use tax laws; and collecting delinquent taxes owed to the State of Tennessee.

347.02 Collection Services

The Collection Services division enforces the collection of delinquent tax liability that results when taxpayers fail to remit their taxes on a timely basis or are considered to have under-reported tax liabilities in relation to state tax statutes. The division's ultimate goal is voluntary compliance with regard to the tax collection process. Work assignments of a delinquent nature are generated through the TR3 system. Tasks include in-state and out-of-state collections, investigating and recommending offers to compromise tax liabilities, recording and releasing tax liens, negotiating payment agreements, and filing of legal claims. The division has a central office in Nashville and various locations throughout the state.

Full-Time	121	121	121	0	121
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	121	121	121	0	121
Payroll	8,270,600	9,552,900	9,489,300	0	9,489,300
Operational	1,007,200	1,470,900	1,470,900	0	1,470,900
Total	\$9,277,800	\$11,023,800	\$10,960,200	\$0	\$10,960,200
State	4,116,200	7,653,900	7,590,300	0	7,590,300
Federal	0	0	0	0	0
Other	5,161,600	3,369,900	3,369,900	0	3,369,900

347.14 Audit Division

The Audit Division provides tax audit services including audit examination, refund processing, penalty waiver processing, and taxpayer discovery. The division conducts tax audits of taxpayers subject to Tennessee tax law, encourages voluntary compliance with state tax laws, and assists in educating taxpayers regarding tax laws and filing requirements. This is accomplished through centralized management of audit resources, providing fair and objective audit selection, and by conducting tax audits that achieve target coverage levels. The Audit Division maintains in-state offices throughout the state, six out-of-state offices, and several out-of-state post-of-duty stations.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	325	327	327	0	327
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	325	327	327	0	327
Payroll	27,851,100	32,694,100	32,531,700	0	32,531,700
Operational	3,133,500	4,611,800	4,611,800	0	4,611,800
Total	\$30,984,600	\$37,305,900	\$37,143,500	\$0	\$37,143,500
State	13,775,100	26,219,900	26,057,500	0	26,057,500
Federal	5,600	20,900	20,900	0	20,900
Other	17,203,900	11,065,100	11,065,100	0	11,065,100

Anti-Theft Unit

347.18 Anti-Theft Unit

The Anti-Theft Unit's primary responsibility is to inspect all specially constructed and reconstructed vehicles, and is funded by an inspection fee that re-builders and individuals pay to have their titles converted. In addition, this unit is responsible for investigating any potential fraud associated with the titling and registration of vehicles. This program is regulatory in nature and was established for the purpose of combating theft.

Full-Time	21	21	21	0	21
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	21	21	21	0	21
Payroll	1,572,300	1,928,800	1,916,600	0	1,916,600
Operational	467,300	476,300	476,300	0	476,300
Total	\$2,039,600	\$2,405,100	\$2,392,900	\$0	\$2,392,900
State	2,039,600	2,405,100	2,392,900	0	2,392,900
Federal	0	0	0	0	0
Other	0	0	0	0	0

Disaster Relief

347.20 Sales Tax Disaster Relief

Sales Tax Disaster Relief provides a sales and use tax refund for victims of flooding or other natural disaster events. Victims are entitled to refunds on major appliances, residential building supplies, and residential furniture. It also provides a sales and use tax refund for the purchase of building supplies for construction or improvement of storm and tornado shelters.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	51,200	250,000	250,000	0	250,000
Total	\$51,200	\$250,000	\$250,000	\$0	\$250,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	51,200	250,000	250,000	0	250,000
Federal	0	0	0	0	0
Other	0	0	0	0	0
347.00 Total Revenue					
Full-Time	869	875	875	0	875
Part-Time	4	4	4	0	4
Seasonal	0	0	0	0	0
Total	873	879	879	0	879
Payroll	66,041,200	78,951,300	78,518,300	0	78,518,300
Operational	56,120,600	52,981,200	52,944,200	2,200,000	55,144,200
Total	\$122,161,800	\$131,932,500	\$131,462,500	\$2,200,000	\$133,662,500
State	69,056,700	97,016,400	96,546,400	2,200,000	98,746,400
Federal	301,100	20,900	20,900	0	20,900
Other	52,804,000	34,895,200	34,895,200	0	34,895,200

Miscellaneous Appropriations

The Miscellaneous Appropriations allotment includes funding for personal services, benefits rate adjustments, operational rate adjustments affecting all state agencies, and other state obligations not addressed elsewhere in the budget. The Miscellaneous Appropriations are line-item appropriations in Section 1 of the general appropriations bill.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
351.00 Miscellaneous Appropriations					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	19,446,200	0	0	0	0
Operational	191,098,000	577,924,300	388,122,800	800,585,400	1,188,708,200
Total	\$210,544,200	\$577,924,300	\$388,122,800	\$800,585,400	\$1,188,708,200
State	210,544,200	577,924,300	388,122,800	800,585,400	1,188,708,200
Federal	0	0	0	0	0
Other	0	0	0	0	0

Other Post-Employment Benefits Liability

The Other Post-Employment Benefits (OPEB) Liability is designated for funding the annual amortized unfunded actuarial liability for state employees. This is a component of the annual actuarial determined contribution required to retire the total OPEB liability for state employees.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
352.00 Other Post-Employment Benefits Liability					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	72,177,800	72,177,800	72,177,800	0	72,177,800
Operational	0	0	0	0	0
Total	\$72,177,800	\$72,177,800	\$72,177,800	\$0	\$72,177,800
State	72,177,800	72,177,800	72,177,800	0	72,177,800
Federal	0	0	0	0	0
Other	0	0	0	0	0

Emergency and Contingency Fund

The Emergency and Contingency Fund is a special fund for any purpose, authorized or implied by law, for which no appropriation is made or for which insufficient appropriation is inadvertently made. This fund may not be used to fund any law requiring the expenditure of state funds unless an appropriation is made elsewhere in the general appropriations act for the estimated first-year cost. Expenditures from this fund are authorized only by executive order of the Governor.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
353.00 Emergency and Contingency Fund					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	1,000,000	1,000,000	0	1,000,000
Total	\$0	\$1,000,000	\$1,000,000	\$0	\$1,000,000
State	0	1,000,000	1,000,000	0	1,000,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

State Building Commission

The State Building Commission's Major Maintenance and Equipment program is utilized for major, non-routine maintenance and equipment replacement for state-owned physical facilities. Projects are funded only by approval of the State Building Commission, which consists of the Governor, Commissioner of Finance and Administration, speakers of the Senate and House of Representatives, Secretary of State, Comptroller of the Treasury, and State Treasurer.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
355.02 Major Maintenance and Equipment					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	150,000	150,000	0	150,000
Total	\$0	\$150,000	\$150,000	\$0	\$150,000
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	0	150,000	150,000	0	150,000

Education



Education

Table of Contents



Introduction	B-87
Total Personnel and Funding.....	B-88
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-89
Cost Increases (K-12 Education and Higher Education) for Fiscal Year 2023-2024	B-90
Program Statements.....	B-101
Sports Wagering Advisory Council.....	B-101
Department of Education (K-12)	B-102
Statistical Data – State Special Schools.....	B-114
Higher Education.....	B-115
State Administered Programs	B-115
University of Tennessee System.....	B-121
State University and Community College System	B-129

Education

Recommended Budget, Fiscal Year 2023 – 2024

This functional area is responsible for the educational efforts of the state, from pre-school and K-12 through all levels of higher education.

The Department of Education coordinates the educational programs of the local public school systems that operate Tennessee's kindergarten, elementary, secondary, and vocational schools. The department also operates the four special schools: Tennessee School for the Blind, Tennessee School for the Deaf, West Tennessee School for the Deaf, and Alvin C. York Agricultural Institute.

With assistance from the Department of Education, the State Board of Education formulates the policies, standards, and guidelines governing K-12 public education. The department is responsible for implementing these policies, standards, and guidelines.

The Sports Wagering Advisory Council is responsible for licensing and regulating online sports wagering in Tennessee. Certain taxes and fees collected by the council are distributed to the Lottery for Education Account and the Tennessee Promise Endowment Scholarship program.

Higher Education is comprised of eight governing boards in two independent systems: the University of Tennessee System and the State University and Community College System. The State University and Community College System includes the Tennessee Board of Regents (TBR), which governs the community colleges and colleges of applied technology, and six distinct local governing boards for Austin Peay University, East Tennessee State University, Middle Tennessee State University, Tennessee State University, Tennessee Technological University, and the University of Memphis. The Tennessee Higher Education Commission is responsible for coordinating academic, fiscal, and policy issues among these entities.

The Tennessee Student Assistance Corporation (TSAC) is the state's designated agency to administer financial aid programs designed to help students obtain a post-secondary education at colleges, universities, and technical and career schools. Among the programs TSAC administers are the Education Lottery-funded scholarships, implemented in the fall of 2004, and the Tennessee Student Assistance Awards (TSAA), the latter funded from general tax revenues. TSAA grants provide non-repayable financial assistance to financially needy undergraduate students who are residents of Tennessee and are enrolled at a public or an eligible non-public post-secondary educational institution in Tennessee. TSAC also administers the Tennessee Promise Endowment Scholarship program.

The lottery scholarships are funded through the Lottery for Education Account. The majority of these funds are made available for scholarships at post-secondary institutions. Scholarships include the Tennessee HOPE Scholarship, Needs-Base Supplemental Award, Dual Enrollment, Wilder-Naifeh Technical Skills Grant, Tennessee Reconnect, and the GIVE scholarship.

Cost Increases and Program Statements

The following section includes: (1) a table on personnel and funding for all agencies in this functional area of state government; (2) a table on the recommended budget for each agency by funding source; (3) a statement of recommended cost increases for the ensuing fiscal year; (4) departmental program statements, indicating the recommended funding and staffing for the ensuing year, compared with actual amounts for the last year and the amounts budgeted for the current year.

Education

Total Personnel and Funding

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
Personnel			
Full-Time *	28,436	28,921	28,830
Part-Time	42	42	42
Seasonal	0	0	0
TOTAL	28,478	28,963	28,872
Expenditures			
Payroll	\$ 111,544,400	\$ 140,483,200	\$ 142,224,300
Operational	13,315,746,200	14,048,422,100	14,525,654,800
TOTAL	\$ 13,427,290,600	\$ 14,188,905,300	\$ 14,667,879,100
Funding			
State **	\$ 7,741,992,500	\$ 9,111,612,300	\$ 9,641,855,600
Federal	2,449,060,600	1,906,176,000	1,897,258,100
Other	1,214,325,100	1,133,156,300	1,090,804,700
Tuition/Fees	2,021,912,400	2,037,960,700	2,037,960,700

* Includes Higher Education's unrestricted education and general personnel.

** State appropriation includes the following from Lottery for Education sources:

\$ 368,694,800	\$ 452,350,600	\$ 456,649,400
----------------	----------------	----------------

Education
Recommended Budget for Fiscal Year 2023-2024
By Funding Source

Department	State	Federal	Other	Total
316.15 Sports Wagering Advisory Council	6,025,600	0	0	6,025,600
331.00 Education (K-12)	6,935,683,500	1,815,874,500	221,095,700	8,972,653,700
332.00 Higher Education	2,700,146,500	81,383,600	2,907,669,700 *	5,689,199,800
Total	\$9,641,855,600	\$1,897,258,100	\$3,128,765,400	\$14,667,879,100

* Includes Higher Education's tuition and fees and other revenue

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Education (K-12)					
<ul style="list-style-type: none"> • Tennessee Investment in Student Achievement 					
To provide recurring funding for the implementation of the Tennessee Investment in Student Achievement (TISA) formula and Public Chapter 966.					
331.25 Tennessee Investment in Student Achievement	\$350,000,000	\$0	\$0	\$350,000,000	0
Sub-total	\$350,000,000	\$0	\$0	\$350,000,000	0
<ul style="list-style-type: none"> • Administration Legislation - Summer Learning Extension 					
To provide recurring funding for administration legislation relative to extending summer learning camps across the state.					
331.39 Centers of Regional Excellence (CORE)	\$60,825,500	\$0	\$22,924,500	\$83,750,000	0
Sub-total	\$60,825,500	\$0	\$22,924,500	\$83,750,000	0
<ul style="list-style-type: none"> • Summer Bus Transportation 					
To provide recurring funding for transporting students to and from summer learning camps. These camps directly support the state's literacy initiatives and provide extra learning time for students who are not proficient.					
331.39 Centers of Regional Excellence (CORE)	\$10,000,000	\$0	\$0	\$10,000,000	0
Sub-total	\$10,000,000	\$0	\$0	\$10,000,000	0
<ul style="list-style-type: none"> • School Safety Grants 					
To provide non-recurring funding for school safety grants to Local Education Agencies (LEAs).					
331.09 Improving Schools Program	\$20,000,000	\$0	\$0	\$20,000,000	0
Sub-total	\$20,000,000	\$0	\$0	\$20,000,000	0
<ul style="list-style-type: none"> • Pre-Kindergarten Special Education 					
To provide recurring funding for special education positions and supports for pre-kindergarten students with disabilities.					
331.32 Early Childhood Education	\$18,000,000	\$0	\$0	\$18,000,000	0
Sub-total	\$18,000,000	\$0	\$0	\$18,000,000	0
<ul style="list-style-type: none"> • Advanced Placement (AP) Access for All 					
To provide recurring funding for the Advanced Placement (AP) Access for All program. This program provides mini grants to teachers to purchase items needed for their AP classroom.					
331.05 Academic Offices	\$5,000,000	\$0	\$0	\$5,000,000	0
Sub-total	\$5,000,000	\$0	\$0	\$5,000,000	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Grow Your Own					
To provide recurring funding and establish one position for Grow Your Own apprenticeships. Tennessee is sponsoring Teacher Occupation Apprenticeship programs between school districts and Educator Preparation Providers (EPPs), which will further the state's efforts to solve teacher shortages. This funding will serve 600 new apprentice candidates annually across the state.					
331.05 Academic Offices	\$5,103,700	\$0	\$0	\$5,103,700	1
Sub-total	\$5,103,700	\$0	\$0	\$5,103,700	1
• Accelerating Literacy and Learning (ALL) Corps English Language Arts (ELA) and Math Networks					
To provide recurring funding to create Tennessee ALL Corps ELA and Math Tutoring Networks, which provide small group tutoring sessions in LEAs across the state.					
331.05 Academic Offices	\$10,000,000	\$0	\$0	\$10,000,000	0
Sub-total	\$10,000,000	\$0	\$0	\$10,000,000	0
• ALL Corps Positions					
To provide recurring funding to establish five positions to support ALL Corps programs.					
331.05 Academic Offices	\$573,500	\$0	\$0	\$573,500	5
Sub-total	\$573,500	\$0	\$0	\$573,500	5
• English Language Arts Position					
To provide recurring funding to establish an ELA director to support usage of high quality instructional materials.					
331.05 Academic Offices	\$85,700	\$0	\$0	\$85,700	1
Sub-total	\$85,700	\$0	\$0	\$85,700	1
• Wellness and Safety Field Positions					
To provide recurring funding to establish nine positions to support district strategy and comprehensive services for wellness and safety.					
331.39 Centers of Regional Excellence (CORE)	\$953,700	\$0	\$0	\$953,700	9
Sub-total	\$953,700	\$0	\$0	\$953,700	9
• Governor's Civics Seal Initiative					
To provide recurring funding for the Governor's Civics Seal initiative to recognize public schools and districts implementing high-quality civic education programs that result in readiness for college, career, and civic life.					
331.05 Academic Offices	\$500,000	\$0	\$0	\$500,000	0
Sub-total	\$500,000	\$0	\$0	\$500,000	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Niswonger Foundation Grant					
To provide non-recurring funding for post-secondary and career readiness, workforce readiness, and capacity building.					
331.02 Grants-In-Aid	\$2,170,000	\$0	\$0	\$2,170,000	0
Sub-total	\$2,170,000	\$0	\$0	\$2,170,000	0
• Early Post Secondary Opportunities (EPSOs) Fee Waiver Assistance					
To provide recurring funding to reduce financial barriers for EPSOs for low-income students and to increase participation in Advanced Placement, Cambridge, and International Baccalaureate courses.					
331.45 College, Career and Technical Education	\$350,000	\$0	\$0	\$350,000	0
Sub-total	\$350,000	\$0	\$0	\$350,000	0
• Tennessee School for the Blind Vision Endorsement					
To provide recurring funding to support teacher candidates at Tennessee School for the Blind to receive coursework in one or more vision endorsement areas.					
331.05 Academic Offices	\$180,000	\$0	\$0	\$180,000	0
Sub-total	\$180,000	\$0	\$0	\$180,000	0
• Audit Position					
To provide recurring funding to establish one internal audit position per recommendation of the Comptroller's office.					
331.01 Administration	\$97,300	\$0	\$0	\$97,300	1
Sub-total	\$97,300	\$0	\$0	\$97,300	1
• State Board of Education Position					
To provide recurring funding to establish one position to assist with increased teacher licensure caseload.					
331.07 State Board of Education	\$133,000	\$0	\$0	\$133,000	1
Sub-total	\$133,000	\$0	\$0	\$133,000	1
• Charter Schools					
To provide recurring funding to recognize additional schools being authorized by the Charter School Commission, as well as current schools that will be adding new grade levels. The source of this funding is interdepartmental.					
331.56 Charter School Commission	\$0	\$0	\$7,281,100	\$7,281,100	0
Sub-total	\$0	\$0	\$7,281,100	\$7,281,100	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Charter School Commission Positions					
To provide recurring dedicated funding to establish three positions to support additional schools being authorized by the Charter School Commission. The source of this funding is the charter school authorizer fee.					
331.56 Charter School Commission	\$300,000	\$0	\$0	\$300,000	3
Sub-total	\$300,000	\$0	\$0	\$300,000	3
• Maintenance of Effort Change					
To provide recurring funding to meet the federal maintenance of effort requirements.					
331.45 College, Career and Technical Education	\$232,500	\$0	\$0	\$232,500	0
Sub-total	\$232,500	\$0	\$0	\$232,500	0
• Teacher Training and Experience					
To provide recurring funding for growth in teacher training and experience in state special schools.					
331.91 Tennessee School for the Blind	\$401,200	\$0	\$0	\$401,200	0
331.92 Tennessee School for the Deaf	\$445,100	\$0	\$0	\$445,100	0
Sub-total	\$846,300	\$0	\$0	\$846,300	0
Total Education (K-12)	\$485,351,200	\$0	\$30,205,600	\$515,556,800	21

Higher Education - State Administered Programs

• Navigate Reconnect					
To provide non-recurring funding to increase capacity of the Navigate Reconnect program to provide pre-enrollment counseling and enrollment support for students in the Navigate Reconnect program.					
332.09 THEC Grants	\$800,000	\$0	\$0	\$800,000	0
Sub-total	\$800,000	\$0	\$0	\$800,000	0
• Historically Black College and University (HBCU) Success Summer Bridge Programs					
To provide non-recurring funding for HBCU Summer Bridge programs that provide at-risk incoming students with targeted resources to increase success towards graduation.					
332.09 THEC Grants	\$625,000	\$0	\$0	\$625,000	0
Sub-total	\$625,000	\$0	\$0	\$625,000	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Tennessee Promise Summer Bridge Program					
To provide non-recurring funding for a structured summer academic program for Tennessee Promise students to address remediation needs and gain college success skills prior to enrolling in the fall semester.					
332.09 THEC Grants	\$500,000	\$0	\$0	\$500,000	0
Sub-total	\$500,000	\$0	\$0	\$500,000	0
• Reverse Transfer Portal					
To provide recurring funding for the reverse transfer portal. The portal provides a technological clearinghouse for all degree requirements at community colleges and universities, allowing universities to identify when students qualify for an associate degree.					
332.01 Tennessee Higher Education Commission	\$200,000	\$0	\$0	\$200,000	0
Sub-total	\$200,000	\$0	\$0	\$200,000	0
• Tennessee Higher Education Commission (THEC) - Non-Formula Unit - Salary Pool					
To provide recurring funding for a 5.0 percent salary pool for higher education employees, effective July 1, 2023.					
332.08 Centers of Excellence	\$788,500	\$0	\$0	\$788,500	0
332.11 Campus Centers of Emphasis	\$58,500	\$0	\$0	\$58,500	0
Sub-total	\$847,000	\$0	\$0	\$847,000	0
Total Higher Education - State Administered Programs	\$2,972,000	\$0	\$0	\$2,972,000	0

University of Tennessee System

- Outcomes Growth and Inflationary Adjustment**

To provide recurring funding associated with greater institutional productivity and to provide a 7.7 percent increase to a portion of the operating base impacted by inflation. This appropriation fully funds growth in the outcome-based funding formula.

332.40 UT Chattanooga	\$2,337,800	\$0	\$0	\$2,337,800	0
332.42 UT Knoxville	\$9,839,300	\$0	\$0	\$9,839,300	0
332.44 UT Martin	\$1,356,900	\$0	\$0	\$1,356,900	0
332.46 UT Southern	\$43,600	\$0	\$0	\$43,600	0
Sub-total	\$13,577,600	\$0	\$0	\$13,577,600	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• UT Non-Formula Medical Education Units					
To provide recurring funding to medical education units to offset inflationary cost increases.					
332.28 UT Veterinary Medicine	\$562,600	\$0	\$0	\$562,600	0
332.30 UT Health Science Center	\$1,047,300	\$0	\$0	\$1,047,300	0
Sub-total	\$1,609,900	\$0	\$0	\$1,609,900	0
• UT System Formula Unit - Salary Pool					
To provide recurring funding for a 5.0 percent salary pool for higher education employees effective July 1, 2023.					
332.40 UT Chattanooga	\$3,523,500	\$0	\$0	\$3,523,500	0
332.42 UT Knoxville	\$14,615,500	\$0	\$0	\$14,615,500	0
332.44 UT Martin	\$1,763,000	\$0	\$0	\$1,763,000	0
332.46 UT Southern	\$248,500	\$0	\$0	\$248,500	0
Sub-total	\$20,150,500	\$0	\$0	\$20,150,500	0
• UT System Non-Formula Unit - Salary Pool					
To provide recurring funding for a 5.0 percent salary pool for higher education employees effective July 1, 2023.					
332.10 UT University-Wide Administration	\$169,500	\$0	\$0	\$169,500	0
332.14 Tennessee Foreign Language Center	\$95,500	\$0	\$0	\$95,500	0
332.15 UT Institute for Public Service	\$262,000	\$0	\$0	\$262,000	0
332.16 UT Municipal Technical Advisory Service	\$308,000	\$0	\$0	\$308,000	0
332.17 UT County Technical Assistance Service	\$244,500	\$0	\$0	\$244,500	0
332.23 UT Space Institute	\$483,000	\$0	\$0	\$483,000	0
332.25 UT Agricultural Experiment Station	\$1,596,500	\$0	\$0	\$1,596,500	0
332.26 UT Agricultural Extension Service	\$2,407,500	\$0	\$0	\$2,407,500	0
332.28 UT Veterinary Medicine	\$2,273,500	\$0	\$0	\$2,273,500	0
332.30 UT Health Science Center	\$11,114,500	\$0	\$0	\$11,114,500	0
Sub-total	\$18,954,500	\$0	\$0	\$18,954,500	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• UT System Group Health Insurance - January 1, 2024 Rate Increase					
To provide recurring funding for the state share of a 6.0 percent group health insurance premium increase for January 1, 2024. This is funded for six months in the Recommended Budget.					
332.10 UT University-Wide Administration	\$95,800	\$0	\$0	\$95,800	0
332.14 Tennessee Foreign Language Center	\$6,500	\$0	\$0	\$6,500	0
332.15 UT Institute for Public Service	\$24,900	\$0	\$0	\$24,900	0
332.16 UT Municipal Technical Advisory Service	\$17,400	\$0	\$0	\$17,400	0
332.17 UT County Technical Assistance Service	\$13,300	\$0	\$0	\$13,300	0
332.23 UT Space Institute	\$24,000	\$0	\$0	\$24,000	0
332.25 UT Agricultural Experiment Station	\$134,300	\$0	\$0	\$134,300	0
332.26 UT Agricultural Extension Service	\$257,600	\$0	\$0	\$257,600	0
332.28 UT Veterinary Medicine	\$132,600	\$0	\$0	\$132,600	0
332.30 UT Health Science Center	\$917,000	\$0	\$0	\$917,000	0
332.40 UT Chattanooga	\$411,500	\$0	\$0	\$411,500	0
332.42 UT Knoxville	\$1,365,100	\$0	\$0	\$1,365,100	0
332.44 UT Martin	\$246,200	\$0	\$0	\$246,200	0
332.46 UT Southern	\$32,300	\$0	\$0	\$32,300	0
Sub-total	\$3,678,500	\$0	\$0	\$3,678,500	0
Total University of Tennessee System	\$57,971,000	\$0	\$0	\$57,971,000	0

State University and Community College System

- Blue Oval Tennessee College of Applied Technology (TCAT) - Instructional Equipment**

To provide non-recurring funding for instructional equipment at the Blue Oval TCAT.

332.98 Tennessee Colleges of Applied Technology	\$9,500,000	\$0	\$0	\$9,500,000	0
Sub-total	\$9,500,000	\$0	\$0	\$9,500,000	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Correctional Education Investment					
	To provide funding to the Tennessee Board of Regents (TBR) for increased enrollment in the Correctional Education Investment initiative. Of this total cost, \$350,000 is recurring and \$790,000 is non-recurring.				
332.60 Tennessee Board of Regents	\$1,140,000	\$0	\$0	\$1,140,000	0
Sub-total	\$1,140,000	\$0	\$0	\$1,140,000	0
• Locally Governed Institutions (LGI) Outcomes Growth and Inflationary Adjustment					
	To provide recurring funding associated with greater institutional productivity and to provide a 7.7 percent increase to a portion of the operating base impacted by inflation. This appropriation fully funds growth in the outcome-based funding formula.				
332.70 Austin Peay State University	\$2,240,300	\$0	\$0	\$2,240,300	0
332.72 East Tennessee State University	\$2,878,000	\$0	\$0	\$2,878,000	0
332.74 University of Memphis	\$4,979,800	\$0	\$0	\$4,979,800	0
332.75 Middle Tennessee State University	\$4,096,700	\$0	\$0	\$4,096,700	0
332.77 Tennessee State University	\$1,561,000	\$0	\$0	\$1,561,000	0
332.78 Tennessee Technological University	\$2,285,100	\$0	\$0	\$2,285,100	0
Sub-total	\$18,040,900	\$0	\$0	\$18,040,900	0
• LGI Formula Unit - Salary Pool					
	To provide recurring funding for a 5.0 percent salary pool for higher education employees, effective July 1, 2023.				
332.70 Austin Peay State University	\$2,683,000	\$0	\$0	\$2,683,000	0
332.72 East Tennessee State University	\$4,406,500	\$0	\$0	\$4,406,500	0
332.74 University of Memphis	\$7,450,000	\$0	\$0	\$7,450,000	0
332.75 Middle Tennessee State University	\$6,095,000	\$0	\$0	\$6,095,000	0
332.77 Tennessee State University	\$2,779,500	\$0	\$0	\$2,779,500	0
332.78 Tennessee Technological University	\$2,920,000	\$0	\$0	\$2,920,000	0
Sub-total	\$26,334,000	\$0	\$0	\$26,334,000	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• LGI Non-Formula Unit - Salary Pool					
To provide recurring funding for a 5.0 percent salary pool for higher education employees, effective July 1, 2023.					
332.62	TSU McMinnville Center	\$40,500	\$0	\$0	\$40,500
332.63	TSU Institute of Agricultural and Environmental Research	\$18,500	\$0	\$0	\$18,500
332.64	TSU Cooperative Education	\$81,000	\$0	\$0	\$81,000
332.65	ETSU College of Medicine	\$3,175,500	\$0	\$0	\$3,175,500
332.67	ETSU Family Practice	\$799,500	\$0	\$0	\$799,500
332.68	TSU McIntire-Stennis Forestry Research	\$8,000	\$0	\$0	\$8,000
Sub-total		\$4,123,000	\$0	\$0	\$4,123,000
• LGI Group Health Insurance - January 1, 2024 Rate Increase					
To provide recurring funding for the state share of a 6.0 percent group health insurance premium increase for January 1, 2024. This is funded for six months in the Recommended Budget.					
332.65	ETSU College of Medicine	\$110,300	\$0	\$0	\$110,300
332.67	ETSU Family Practice	\$40,000	\$0	\$0	\$40,000
332.70	Austin Peay State University	\$304,400	\$0	\$0	\$304,400
332.72	East Tennessee State University	\$565,800	\$0	\$0	\$565,800
332.74	University of Memphis	\$710,700	\$0	\$0	\$710,700
332.75	Middle Tennessee State University	\$684,700	\$0	\$0	\$684,700
332.77	Tennessee State University	\$303,400	\$0	\$0	\$303,400
332.78	Tennessee Technological University	\$352,400	\$0	\$0	\$352,400
Sub-total		\$3,071,700	\$0	\$0	\$3,071,700
• East Tennessee State University Non-Formula Medical Education Unit					
To provide recurring funding to medical education units to offset inflationary cost increases.					
332.65	ETSU College of Medicine	\$413,600	\$0	\$0	\$413,600
332.67	ETSU Family Practice	\$15,200	\$0	\$0	\$15,200
Sub-total		\$428,800	\$0	\$0	\$428,800

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Austin Peay State University – Cybersecurity Initiative - Year 3 of 3					
To provide non-recurring funding to support the cybersecurity initiative.					
332.70 Austin Peay State University	\$750,000	\$0	\$0	\$750,000	0
Sub-total	\$750,000	\$0	\$0	\$750,000	0
• Tennessee Technological University - Cybersecurity Education, Research, and Outreach Center					
To provide funding to support the Cybersecurity Education, Research and Outreach Center. Of the total cost, \$1,000,000 is recurring and \$200,000 is non-recurring.					
332.78 Tennessee Technological University	\$1,200,000	\$0	\$0	\$1,200,000	0
Sub-total	\$1,200,000	\$0	\$0	\$1,200,000	0
• Tennessee Board of Regents (TBR) Outcomes Growth and Inflationary Adjustment					
To provide recurring funding associated with greater institutional productivity and to provide a 7.7 percent increase to a portion of the operating base impacted by inflation. This appropriation fully funds growth in the outcome-based funding formula.					
332.89 Tennessee Community Colleges	\$13,296,100	\$0	\$0	\$13,296,100	0
332.98 Tennessee Colleges of Applied Technology	\$2,986,900	\$0	\$0	\$2,986,900	0
Sub-total	\$16,283,000	\$0	\$0	\$16,283,000	0
• TBR System Formula Unit - Salary Pool					
To provide recurring funding for a 5.0 percent salary pool for higher education employees, effective July 1, 2023.					
332.89 Tennessee Community Colleges	\$13,989,000	\$0	\$0	\$13,989,000	0
332.98 Tennessee Colleges of Applied Technology	\$3,571,000	\$0	\$0	\$3,571,000	0
Sub-total	\$17,560,000	\$0	\$0	\$17,560,000	0
• TBR System Non-Formula Unit - Salary Pool					
To provide recurring funding for a 5.0 percent salary pool for higher education employees, effective July 1, 2023.					
332.60 Tennessee Board of Regents	\$1,210,500	\$0	\$0	\$1,210,500	0
Sub-total	\$1,210,500	\$0	\$0	\$1,210,500	0

Education

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• TBR System Group Health Insurance - January 1, 2024 Rate Increase					
	To provide recurring funding for the state share of a 6.0 percent group health insurance premium increase for January 1, 2024. This is funded for six months in the Recommended Budget.				
332.60 Tennessee Board of Regents	\$73,500	\$0	\$0	\$73,500	0
332.89 Tennessee Community Colleges	\$1,383,000	\$0	\$0	\$1,383,000	0
332.98 Tennessee Colleges of Applied Technology	\$362,700	\$0	\$0	\$362,700	0
Sub-total	\$1,819,200	\$0	\$0	\$1,819,200	0
Total State University and Community College System	\$101,461,100	\$0	\$0	\$101,461,100	0
Total Higher Education	\$162,404,100	\$0	\$0	\$162,404,100	0
Total Education	\$647,755,300	\$0	\$30,205,600	\$677,960,900	21

Sports Wagering Advisory Council

The Sports Wagering Advisory Council began regulatory oversight of the sports wagering industry on January 1, 2022, and is responsible for licensing and regulating online sports wagering in Tennessee. The council is composed of nine members, appointed by the Governor, Lieutenant Governor, and Speaker of the House.

The council ensures that online sports wagering operators offer online sports wagering in accordance with the Tennessee Sports Gaming Act. This includes ensuring that online sports wagering is offered in a responsible manner, and that the appropriate privilege tax and licensure fees are paid based on the wagering activity reported by operators.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.15 Sports Wagering Advisory Council					
Full-Time	1	20	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1	20	20	0	20
Payroll	1,111,200	3,949,000	3,943,400	0	3,943,400
Operational	336,100	2,082,200	2,082,200	0	2,082,200
Total	\$1,447,300	\$6,031,200	\$6,025,600	\$0	\$6,025,600
State	1,447,300	6,031,200	6,025,600	0	6,025,600
Federal	0	0	0	0	0
Other	0	0	0	0	0

Department of Education (K-12)

The Department of Education is responsible for ensuring that the children of Tennessee have the opportunity for intellectual development commensurate the children's abilities. The department coordinates and supervises the educational programs provided by the 141 local school districts or Local Education Agencies (LEAs). LEAs operate the state's kindergarten, elementary, secondary, and vocational schools.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administration

Administration is organized into three program areas: Administration, State Board of Education, and the Charter School Commission.

331.01 Administration

Administration functions include developing policy, planning, maintaining the Tennessee Investment in Student Achievement (TISA) funding formula model, providing financial management advisory services to LEAs, and collecting student membership data. Sections in Administration include commissioner's office, internal audit, human resources, central accounts, budget, local finance, and public information.

Full-Time	70	83	83	1	84
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	70	83	83	1	84
Payroll	6,760,800	9,536,600	9,505,600	92,700	9,598,300
Operational	10,810,500	41,047,500	3,041,800	4,600	3,046,400
Total	\$17,571,300	\$50,584,100	\$12,547,400	\$97,300	\$12,644,700
State	14,427,700	48,454,200	10,419,700	97,300	10,517,000
Federal	3,128,900	2,053,500	2,051,300	0	2,051,300
Other	14,700	76,400	76,400	0	76,400

331.07 State Board of Education

The State Board of Education is the regulatory and policy-making body for K-12 public education and the state's special schools for the state of Tennessee. The board has several primary responsibilities, including regularly revising and updating the Master Plan for improving education in the state, establishing policies and guidelines for public education in grades K-12, and providing transparency and oversight for implementation and results of K-12 policies and initiatives. The board is administratively attached to the Department of Education.

Full-Time	15	16	16	1	17
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	15	16	16	1	17
Payroll	1,742,700	2,078,900	2,068,900	133,000	2,201,900
Operational	351,600	665,500	664,500	0	664,500
Total	\$2,094,300	\$2,744,400	\$2,733,400	\$133,000	\$2,866,400

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	1,986,300	2,744,400	2,733,400	133,000	2,866,400
Federal	0	0	0	0	0
Other	108,000	0	0	0	0

331.56 Charter School Commission

The Charter School Commission is the appellate public charter school authorizer and the designated LEA for the schools it has authorized. The commission consists of nine members and includes staff to support the appellate process and LEA oversight responsibilities for the included charter schools.

Full-Time	15	15	15	3	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	15	15	15	3	18
Payroll	1,246,700	1,802,300	1,795,700	300,000	2,095,700
Operational	25,167,500	56,286,900	56,286,900	7,281,100	63,568,000
Total	\$26,414,200	\$58,089,200	\$58,082,600	\$7,581,100	\$65,663,700
State	3,630,200	3,098,500	3,098,500	300,000	3,398,500
Federal	0	0	0	0	0
Other	22,784,000	54,990,700	54,984,100	7,281,100	62,265,200

State Support of LEA Programs

The department provides support for a number of initiatives designed to address specific needs and special programs at the local level. Much of this support is provided directly to LEAs. The programs are Tennessee Investment in Student Achievement (TISA); Non-Public Education Choice Programs; Grants-In-Aid; Technology, Infrastructure, and Support Systems; Academic Offices; Career Ladder; Data and Research; After-School Programs Special Account; Early Childhood Education; Energy Efficient Schools Initiative; Centers of Regional Excellence (CORE); and Driver Education.

331.25 Tennessee Investment in Student Achievement

The Tennessee Investment in Student Achievement (TISA) is a student-based funding model generated by the individual needs of each student. The TISA is a four-tiered funding formula that includes base funding, weights, direct funding, and outcomes funding. The TISA funding model begins July 1, 2023. Actual and Estimated Year reflect the prior funding model, the Basic Education Program (BEP).

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	5,113,581,800	5,355,579,000	6,163,674,000	350,000,000	6,513,674,000
Total	\$5,113,581,800	\$5,355,579,000	\$6,163,674,000	\$350,000,000	\$6,513,674,000
State	5,113,581,800	5,355,579,000	6,163,674,000	350,000,000	6,513,674,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

331.57 Non-Public Education Choice Programs

Non-Public Education Choice Programs includes the state's Education Savings Account (ESA) program. With the ESA program, eligible students assigned a qualifying LEA can use state and local TISA funds toward expenses, such as tuition or fees, at participating private schools.

Full-Time	22	22	22	0	22
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	22	22	22	0	22
Payroll	0	2,465,100	2,465,100	0	2,465,100
Operational	800	26,558,700	26,558,700	0	26,558,700
Total	\$800	\$29,023,800	\$29,023,800	\$0	\$29,023,800
State	800	29,023,800	29,023,800	0	29,023,800
Federal	0	0	0	0	0
Other	0	0	0	0	0

331.02 Grants-In-Aid

Grants-In-Aid provides funding to enhance educational opportunities for students through recurring and non-recurring grants to educational/public television, the Tennessee Holocaust Commission, and the Science Alliance museums. Other grants, funded on a non-recurring basis, also are included in this program.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	7,036,800	17,160,600	4,525,600	2,170,000	6,695,600
Total	\$7,036,800	\$17,160,600	\$4,525,600	\$2,170,000	\$6,695,600
State	7,036,800	17,160,600	4,525,600	2,170,000	6,695,600
Federal	0	0	0	0	0
Other	0	0	0	0	0

331.04 Technology, Infrastructure, and Support Systems

Technology, Infrastructure, and Support Systems provides information services, technology training, and technical support to the department and local school systems.

Full-Time	20	20	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	20	20	20	0	20
Payroll	1,968,700	2,467,600	2,458,600	0	2,458,600
Operational	3,598,300	4,370,600	4,370,600	0	4,370,600
Total	\$5,567,000	\$6,838,200	\$6,829,200	\$0	\$6,829,200
State	5,565,400	6,313,100	6,304,100	0	6,304,100
Federal	1,600	325,100	325,100	0	325,100
Other	0	200,000	200,000	0	200,000

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

331.05 Academic Offices

Academic Offices provides services in areas of standards development and review, content development and support, materials support, and assessment design. The office supports all academic divisions in the areas of training, design, logistics and delivery, policy, communications, and research. Through the Teachers and Leaders division, the office ensures that there are effective teachers and leaders in classrooms and schools across the state via professional learning. The Teachers and Leaders division manages policy implementation and issuance of teacher and leader licensure, approval of educator preparation programs, salary and differentiated pay plans, educator recognition, educator evaluation, and support for recruitment. The division also selects, trains, and supports the Governor's Academy for School Leadership and Teach Tennessee Fellows in the transition to teaching and leading.

Full-Time	57	62	62	7	69
Part-Time	6	6	6	0	6
Seasonal	0	0	0	0	0
Total	63	68	68	7	75
Payroll	5,665,800	6,960,400	6,941,000	726,900	7,667,900
Operational	5,669,300	10,979,800	10,920,800	20,716,000	31,636,800
Total	\$11,335,100	\$17,940,200	\$17,861,800	\$21,442,900	\$39,304,700
State	7,020,400	10,883,600	10,809,100	21,442,900	32,252,000
Federal	3,911,300	6,441,600	6,437,700	0	6,437,700
Other	403,400	615,000	615,000	0	615,000

331.10 Career Ladder

The Comprehensive Education Reform Act of 1984 established the Career Ladder program designed to promote staff development among teachers, principals, and supervisors, and to reward with substantial pay supplements to those evaluated as outstanding and that accept additional responsibilities, as applicable.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	10,221,200	10,258,900	10,258,900	0	10,258,900
Total	\$10,221,200	\$10,258,900	\$10,258,900	\$0	\$10,258,900
State	10,221,200	10,258,900	10,258,900	0	10,258,900
Federal	0	0	0	0	0
Other	0	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

331.11 Data and Research

Data and Research is organized to collect, secure, analyze, and report strategic data in innovative and meaningful ways. From the classroom to the Legislature, the division's work informs quality decision-making and inspires purposeful action to continuously improve educational outcomes for Tennessee students. The division encompasses the offices of Accountability, Assessment Logistics, Data Management and Reporting, Policy and Continuous Improvement, as well as the Research and Strategy unit. Key functions include, but are not limited to, district and school accountability, state report card, strategic plan monitoring, Tennessee Comprehensive Assessment Program (TCAP) administration, National Assessment of Educational Progress (NAEP) - the Nation's Report Card - administration, and external research partnerships. Collectively, the division works to ensure that data is accurate, actionable, and accessible within and beyond the department.

Full-Time	34	35	35	0	35
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	34	35	35	0	35
Payroll	3,274,500	4,261,400	4,245,600	0	4,245,600
Operational	47,332,200	38,887,700	38,076,700	0	38,076,700
Total	\$50,606,700	\$43,149,100	\$42,322,300	\$0	\$42,322,300
State	33,272,200	33,402,300	33,389,700	0	33,389,700
Federal	2,172,300	9,646,800	8,832,600	0	8,832,600
Other	15,162,200	100,000	100,000	0	100,000

331.19 After-School Programs Special Account

After-School Programs Special Account grants are offered at the local level and provide academic enrichment activities designed to help students meet state and local standards. Funding for these programs is generated from unclaimed education lottery prize money. These funds enhance both new and existing after-school programs. The education lottery that funds this program began in January 2004, and the lottery-funded after-school program began in July 2005.

Full-Time	3	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3	3	3	0	3
Payroll	174,500	282,400	281,200	0	281,200
Operational	15,055,600	13,268,200	13,268,200	0	13,268,200
Total	\$15,230,100	\$13,550,600	\$13,549,400	\$0	\$13,549,400
State	15,230,100	13,550,600	13,549,400	0	13,549,400
Federal	0	0	0	0	0
Other	0	0	0	0	0

331.32 Early Childhood Education

The Early Childhood Education initiative was established to promote successful pre-kindergarten programs and prepare children for academic success, with emphasis on children at risk of failure. The Office of Early Learning coordinates and supports this initiative, in addition to school-age child care, Family Resource Centers, and Head Start.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	31	28	28	0	28
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	31	28	28	0	28
Payroll	1,916,900	2,616,100	2,341,600	0	2,341,600
Operational	89,331,200	89,307,100	86,247,400	18,000,000	104,247,400
Total	\$91,248,100	\$91,923,200	\$88,589,000	\$18,000,000	\$106,589,000
State	90,702,300	91,396,900	88,335,800	18,000,000	106,335,800
Federal	93,600	236,200	235,700	0	235,700
Other	452,200	290,100	17,500	0	17,500

331.34 Energy Efficient Schools Initiative

The Energy Efficient Schools Initiative of 2008 and the corresponding council were created to award grants and loans to local school systems for capital outlay projects that meet established energy-efficient design and technology guidelines for school facilities. The council is administratively attached to the Department of Education.

Full-Time	3	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3	3	3	0	3
Payroll	365,400	365,500	363,700	0	363,700
Operational	710,900	174,700	174,700	0	174,700
Total	\$1,076,300	\$540,200	\$538,400	\$0	\$538,400
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,076,300	540,200	538,400	0	538,400

331.39 Centers of Regional Excellence (CORE)

Centers of Regional Excellence (CORE) provides differentiated support to school districts in implementing the department's strategic priorities. The department has eight regional offices throughout the state. The offices are part of a statewide system of support, prioritizing districts with priority schools, focus schools, and other Title I schools in need. CORE teams work closely with district leaders one-on-one and in collaborative teams around data-driven decision making, instructional improvement, and leader and teacher effectiveness.

Full-Time	54	66	66	9	75
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	54	66	66	9	75
Payroll	6,241,000	7,354,500	7,335,100	917,700	8,252,800
Operational	126,987,500	37,501,700	11,997,700	93,786,000	105,783,700
Total	\$133,228,500	\$44,856,200	\$19,332,800	\$94,703,700	\$114,036,500
State	82,047,300	31,459,400	5,939,900	71,779,200	77,719,100
Federal	1,935,800	2,148,500	2,144,600	0	2,144,600
Other	49,245,400	11,248,300	11,248,300	22,924,500	34,172,800

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

331.43 Driver Education

Driver Education utilizes earmarked funds from a portion of the privilege taxes on litigation to support a driver education program for the purpose of teaching highway safety and good driving skills to teenage drivers.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,100,000	1,700,000	1,700,000	0	1,700,000
Total	\$1,100,000	\$1,700,000	\$1,700,000	\$0	\$1,700,000
State	1,100,000	1,700,000	1,700,000	0	1,700,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

Federally-Funded and Supported LEA Programs

Various federally-funded programs, including funding for the Every Student Succeeds Act (ESSA), are designed to enhance the learning environment of disadvantaged and disabled students. Other programs support teacher training in core academic subjects, managing coronavirus funds distributed to the state by the federal government, as well as drug awareness and AIDS education. Child nutrition programs, services to students with disabilities, and career and technical education programs are federally and state-funded.

331.03 ESSA and Federal Programs

ESSA and Federal Programs administers the Every Student Succeeds Act, which is primarily designed to target resources for school improvements and support initiatives to enhance the learning environment. This act contains four basic education reform principles: stronger accountability for results, increased flexibility and local control, expanded options for parents, and an emphasis on teaching methods that have been proven to work. This division also houses the Office of Consolidated Planning and Monitoring.

Full-Time	46	41	41	0	41
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	46	41	41	0	41
Payroll	5,600,400	5,329,500	5,134,000	0	5,134,000
Operational	403,929,700	383,924,500	377,429,500	0	377,429,500
Total	\$409,530,100	\$389,254,000	\$382,563,500	\$0	\$382,563,500
State	2,553,100	1,275,300	1,272,200	0	1,272,200
Federal	405,123,700	387,978,700	381,291,300	0	381,291,300
Other	1,853,300	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

331.09 Improving Schools Program

The Improving Schools Program funds a variety of initiatives designed to provide support for local efforts. The Safe and Drug-Free Schools and Communities program provides financial and technical support to schools and communities to reduce adolescent drug use and violence. The Tobacco Prevention program addresses smoking among young children. The 21st Century Learning Centers administer grants to serve students who attend high-poverty, low-achieving schools. School Health programs provide technical and financial assistance in implementing and developing comprehensive school health programs in the local schools. Financial support is provided through a variety of grant programs, including formula grants to LEAs, as well as discretionary grants to both school and community-based programs. Other federally-funded programs in the Improving Schools Program include Learn and Serve grants and AIDS education.

Full-Time	23	21	18	0	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	23	21	18	0	18
Payroll	3,009,300	2,524,500	2,201,600	0	2,201,600
Operational	169,232,200	63,061,900	28,966,400	20,000,000	48,966,400
Total	\$172,241,500	\$65,586,400	\$31,168,000	\$20,000,000	\$51,168,000
State	35,836,300	35,320,300	2,268,300	20,000,000	22,268,300
Federal	32,642,000	29,986,900	28,620,500	0	28,620,500
Other	103,763,200	279,200	279,200	0	279,200

331.35 School Nutrition Program

The School Nutrition Program provides nutrition education and nutritious meals during the school day. To ensure that all students have access to a nutritious meal, the division reimburses LEAs for all eligible students participating in the School Lunch and School Breakfast programs. Student eligibility is based on federal income poverty guidelines.

Full-Time	23	23	23	0	23
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	23	23	23	0	23
Payroll	2,247,400	2,841,500	2,830,500	0	2,830,500
Operational	685,450,500	415,461,300	415,461,200	0	415,461,200
Total	\$687,697,900	\$418,302,800	\$418,291,700	\$0	\$418,291,700
State	4,680,500	4,833,700	4,832,800	0	4,832,800
Federal	683,017,400	413,464,100	413,453,900	0	413,453,900
Other	0	5,000	5,000	0	5,000

331.36 Special Education Services

The Division of Special Education Services is responsible for initiating, improving, and expanding special education programs and services to children with disabilities, as mandated by state and federal law. The division serves children through two major efforts: providing technical assistance to school systems and agencies that provide special education programs, and ensuring that the rights of disabled children and those children's parents are protected by mediating disagreements between local school systems and parents regarding a child's educational program and providing due process hearings. This division also administers the Individualized Education Act.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	34	30	30	0	30
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	34	30	30	0	30
Payroll	3,372,100	4,392,500	4,374,900	0	4,374,900
Operational	290,621,900	250,406,400	250,406,400	0	250,406,400
Total	\$293,994,000	\$254,798,900	\$254,781,300	\$0	\$254,781,300
State	643,600	1,134,300	1,131,300	0	1,131,300
Federal	293,005,000	253,469,000	253,454,400	0	253,454,400
Other	345,400	195,600	195,600	0	195,600

331.45 College, Career and Technical Education

The Division of College, Career and Technical Education (CCTE) is responsible for providing specialized education courses and support to the state's middle and high school students that will prepare students for post-secondary education, industry certifications, and careers. This includes providing direction to the LEAs in establishing and maintaining programs of study in 16 recognized career clusters. The division is also responsible for the growth and promotion of the state's recognized early post-secondary courses and exams, including dual enrollment, dual credit, and Advanced Placement. Also, CCTE oversees the department's commitment to school counseling, as well as other programs and initiatives, including American College Testing (ACT) strategies, the Governor's Schools, and student career technical organizations.

Full-Time	27	28	28	0	28
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	27	28	28	0	28
Payroll	2,670,500	3,097,800	3,085,600	0	3,085,600
Operational	34,323,600	532,764,400	31,729,200	582,500	32,311,700
Total	\$36,994,100	\$535,862,200	\$34,814,800	\$582,500	\$35,397,300
State	10,339,800	510,533,800	9,489,200	582,500	10,071,700
Federal	25,483,100	25,252,800	25,250,000	0	25,250,000
Other	1,171,200	75,600	75,600	0	75,600

331.52 Relief and Recovery Funds

Relief and Recovery Funds houses the federal grants released to Tennessee to support initiatives in response to the coronavirus pandemic. These funds primarily include appropriations provided in the Coronavirus Aid, Relief, and Economic Security (CARES) Act; the Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act; and the American Rescue Plan (ARP) Act of 2021. Funds are provided directly to LEAs and used for statewide supports to help safely open and sustain the safe operation of schools and address the impact of the coronavirus pandemic on students.

Full-Time	31	27	18	0	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	31	27	18	0	18

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	1,557,800	3,567,900	3,558,500	0	3,558,500
Operational	903,656,200	690,159,000	690,158,900	0	690,158,900
Total	\$905,214,000	\$693,726,900	\$693,717,400	\$0	\$693,717,400
State	0	0	0	0	0
Federal	905,214,000	693,726,900	693,717,400	0	693,717,400
Other	0	0	0	0	0

331.55 Achievement School District

The Achievement School District (ASD) was established to turn around the bottom 5 percent of public schools. The ASD, as a LEA, authorizes charter operators to run schools and directly manages schools. The ASD was created as part of the Race to the Top initiative.

Full-Time	144	126	26	0	26
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	144	126	26	0	26
Payroll	12,697,100	14,865,300	14,865,300	0	14,865,300
Operational	121,670,700	176,653,200	104,400,000	0	104,400,000
Total	\$134,367,800	\$191,518,500	\$119,265,300	\$0	\$119,265,300
State	3,100	0	0	0	0
Federal	0	0	0	0	0
Other	134,364,700	191,518,500	119,265,300	0	119,265,300

Special Schools

The department operates three schools across the state in order to provide academic, vocational, and special instruction in residential settings for legally blind, deaf, and multi-disabled children, preschool age to age 21. These schools are the Tennessee School for the Blind, the Tennessee School for the Deaf, and the West Tennessee School for the Deaf. The programs offered include academic instruction, self-care skills, counseling, pre-vocational training, child health and safety, independent living skills, consultation services to LEAs, and diagnosis and identification of learning problems. The department also operates the Alvin C. York Institute in Jamestown.

331.91 Tennessee School for the Blind

The Tennessee School for the Blind (TSB), located in Nashville, provides residential and educational programs for students, grades pre-K through 12, with multiple disabilities (primarily visually impaired).

Full-Time	177	177	177	0	177
Part-Time	10	10	10	0	10
Seasonal	0	0	0	0	0
Total	187	187	187	0	187
Payroll	12,866,400	14,930,600	14,845,800	401,200	15,247,000
Operational	3,239,300	2,329,600	2,329,600	0	2,329,600
Total	\$16,105,700	\$17,260,200	\$17,175,400	\$401,200	\$17,576,600
State	14,578,600	16,217,900	16,133,100	401,200	16,534,300
Federal	0	0	0	0	0
Other	1,527,100	1,042,300	1,042,300	0	1,042,300

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

331.92 Tennessee School for the Deaf

The Tennessee School for the Deaf (TSD), located in Knoxville, provides residential and educational programs for students, grades pre-K through 12, with multiple disabilities (primarily hearing impaired).

Full-Time	228	236	236	0	236
Part-Time	12	12	12	0	12
Seasonal	0	0	0	0	0
Total	240	248	248	0	248
Payroll	15,158,400	18,416,400	18,307,400	445,100	18,752,500
Operational	4,750,300	3,625,900	3,204,100	0	3,204,100
Total	\$19,908,700	\$22,042,300	\$21,511,500	\$445,100	\$21,956,600
State	18,301,200	21,488,400	20,957,600	445,100	21,402,700
Federal	0	0	0	0	0
Other	1,607,500	553,900	553,900	0	553,900

331.93 West Tennessee School for the Deaf

The West Tennessee School for the Deaf (WTSD), located in Jackson, provides educational programs for students, ages two through 13, with multiple disabilities (primarily hearing impaired).

Full-Time	33	33	33	0	33
Part-Time	8	8	8	0	8
Seasonal	0	0	0	0	0
Total	41	41	41	0	41
Payroll	2,498,200	3,269,600	3,252,000	0	3,252,000
Operational	818,700	437,400	437,400	0	437,400
Total	\$3,316,900	\$3,707,000	\$3,689,400	\$0	\$3,689,400
State	2,981,900	3,483,400	3,465,800	0	3,465,800
Federal	0	0	0	0	0
Other	335,000	223,600	223,600	0	223,600

331.90 Alvin C. York Institute

In 1926, Alvin C. York, a World War I hero, established a school to provide educational opportunities to the children of Fentress County. Today, the Alvin C. York Institute operates as a model rural high school that serves the entire state as a center for improving rural education. The Alvin C. York Institute has the unique distinction as the only state-operated and state-financed comprehensive secondary school in Tennessee. The campus is designated as a state natural area, consists of over 400 acres, and supports a working farm.

Full-Time	66	66	66	0	66
Part-Time	6	6	6	0	6
Seasonal	0	0	0	0	0
Total	72	72	72	0	72
Payroll	5,591,600	6,755,000	6,712,400	0	6,712,400
Operational	1,643,500	1,598,500	1,598,500	0	1,598,500
Total	\$7,235,100	\$8,353,500	\$8,310,900	\$0	\$8,310,900

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	5,949,400	6,823,600	6,781,000	0	6,781,000
Federal	27,900	60,000	60,000	0	60,000
Other	1,257,800	1,469,900	1,469,900	0	1,469,900

331.97 Major Maintenance

The Major Maintenance program provides funding for major repairs that do not meet the criteria for capital maintenance at the department's special schools.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	73,700	239,100	239,100	0	239,100
Total	\$73,700	\$239,100	\$239,100	\$0	\$239,100

State	73,700	239,100	239,100	0	239,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

331.00 Total Education (K-12)

Full-Time	1,156	1,161	1,049	21	1,070
Part-Time	42	42	42	0	42
Seasonal	0	0	0	0	0
Total	1,198	1,203	1,091	21	1,112
Payroll	96,626,200	120,181,400	118,970,100	3,016,600	121,986,700
Operational	8,076,365,500	8,224,408,100	8,338,126,800	512,540,200	8,850,667,000
Total	\$8,172,991,700	\$8,344,589,500	\$8,457,096,900	\$515,556,800	\$8,972,653,700
State	5,481,763,700	6,256,375,100	6,450,332,300	485,351,200	6,935,683,500
Federal	2,355,756,600	1,824,790,100	1,815,874,500	0	1,815,874,500
Other	335,471,400	263,424,300	190,890,100	30,205,600	221,095,700

Statistical Data State Special Schools

York Institute <u>331.90</u>	TN School for the Blind <u>331.91</u>	TN School for the Deaf <u>331.92</u>	West TN School for the Deaf <u>331.93</u>
---	--	---	--

Annual Admissions

2016-2017	588	6	19	40
2017-2018	554	14	25	11
2018-2019	538	19	30	11
2019-2020	560	18	30	45
2020-2021	560	18	30	37
2021-2022	560	118	31	2
2022-2023	527	127	26	45
2023-2024	522	129	26	45

Annual Releases

2016-2017	156	7	29	5
2017-2018	148	5	24	15
2018-2019	159	14	13	15
2019-2020	185	10	12	6
2020-2021	161	11	19	3
2021-2022	161	11	35	11
2022-2023	131	4	30	5
2023-2024	155	16	30	5

Average Daily Census

2016-2017	563	106	146	45
2017-2018	511	135	137	43
2018-2019	491	98	145	43
2019-2020	490	107	148	42
2020-2021	517	100	151	33
2021-2022	517	104	141	31
2022-2023	495	104	178	40
2023-2024	472	107	178	40

Cost Per Occupancy Day

2016-2017	\$65.21	\$654.49	\$636.59	\$330.67
2017-2018	\$74.67	\$569.67	\$735.26	\$378.15
2018-2019	\$77.01	\$816.24	\$710.20	\$363.45
2019-2020	\$75.89	\$739.21	\$702.47	\$409.33
2020-2021	\$79.06	\$838.02	\$648.76	\$481.16
2021-2022	\$77.75	\$860.35	\$784.42	\$594.43
2022-2023	\$93.75	\$922.02	\$687.96	\$514.86
2023-2024	\$97.82	\$912.60	\$685.29	\$512.42

Higher Education - State Administered Programs

The mission of the state-sponsored higher education program is to provide affordable, high-quality, post-secondary education to Tennesseans. Higher Education also provides services through research, medical, agricultural, and public service programs. Emphasis is placed on the coordination of higher education, student financial aid, and special programs designed to improve the overall quality of education. The University of Tennessee, the State University and Community College System, the six Locally Governed Institutions (LGIs), the Tennessee Higher Education Commission, and the Tennessee Student Assistance Corporation work together to accomplish these activities.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Tennessee Higher Education Commission

The Tennessee Higher Education Commission (THEC) was created in 1967 to coordinate and unify Tennessee's public higher education programs, including the University of Tennessee (UT) and the Tennessee Board of Regents (TBR) systems. The commission is comprised of nine lay members, with six-year terms, representing the three grand divisions of the state; the Comptroller of the Treasury, State Treasurer, and Secretary of State, each serving ex-officio; the executive director of the State Board of Education, serving ex-officio; and one public higher education student. An executive director, appointed by the commission, manages the agency.

The commission's primary responsibilities include developing and maintaining a master plan for public higher education, making budgetary recommendations to the Governor, developing policies and formulas for the equitable distribution of public funds among public higher education institutions, studying the need for programs and departments at institutions, reviewing proposals for new degree programs and academic departments, making determinations concerning the establishment of new institutions of higher learning, submitting a biennial report on the status of higher education, administering the contract education program, administering tuition waiver and discount programs, authorizing the operation of post-secondary educational institutions, researching and analyzing the Education Lottery Scholarship program, and coordinating Drive to 55 initiatives.

The FOCUS Act of 2016 augmented THEC's coordinating role in Tennessee higher education by formalizing authority to set binding tuition and fee ranges; oversee the higher education capital projects process; and convene stakeholders to protect and advance state, institutional, and consumer interests.

332.01 Tennessee Higher Education Commission

This program provides funds for the staffing and other operating costs of THEC.

Full-Time	70	73	73	0	73
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	70	73	73	0	73
Payroll	8,482,300	9,733,100	9,700,100	0	9,700,100
Operational	6,509,900	6,585,000	6,585,000	200,000	6,785,000
Total	\$14,992,200	\$16,318,100	\$16,285,100	\$200,000	\$16,485,100
State	5,866,500	6,584,800	6,564,300	200,000	6,764,300
Federal	4,672,700	4,722,200	4,719,900	0	4,719,900
Other	4,453,000	5,011,100	5,000,900	0	5,000,900

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.02 Contract Education

Contract Education is a program through which Tennessee residents are enrolled in Tennessee's private colleges and universities to address special educational needs in the state. Also included in this program is minority teacher education, which provides services through public institutions that expand the recruitment pool of African-Americans preparing to teach in grades K-12. The program also includes funds for the post-Geier desegregation settlement access and diversity initiative.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,288,900	2,577,000	2,577,000	0	2,577,000
Total	\$2,288,900	\$2,577,000	\$2,577,000	\$0	\$2,577,000
State	2,288,900	2,577,000	2,577,000	0	2,577,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

332.09 THEC Grants

The THEC Grants program provides funding for the tuition discount and fee waiver program, the Harold Love community service awards program, the federally-funded improving teacher quality grants, and a tuition freeze program for students who are in the military reserves or National Guard and are mobilized to active duty. This program also houses the majority of the state's Drive to 55 initiatives.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	36,675,500	73,161,200	8,661,200	1,925,000	10,586,200
Total	\$36,675,500	\$73,161,200	\$8,661,200	\$1,925,000	\$10,586,200
State	35,698,000	73,161,200	8,661,200	1,925,000	10,586,200
Federal	0	0	0	0	0
Other	977,500	0	0	0	0

332.08 Centers of Excellence

The Centers of Excellence program is administered by THEC and provides additional funding to Tennessee's public four-year universities to supplement specific disciplines that are deemed excellent or demonstrate the potential for excellence. There are 26 Centers of Excellence based on the following principles: expansion of research and economic development, attainment of regional and national recognition, enhancement of institutional strengths, and differentiation of missions among institutions.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	19,045,000	19,728,600	19,728,600	788,500	20,517,100
Total	\$19,045,000	\$19,728,600	\$19,728,600	\$788,500	\$20,517,100
State	19,045,000	19,728,600	19,728,600	788,500	20,517,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,381,700	1,431,300	1,431,300	58,500	1,489,800
Total	\$1,381,700	\$1,431,300	\$1,431,300	\$58,500	\$1,489,800
State	1,381,700	1,431,300	1,431,300	58,500	1,489,800
Federal	0	0	0	0	0
Other	0	0	0	0	0

Tennessee Student Assistance Corporation

The Tennessee Student Assistance Corporation (TSAC) is a non-profit agency that administers financial assistance programs for students enrolled in post-secondary institutions in Tennessee. The agency is governed by an 15-member board of directors, including the Governor, the State Treasurer, the Comptroller of the Treasury, the Commissioner of Finance and Administration, the Commissioner of Education, and representatives of higher education serving ex-officio. Other members, each appointed by the Governor, include two students enrolled in Tennessee institutions of higher education, and three private citizens. The executive director of the Tennessee Higher Education Commission serves as the executive director of TSAC.

Currently, TSAC's duties include administering 21 lottery and state-funded scholarships including HOPE, Wilder-Naifeh Technical Skills Grant, Dual Enrollment, Tennessee Promise, Tennessee Reconnect, Tennessee Student Assistance Award, and Academic Scholars; conducting financial aid reviews at postsecondary institutions to ensure compliance with the statutory and regulatory requirements; and providing financial aid awareness programs to high school students throughout Tennessee.

332.03 Tennessee Student Assistance Awards

The Tennessee Student Assistance Awards program provides non-repayable education grants to financially-needy undergraduate students who are residents of Tennessee and enrolled at a public or eligible private post-secondary educational institution in Tennessee.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	111,456,700	113,262,500	113,262,500	0	113,262,500
Total	\$111,456,700	\$113,262,500	\$113,262,500	\$0	\$113,262,500
State	111,456,700	113,262,500	113,262,500	0	113,262,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

332.05 Tennessee Student Assistance Corporation

The Tennessee Student Assistance Corporation provides all administrative management and oversight for each of the corporation's programs. This program provides funding for the staffing and other operating costs of administering the financial assistance programs.

Full-Time	53	53	53	0	53
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	53	53	53	0	53
Payroll	5,324,700	6,619,700	6,594,100	0	6,594,100
Operational	1,853,700	1,351,600	1,351,600	0	1,351,600
Total	\$7,178,400	\$7,971,300	\$7,945,700	\$0	\$7,945,700
State	1,899,000	2,670,600	2,657,800	0	2,657,800
Federal	0	0	0	0	0
Other	5,279,400	5,300,700	5,287,900	0	5,287,900

332.06 Academic Scholars Program

The Academic Scholars Program provides funding for the Ned McWherter scholars program. The Ned McWherter Scholars program is intended to encourage academically superior Tennessee high school graduates to attend college in Tennessee.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,361,700	1,590,500	1,590,500	0	1,590,500
Total	\$1,361,700	\$1,590,500	\$1,590,500	\$0	\$1,590,500
State	1,211,800	1,211,800	1,211,800	0	1,211,800
Federal	0	0	0	0	0
Other	149,900	378,700	378,700	0	378,700

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.07 Loan/Scholarship Programs

Loan/Scholarship Programs encourages exemplary students who are Tennessee residents and U.S. citizens to enter the teaching, medical, and nursing education fields. Participants in the teaching and medical programs incur an obligation to work in an area of need in Tennessee for each year an award is received. Participants in the nursing education program agree to enter a faculty or administrative position at a college or university in Tennessee in a nursing education program and serve for four years.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,350,000	1,058,700	442,700	0	442,700
Total	\$1,350,000	\$1,058,700	\$442,700	\$0	\$442,700
State	1,096,900	767,700	151,700	0	151,700
Federal	0	0	0	0	0
Other	253,100	291,000	291,000	0	291,000

332.19 Lottery for Education Account

The Lottery for Education Account represents lottery proceeds generated from the Tennessee Lottery Corporation. The majority of these funds are made available for post-secondary scholarships, which include the Tennessee HOPE Scholarship, the General Assembly Merit Scholarship, the Aspire Need-Based Supplemental Award, the Dual Enrollment Grant, and the Tennessee Reconnect Grant.

Administrative costs associated with the scholarship program within the Tennessee Higher Education Commission and Tennessee Student Assistance Corporation are also funded from the appropriation to the Lottery for Education Account.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	353,464,700	438,800,000	443,100,000	0	443,100,000
Total	\$353,464,700	\$438,800,000	\$443,100,000	\$0	\$443,100,000
State	353,464,700	438,800,000	443,100,000	0	443,100,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

Higher Education Capital Maintenance

332.49 Higher Education Capital Maintenance

Higher Education Capital Maintenance provides financial support for capital maintenance projects at the University of Tennessee System, the Tennessee Board of Regents System, and all Locally Governed Institutions.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	50,000,000	50,000,000	0	50,000,000
Total	\$0	\$50,000,000	\$50,000,000	\$0	\$50,000,000
State	0	50,000,000	50,000,000	0	50,000,000
Federal	0	0	0	0	0
Other	0	0	0	0	0
332.00 Total Higher Education - State Administered Programs					
Full-Time	123	126	126	0	126
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	123	126	126	0	126
Payroll	13,807,000	16,352,800	16,294,200	0	16,294,200
Operational	535,387,800	709,546,400	648,730,400	2,972,000	651,702,400
Total	\$549,194,800	\$725,899,200	\$665,024,600	\$2,972,000	\$667,996,600
State	533,409,200	710,195,500	649,346,200	2,972,000	652,318,200
Federal	4,672,700	4,722,200	4,719,900	0	4,719,900
Other	11,112,900	10,981,500	10,958,500	0	10,958,500

University of Tennessee System

The University of Tennessee (UT) is a statewide land grant institution governed by a Board of Trustees. The University of Tennessee offers academic programs in a large number of specialized areas at the bachelor's, master's, and doctoral levels. In addition to the traditional teaching mission, the UT system is engaged in a number of research and public service activities. The UT system has campuses in Knoxville, Chattanooga, Martin, Pulaski, and Memphis, where the UT Health Science Center is located.

Note: Position counts shown below are for full-time, unrestricted education and general employees only. Headcount figures are for Fall 2021 and Fall 2022. Federal revenues, tuition and fees, and other revenues are unrestricted current funds derived from education and general sources, and auxiliary enterprise sources.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.10 UT University-Wide Administration

UT University-Wide Administration provides administrative support and oversight for all of the University of Tennessee campuses and functions. Administrative services include the offices of the president, business and finance, general counsel, audit and consulting, governmental relations, athletic directors, and the Board of Trustees.

Full-Time Administrative	66	69	69	0	69
Professional	165	169	169	0	169
Faculty	1	1	1	0	1
Clerical/Support	68	69	69	0	69
Total	300	308	308	0	308
Headcount	0	0	0	0	0
State	14,270,600	128,052,800	5,828,700	265,300	6,094,000
Federal	0	0	0	0	0
Other	27,370,200	26,926,100	26,926,100	0	26,926,100
Tuition/Fees	0	0	0	0	0
Total	\$41,640,800	\$154,978,900	\$32,754,800	\$265,300	\$33,020,100

332.21 UT Access and Diversity Initiative

The UT Access and Diversity Initiative provides financial support to the University of Tennessee for the continuance of higher education access and diversity initiatives after the September 2006 dismissal of the 1968 Geier desegregation lawsuit. The success of a five-year settlement agreement, implemented in 2001, led to the dismissal. The initiative includes efforts that proved to be the most effective in the settlement program. The initiative includes financial aid, graduate fellowships, and student and faculty recruitment and retention programs.

Full-Time Administrative	0	0	0	0	0
Professional	0	0	0	0	0
Faculty	0	0	0	0	0
Clerical/Support	0	0	0	0	0
Total	0	0	0	0	0
Headcount	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	5,806,700	5,806,700	5,806,700	0	5,806,700
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
Total	\$5,806,700	\$5,806,700	\$5,806,700	\$0	\$5,806,700

Public Service

One of the missions of the University of Tennessee is to provide services to the public beyond traditional post-secondary and professional education and training by providing information and technical assistance to business, industry, and government; advising the counties, cities, and towns of Tennessee in law, public works, finance, accounting, and governmental affairs; providing technical services and technology-based training to local, regional, and national law enforcement agencies; and providing continuing education on and off campuses, with special emphasis on degree-granting programs in non-traditional settings.

332.15 UT Institute for Public Service

The UT Institute for Public Service provides research and technical assistance to state and local government and industry. The institute also provides on-site technical assistance and training, as well as regional training conferences. The institute maintains offices in Nashville, Chattanooga, Cookeville, Knoxville, Martin, Memphis, Johnson City, Columbia, Oak Ridge, and Jackson.

Full-Time Administrative	12	13	13	0	13
Professional	15	17	17	0	17
Faculty	0	0	0	0	0
Clerical/Support	15	14	14	0	14
Total	42	44	44	0	44
Headcount	0	0	0	0	0
State	6,818,100	7,083,100	6,551,800	286,900	6,838,700
Federal	486,500	515,800	515,800	0	515,800
Other	1,914,800	1,834,300	1,834,300	0	1,834,300
Tuition/Fees	0	0	0	0	0
Total	\$9,219,400	\$9,433,200	\$8,901,900	\$286,900	\$9,188,800

332.16 UT Municipal Technical Advisory Service

The UT Municipal Technical Advisory Service provides technical assistance to the incorporated cities of the state. Assistance is offered in the fields of finance and accounting, human resources, legal issues, and public safety.

Full-Time Administrative	5	4	4	0	4
Professional	33	34	34	0	34
Faculty	0	0	0	0	0
Clerical/Support	9	9	9	0	9
Total	47	47	47	0	47
Headcount	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	3,970,600	4,276,600	4,241,500	325,400	4,566,900
Federal	0	0	0	0	0
Other	4,995,500	5,094,000	5,094,000	0	5,094,000
Tuition/Fees	0	0	0	0	0
Total	\$8,966,100	\$9,370,600	\$9,335,500	\$325,400	\$9,660,900

332.17 UT County Technical Assistance Service

The UT County Technical Assistance Service provides the state's 95 county governments with technical assistance and information on most aspects of county government, including financial, environmental, and legislative.

Full-Time Administrative	4	5	5	0	5
Professional	28	28	28	0	28
Faculty	0	0	0	0	0
Clerical/Support	4	3	3	0	3
Total	36	36	36	0	36
Headcount	0	0	0	0	0
State	3,396,000	3,652,200	3,625,300	257,800	3,883,100
Federal	0	0	0	0	0
Other	3,365,300	3,382,300	3,382,300	0	3,382,300
Tuition/Fees	0	0	0	0	0
Total	\$6,761,300	\$7,034,500	\$7,007,600	\$257,800	\$7,265,400

332.14 Tennessee Foreign Language Center

The Tennessee Foreign Language Center's mission is to encourage and facilitate the learning and teaching of foreign languages. The institute serves more than 4,000 persons annually through classes in more than 115 languages.

Full-Time Administrative	5	5	5	0	5
Professional	3	4	4	0	4
Faculty	0	0	0	0	0
Clerical/Support	9	10	10	0	10
Total	17	19	19	0	19
Headcount	0	0	0	0	0
State	802,400	890,800	878,100	102,000	980,100
Federal	0	0	0	0	0
Other	2,370,900	2,633,000	2,633,000	0	2,633,000
Tuition/Fees	0	0	0	0	0
Total	\$3,173,300	\$3,523,800	\$3,511,100	\$102,000	\$3,613,100

Agricultural Units

Agricultural programs are an important focus of the University of Tennessee in its capacity as a land grant institution. The various units of the program promote and support agriculture through basic and applied research, assistance to community groups in all 95 counties, and veterinary training and research.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.25 UT Agricultural Experiment Station

The UT Agricultural Experiment Station develops technology to enhance the efficiency of agricultural, forest, and ornamental industries; improve the quality of rural life; and conserve rural environmental resources including soil, water, air, and wildlife. Services are provided through campus-based programs and field laboratories.

Full-Time Administrative	17	17	17	0	17
Professional	85	85	85	0	85
Faculty	96	97	97	0	97
Clerical/Support	107	108	108	0	108
Total	305	307	307	0	307
Headcount	0	0	0	0	0
State	32,488,900	34,172,600	33,945,100	1,730,800	35,675,900
Federal	7,606,900	8,647,200	8,647,200	0	8,647,200
Other	6,914,400	3,470,300	3,470,300	0	3,470,300
Tuition/Fees	0	0	0	0	0
Total	\$47,010,200	\$46,290,100	\$46,062,600	\$1,730,800	\$47,793,400

332.26 UT Agricultural Extension Service

The UT Agricultural Extension Service is an off-campus unit of the UT Institute of Agriculture. The unit offers educational programs and research-based information about agriculture, community resource development, nutrition, health, lawn and garden, and youth development to local governments and the general public. The extension service operates an office in every county.

Full-Time Administrative	16	17	17	0	17
Professional	289	299	299	0	299
Faculty	51	51	51	0	51
Clerical/Support	137	138	138	0	138
Total	493	505	505	0	505
Headcount	0	0	0	0	0
State	42,280,600	44,786,600	44,418,800	2,665,100	47,083,900
Federal	9,611,700	9,669,200	9,669,200	0	9,669,200
Other	9,324,500	9,728,000	9,728,000	0	9,728,000
Tuition/Fees	0	0	0	0	0
Total	\$61,216,800	\$64,183,800	\$63,816,000	\$2,665,100	\$66,481,100

332.28 UT Veterinary Medicine

The UT College of Veterinary Medicine is located on the agricultural campus of the University of Tennessee in Knoxville. Departments include Biomedical and Diagnostic Sciences, Large Animal Clinical Sciences, and Small Animal Clinical Sciences. The college offers a Doctor of Veterinary Medicine and a joint Doctor of Veterinary Medicine and Master in Public Health.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time Administrative	10	11	11	0	11
Professional	41	43	43	0	43
Faculty	109	111	111	0	111
Clerical/Support	235	243	243	0	243
Total	395	408	408	0	408
Headcount	380	396	396	0	396
State	24,129,000	29,424,700	29,130,000	2,968,700	32,098,700
Federal	1,291,900	1,385,600	1,385,600	0	1,385,600
Other	23,112,100	24,503,100	24,503,100	0	24,503,100
Tuition/Fees	13,279,800	13,929,500	13,929,500	0	13,929,500
Total	\$61,812,800	\$69,242,900	\$68,948,200	\$2,968,700	\$71,916,900

Medical Education Unit

The Medical Education Unit of the University of Tennessee plays an important role in meeting the state's health care needs. With the goal of providing high-quality health care to all geographic regions of the state, the Medical Education Unit trains physicians and other health care professionals.

332.30 UT Health Science Center

The UT Health Science Center in Memphis focuses on meeting the state's health-care needs. The campus is divided into six colleges including Dentistry, Graduate Health Sciences, Health Professionals, Medicine, Nursing, and Pharmacy. The program also includes the UT Family and UT College of Medicine programs.

Full-Time Administrative	148	143	143	0	143
Professional	312	327	327	0	327
Faculty	642	618	618	0	618
Clerical/Support	886	877	877	0	877
Total	1,988	1,965	1,965	0	1,965
Headcount	3,239	3,142	3,142	0	3,142
State	177,089,400	192,633,900	191,150,900	13,078,800	204,229,700
Federal	15,354,000	14,780,000	14,780,000	0	14,780,000
Other	30,656,100	34,867,700	34,867,700	0	34,867,700
Tuition/Fees	89,698,000	90,379,900	90,379,900	0	90,379,900
Total	\$312,797,500	\$332,661,500	\$331,178,500	\$13,078,800	\$344,257,300

University and Research Campuses

The University of Tennessee provides comprehensive undergraduate and graduate studies at each of its major campuses at Knoxville, Chattanooga, Martin, and Pulaski. These campuses provide services to citizens in all areas of the state through education, research, and public service activities. Graduate studies in aerospace and related fields are provided at the UT Space Institute in Tullahoma.

332.12 UT Research Initiatives

All technical and research-related appropriations are reflected in this program. Funds are transferred to the appropriate institutional program.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time Administrative	0	0	0	0	0
Professional	0	0	0	0	0
Faculty	0	0	0	0	0
Clerical/Support	0	0	0	0	0
Total	0	0	0	0	0
Headcount	0	0	0	0	0
State	5,852,900	5,852,900	5,852,900	0	5,852,900
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
Total	\$5,852,900	\$5,852,900	\$5,852,900	\$0	\$5,852,900

332.23 UT Space Institute

The UT Space Institute, located in Tullahoma, provides graduate study and research in aerospace engineering and related fields and hosts a center of excellence in laser applications. The institute also provides assistance to private companies involved in aerospace engineering.

Full-Time Administrative	10	12	12	0	12
Professional	16	17	17	0	17
Faculty	16	14	14	0	14
Clerical/Support	39	42	42	0	42
Total	81	85	85	0	85
Headcount	85	80	80	0	80
State	9,668,700	10,162,000	10,101,600	507,000	10,608,600
Federal	423,300	270,000	270,000	0	270,000
Other	972,500	350,000	350,000	0	350,000
Tuition/Fees	1,386,000	1,200,900	1,200,900	0	1,200,900
Total	\$12,450,500	\$11,982,900	\$11,922,500	\$507,000	\$12,429,500

332.40 UT Chattanooga

The University of Tennessee at Chattanooga is a comprehensive university offering degrees at the bachelor's, master's, and doctoral levels, as well as various certificate and pre-professional programs. The university's center of excellence is in computer applications.

Full-Time Administrative	109	111	111	0	111
Professional	310	324	324	0	324
Faculty	517	538	538	0	538
Clerical/Support	350	339	339	0	339
Total	1,286	1,312	1,312	0	1,312
Headcount	11,457	11,283	11,283	0	11,283
State	63,908,400	73,436,500	71,592,700	6,272,800	77,865,500
Federal	900,900	440,400	440,400	0	440,400
Other	27,774,300	29,290,700	29,290,700	0	29,290,700
Tuition/Fees	128,578,700	129,226,500	129,226,500	0	129,226,500
Total	\$221,162,300	\$232,394,100	\$230,550,300	\$6,272,800	\$236,823,100

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.42 UT Knoxville

The University of Tennessee at Knoxville is the state's oldest and largest public university. The university offers degrees at the undergraduate, graduate, and professional levels. Focus is also given to programs in health sciences, agriculture, public service, and space science through related research institutions. The university's centers of excellence are in science alliance, materials processing, and secure and sustainable environment.

Full-Time Administrative	312	319	319	0	319
Professional	1,032	1,182	1,182	0	1,182
Faculty	1,633	1,723	1,723	0	1,723
Clerical/Support	1,615	1,601	1,601	0	1,601
Total	4,592	4,825	4,825	0	4,825
Headcount	31,236	33,329	33,329	0	33,329
State	265,574,900	309,301,400	306,644,300	25,819,900	332,464,200
Federal	22,327,400	19,825,000	19,825,000	0	19,825,000
Other	305,007,200	298,940,700	298,940,700	0	298,940,700
Tuition/Fees	553,510,600	564,751,200	564,751,200	0	564,751,200
Total	\$1,146,420,100	\$1,192,818,300	\$1,190,161,200	\$25,819,900	\$1,215,981,100

332.44 UT Martin

The University of Tennessee at Martin is an undergraduate-focused institution offering degrees at the undergraduate and graduate levels. Graduate programs include agricultural operations, family and consumer sciences, business, criminal justice, and education. The university's center of excellence is in experimental learning in agricultural science.

Full-Time Administrative	55	54	54	0	54
Professional	110	112	112	0	112
Faculty	319	312	312	0	312
Clerical/Support	256	256	256	0	256
Total	740	734	734	0	734
Headcount	6,712	6,868	6,868	0	6,868
State	36,668,900	41,921,400	42,045,200	3,366,100	45,411,300
Federal	100,900	149,400	149,400	0	149,400
Other	15,234,200	15,990,200	15,990,200	0	15,990,200
Tuition/Fees	65,379,100	60,888,400	60,888,400	0	60,888,400
Total	\$117,383,100	\$118,949,400	\$119,073,200	\$3,366,100	\$122,439,300

332.46 UT Southern

The University of Tennessee Southern, located in Pulaski, is a liberal arts, four-year college, offering undergraduate, graduate, and professional programs. Programs are organized into areas including general education, business, humanities, math and science, nursing, social science, special programs, and honors programs.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time Administrative	10	11	11	0	11
Professional	52	50	50	0	50
Faculty	56	53	53	0	53
Clerical/Support	23	25	25	0	25
Total	141	139	139	0	139
Headcount	876	934	934	0	934
State	6,230,000	5,761,900	5,656,700	324,400	5,981,100
Federal	1,700	0	0	0	0
Other	6,845,800	3,678,200	3,678,200	0	3,678,200
Tuition/Fees	9,113,000	8,427,400	8,427,400	0	8,427,400
Total	\$22,190,500	\$17,867,500	\$17,762,300	\$324,400	\$18,086,700

332.10 Total University of Tennessee System

Full-Time Administrative	779	791	791	0	791
Professional	2,491	2,691	2,691	0	2,691
Faculty	3,440	3,518	3,518	0	3,518
Clerical/Support	3,753	3,734	3,734	0	3,734
Total	10,463	10,734	10,734	0	10,734
Headcount	53,985	56,032	56,032	0	56,032
State	698,956,100	897,216,100	767,470,300	57,971,000	825,441,300
Federal	58,105,200	55,682,600	55,682,600	0	55,682,600
Other	465,857,800	460,688,600	460,688,600	0	460,688,600
Tuition/Fees	860,945,200	868,803,800	868,803,800	0	868,803,800
Total	\$2,083,864,300	\$2,282,391,100	\$2,152,645,300	\$57,971,000	\$2,210,616,300

State University and Community College System

The State University and Community College System was created by the General Assembly in 1972 to serve the state and its citizenry by providing educational opportunities, research, continuing education, and public activities. It consists of four-year universities, two-year community colleges, and colleges of applied technology. The institutions span the state and are reported as a network of public education with each campus offering unique characteristics and services.

The Focus on College and University Success (FOCUS) Act of 2016 required the Governor to appoint independent governing boards for each of the six four-year universities (hereafter referred to as Locally Governed Institutions) that were previously a part of the Board of Regents. As of March 2017, each of the universities operates independently from the system, with the board maintaining authority over the operating budget of each university to ensure Tennessee state school bond financing agreements are met.

Note: Position counts shown below are for full-time, unrestricted education and general employees only. Headcount figures are for Fall 2021 and Fall 2022. Federal revenues, tuition and fees, and other revenues are unrestricted current funds derived from education and general sources and from auxiliary enterprise sources.

	Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
Tennessee Board of Regents					
Full-Time Administrative	13	12	12	0	12
Professional	100	141	141	0	141
Faculty	0	0	0	0	0
Clerical/Support	60	69	69	0	69
Total	173	222	222	0	222
Headcount	0	0	0	0	0
State	19,807,100	38,930,400	29,534,300	2,424,000	31,958,300
Federal	19,900	20,000	20,000	0	20,000
Other	18,391,300	20,378,900	20,378,900	0	20,378,900
Tuition/Fees	0	0	0	0	0
Total	\$38,218,300	\$59,329,300	\$49,933,200	\$2,424,000	\$52,357,200

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.59 Regents Access and Diversity Initiative

The Regents Access and Diversity Initiative program provides financial support to the State University and Community College System for the continuance of higher education access and diversity initiatives after the September 2006 dismissal of the 1968 Geier desegregation lawsuit. The success of a five-year settlement agreement, implemented in 2001, led to the dismissal. The initiative includes efforts that proved to be the most effective in the settlement program. The initiative includes financial aid and stipends, student and faculty recruitment and retention programs, continuing support of the Tennessee State University (TSU) Avon Williams Campus in downtown Nashville, and statewide oversight.

Full-Time Administrative	0	0	0	0	0
Professional	0	0	0	0	0
Faculty	0	0	0	0	0
Clerical/Support	0	0	0	0	0
Total	0	0	0	0	0
Headcount	0	0	0	0	0
State	10,256,900	10,256,900	10,256,900	0	10,256,900
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
Total	\$10,256,900	\$10,256,900	\$10,256,900	\$0	\$10,256,900

Community Colleges

The Complete College Act of 2010 stated that, beginning in fiscal year 2012-2013, funding recommendations for community colleges be limited to only aggregate funding by the Tennessee Higher Education Commission. Funding levels for individual community colleges are determined by the Tennessee Board of Regents.

332.89 Tennessee Community Colleges

Tennessee Community Colleges provide two-year academic instruction in a wide variety of programs that prepare students for transfer to four-year institutions as well as for direct entry into the workforce. The community colleges combine both technical training and academic instruction on the same campus.

Full-Time Administrative	123	117	117	0	117
Professional	1,408	1,424	1,424	0	1,424
Faculty	1,981	1,929	1,929	0	1,929
Clerical/Support	1,570	1,496	1,496	0	1,496
Total	5,082	4,966	4,966	0	4,966
Headcount	73,123	70,313	70,313	0	70,313
State	321,029,500	361,206,700	351,899,000	28,668,100	380,567,100
Federal	3,927,200	3,783,000	3,783,000	0	3,783,000
Other	68,726,600	31,596,800	31,596,800	0	31,596,800
Tuition/Fees	267,413,300	254,444,500	254,444,500	0	254,444,500
Total	\$661,096,600	\$651,031,000	\$641,723,300	\$28,668,100	\$670,391,400

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Tennessee Colleges of Applied Technology

The state's 26 colleges of applied technology provide occupational training tailored to the specific needs of businesses and industries in the geographic regions served. Each school is associated with a two-year institution, allowing students greater flexibility in educational choices. Students earn certificates for completion of incremental specialties within an occupational job title and diplomas for completion of occupational programs.

332.98 Tennessee Colleges of Applied Technology

This program provides funds for the staffing and operational costs of the colleges that provide post-secondary vocational education, as described above.

Full-Time Administrative	57	58	58	0	58
Professional	121	135	135	0	135
Faculty	633	665	665	0	665
Clerical/Support	242	242	242	0	242
Total	1,053	1,100	1,100	0	1,100
Headcount	15,216	18,179	18,179	0	18,179
State	113,371,700	117,615,100	104,197,900	16,420,600	120,618,500
Federal	333,500	102,500	102,500	0	102,500
Other	11,409,800	11,215,800	11,215,800	0	11,215,800
Tuition/Fees	43,399,400	46,365,100	46,365,100	0	46,365,100
Total	\$168,514,400	\$175,298,500	\$161,881,300	\$16,420,600	\$178,301,900

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Locally Governed Institutions

The Locally Governed Institutions (LGIs) of the State University and Community College System are four-year universities operating under independent governing boards and offer undergraduate, graduate, and professional studies to the citizens of Tennessee. Located throughout the state, LGIs operate comprehensive programs in subjects as diverse as occupational training, the arts and sciences, law, and health.

332.70 Austin Peay State University

Austin Peay State University is a comprehensive liberal arts institution located in Clarksville. The university offers undergraduate and graduate degree programs in the liberal arts and sciences and complements classroom work with team teaching, cooperative learning, community services, international programs, and collaborative research between faculty and students. Two centers of excellence are also provided in field biology and creative arts.

Full-Time Administrative	36	36	36	0	36
Professional	296	317	317	0	317
Faculty	408	416	416	0	416
Clerical/Support	230	230	230	0	230
Total	970	999	999	0	999
Headcount	9,362	9,000	9,000	0	9,000
State	58,819,700	68,246,900	68,605,100	5,977,700	74,582,800
Federal	8,289,600	4,750,000	4,750,000	0	4,750,000
Other	21,571,800	22,719,600	22,719,600	0	22,719,600
Tuition/Fees	78,396,700	84,135,600	84,135,600	0	84,135,600
Total	\$167,077,800	\$179,852,100	\$180,210,300	\$5,977,700	\$186,188,000

332.72 East Tennessee State University

East Tennessee State University (ETSU), located in Johnson City, offers degree programs in arts and sciences, business and technology, education, medicine, nursing, public and allied health, and graduate studies. ETSU houses two centers of excellence in Appalachian studies and early childhood studies. To help meet the health needs of the citizens of eastern Tennessee, ETSU provides comprehensive medical training and residency programs through the Quillen College of Medicine, the family medicine residency programs, and the College of Pharmacy.

Full-Time Administrative	39	37	37	0	37
Professional	536	561	561	0	561
Faculty	714	726	726	0	726
Clerical/Support	467	460	460	0	460
Total	1,756	1,784	1,784	0	1,784
Headcount	12,737	12,976	12,976	0	12,976
State	78,255,200	111,723,300	89,742,400	7,850,300	97,592,700
Federal	1,670,100	1,600,000	1,600,000	0	1,600,000
Other	41,558,900	45,803,200	45,803,200	0	45,803,200
Tuition/Fees	146,071,200	144,525,100	144,525,100	0	144,525,100
Total	\$267,555,400	\$303,651,600	\$281,670,700	\$7,850,300	\$289,521,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.65 ETSU College of Medicine

The ETSU Quillen College of Medicine provides medical study and training for students interested in primary care as physicians or health care professionals. The college's focus is on practice in underserved rural communities. The college also is committed to biomedical research and to improving health care in northeast Tennessee and the surrounding Appalachia region.

Full-Time Administrative	7	5	5	0	5
Professional	90	96	96	0	96
Faculty	158	165	165	0	165
Clerical/Support	108	108	108	0	108
Total	363	374	374	0	374
Headcount	297	294	294	0	294
State	40,577,400	44,243,400	43,928,600	3,699,400	47,628,000
Federal	2,569,800	1,500,000	1,500,000	0	1,500,000
Other	13,490,300	15,622,700	15,622,700	0	15,622,700
Tuition/Fees	10,897,500	12,371,100	12,371,100	0	12,371,100
Total	\$67,535,000	\$73,737,200	\$73,422,400	\$3,699,400	\$77,121,800

332.66 ETSU College of Pharmacy

The mission of the ETSU College of Pharmacy is to train pharmacists for placement in community pharmacies and rural hospital settings to aid in the more effective use of medication. The educational program includes a significant emphasis on pharmaceutical care to reduce the unnecessary use of medications. Much of the training is within interdisciplinary teams of medical, nursing, public health, and pharmacy students, who will be located within rural communities. This method of training prepares future pharmacists for improved consultation with physicians and prescribing nurses, resulting in the most efficient, effective, low-cost drug treatments for mutual patients.

Full-Time Administrative	2	1	1	0	1
Professional	12	12	12	0	12
Faculty	33	29	29	0	29
Clerical/Support	12	12	12	0	12
Total	59	54	54	0	54
Headcount	259	210	210	0	210
State	0	0	0	0	0
Federal	96,800	0	0	0	0
Other	663,000	170,900	170,900	0	170,900
Tuition/Fees	9,408,900	8,276,200	8,276,200	0	8,276,200
Total	\$10,168,700	\$8,447,100	\$8,447,100	\$0	\$8,447,100

332.67 ETSU Family Practice

The ETSU Family Practice program was established to train physicians who will practice comprehensive primary health care to families and communities primarily in the rural communities of East Tennessee and Southern Appalachia.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time Administrative	0	0	0	0	0
Professional	29	31	31	0	31
Faculty	35	30	30	0	30
Clerical/Support	52	51	51	0	51
Total	116	112	112	0	112
Headcount	0	0	0	0	0
State	8,577,200	9,362,100	9,275,600	854,700	10,130,300
Federal	0	0	0	0	0
Other	11,019,600	10,006,400	10,006,400	0	10,006,400
Tuition/Fees	0	0	0	0	0
Total	\$19,596,800	\$19,368,500	\$19,282,000	\$854,700	\$20,136,700

332.74 University of Memphis

The University of Memphis is a comprehensive metropolitan university offering degrees at the bachelor's, master's, professional, and doctoral levels. The university has five centers of excellence in applied psychology, communicative disorders, earthquake information, Egyptology, and education policy.

Full-Time Administrative	64	67	67	0	67
Professional	785	845	845	0	845
Faculty	1,092	1,126	1,126	0	1,126
Clerical/Support	680	660	660	0	660
Total	2,621	2,698	2,698	0	2,698
Headcount	21,622	21,917	21,917	0	21,917
State	138,589,000	203,134,300	152,502,100	13,140,500	165,642,600
Federal	6,231,700	4,155,900	4,155,900	0	4,155,900
Other	87,794,600	106,863,800	106,863,800	0	106,863,800
Tuition/Fees	214,311,900	216,540,500	216,540,500	0	216,540,500
Total	\$446,927,200	\$530,694,500	\$480,062,300	\$13,140,500	\$493,202,800

332.75 Middle Tennessee State University

Located in Murfreesboro, Middle Tennessee State University (MTSU) offers undergraduate, graduate, and doctoral programs in the arts and sciences. Programs are organized into university colleges including basic and applied sciences, graduate studies, business, education and behavioral science, university honors, liberal arts, mass communication, and education. MTSU's two centers of excellence are popular music and historic preservation.

Full-Time Administrative	66	68	68	0	68
Professional	669	684	684	0	684
Faculty	1,025	1,028	1,028	0	1,028
Clerical/Support	484	479	479	0	479
Total	2,244	2,259	2,259	0	2,259
Headcount	20,857	20,086	20,086	0	20,086

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	116,713,800	135,211,400	125,458,600	10,876,400	136,335,000
Federal	1,448,700	1,150,000	1,150,000	0	1,150,000
Other	53,719,700	53,285,000	53,285,000	0	53,285,000
Tuition/Fees	209,177,600	202,730,100	202,730,100	0	202,730,100
Total	\$381,059,800	\$392,376,500	\$382,623,700	\$10,876,400	\$393,500,100

332.77 Tennessee State University

Tennessee State University (TSU) is a comprehensive, land-grant university located in Nashville. TSU offers numerous bachelor and master degrees and doctoral programs including biological sciences, psychology, public administration, physical therapy, computer information systems, educational administration and supervision, and curriculum and instruction. TSU's two centers of excellence are learning sciences and information systems. Agricultural units are an important part of TSU's mission. As a land grant institution, TSU receives federal funds from the U.S. Department of Agriculture to help finance agricultural research and extension at the Institute of Agricultural and Environmental Research (IAgER) and the TSU Cooperative Extension program. The state appropriations match federal grant funds.

Full-Time Administrative	62	66	66	0	66
Professional	336	370	370	0	370
Faculty	399	413	413	0	413
Clerical/Support	242	245	245	0	245
Total	1,039	1,094	1,094	0	1,094
Headcount	8,077	9,218	9,218	0	9,218
State	43,192,500	48,446,300	47,803,700	4,643,900	52,447,600
Federal	3,676,700	2,500,000	2,500,000	0	2,500,000
Other	35,764,500	49,622,900	49,622,900	0	49,622,900
Tuition/Fees	80,977,900	99,224,700	99,224,700	0	99,224,700
Total	\$163,611,600	\$199,793,900	\$199,151,300	\$4,643,900	\$203,795,200

332.63 TSU Institute of Agricultural and Environmental Research

The TSU IAgER is the principal agricultural and environmental research division of TSU. The institute's multi-disciplinary research efforts are in the areas of animal and alternative livestock; economics and policy; nursery, medicinal, and alternative food crops; environmental protection and enhancement; and food safety, nutrition, and family well-being.

Full-Time Administrative	1	0	0	0	0
Professional	1	1	1	0	1
Faculty	1	0	0	0	0
Clerical/Support	0	0	0	0	0
Total	3	1	1	0	1
Headcount	0	0	0	0	0
State	4,858,100	4,984,400	4,982,200	18,500	5,000,700
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
Total	\$4,858,100	\$4,984,400	\$4,982,200	\$18,500	\$5,000,700

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.62 TSU McMinnville Center

The TSU McMinnville Center, an IAgER facility, is a nursery crop research station and is the only such academic research station in the nation. The center provides leadership in strengthening and expanding the regional nursery industry through research in the areas of pathology, entomology, genetics, horticulture, and related sciences.

Full-Time Administrative	1	1	1	0	1
Professional	5	5	5	0	5
Faculty	1	0	0	0	0
Clerical/Support	3	2	2	0	2
Total	10	8	8	0	8
Headcount	0	0	0	0	0
State	1,466,200	1,514,200	1,506,700	40,500	1,547,200
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
Total	\$1,466,200	\$1,514,200	\$1,506,700	\$40,500	\$1,547,200

332.64 TSU Cooperative Education

The TSU Cooperative Education program, through 14 county offices, offers educational programs and research-based information to local governments and the general public in the areas of agriculture and natural resources, community and rural development, 4-H and youth development, and family and consumer sciences.

Full-Time Administrative	0	0	0	0	0
Professional	13	5	5	0	5
Faculty	1	3	3	0	3
Clerical/Support	2	5	5	0	5
Total	16	13	13	0	13
Headcount	0	0	0	0	0
State	5,865,100	6,082,100	6,070,200	81,000	6,151,200
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
Total	\$5,865,100	\$6,082,100	\$6,070,200	\$81,000	\$6,151,200

332.68 TSU McIntire-Stennis Forestry Research

The McIntire-Stennis Act of 1962 makes funding available to state programs at land grant institutions for forestry research. States must provide matching funds equal to or greater than the federal allocation. Eligible institutions are required to conduct research in areas such as reforestation and land management; watershed and rangeland management; management of forest lands for outdoor recreation; protection of forests and resources against fire, insects, and disease; utilization of wood and other forest-related products; and studies promoting the most effective use of forest resources.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time Administrative	0	0	0	0	0
Professional	0	0	0	0	0
Faculty	0	0	0	0	0
Clerical/Support	0	0	0	0	0
Total	0	0	0	0	0
Headcount	0	0	0	0	0
State	207,800	215,400	215,400	8,000	223,400
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
Total	\$207,800	\$215,400	\$215,400	\$8,000	\$223,400

332.78 Tennessee Technological University

Tennessee Technological University is a comprehensive university located in Cookeville. While the university's strength is in technology and engineering, other academic divisions include agriculture and human sciences, arts and sciences, business, education, interdisciplinary studies, and graduate studies. The university's three centers of excellence are energy systems research, manufacturing, and water resources.

Full-Time Administrative	35	36	36	0	36
Professional	393	411	411	0	411
Faculty	460	459	459	0	459
Clerical/Support	300	290	290	0	290
Total	1,188	1,196	1,196	0	1,196
Headcount	9,840	9,902	9,902	0	9,902
State	64,829,000	80,621,500	74,947,200	6,757,500	81,704,700
Federal	2,262,100	1,419,700	1,419,700	0	1,419,700
Other	37,772,900	30,775,900	30,775,900	0	30,775,900
Tuition/Fees	100,912,800	100,544,000	100,544,000	0	100,544,000
Total	\$205,776,800	\$213,361,100	\$207,686,800	\$6,757,500	\$214,444,300

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

332.60 Total State University and Community College System

Full-Time Administrative	506	504	504	0	504
Professional	4,794	5,038	5,038	0	5,038
Faculty	6,941	6,989	6,989	0	6,989
Clerical/Support	4,452	4,349	4,349	0	4,349
Total	16,693	16,880	16,880	0	16,880
Headcount	171,390	172,095	172,095	0	172,095
State	1,026,416,200	1,241,794,400	1,120,925,900	101,461,100	1,222,387,000
Federal	30,526,100	20,981,100	20,981,100	0	20,981,100
Other	401,883,000	398,061,900	398,061,900	0	398,061,900
Tuition/Fees	1,160,967,200	1,169,156,900	1,169,156,900	0	1,169,156,900
Total	\$2,619,792,500	\$2,829,994,300	\$2,709,125,800	\$101,461,100	\$2,810,586,900

Grand Total Higher Education

Full-Time Positions	123	126	126	0	126
Part-Time Positions	0	0	0	0	0
Seasonal Positions	0	0	0	0	0
Full-Time Administrative	1,285	1,295	1,295	0	1,295
Professional	7,285	7,729	7,729	0	7,729
Faculty	10,381	10,507	10,507	0	10,507
Clerical/Support	8,205	8,083	8,083	0	8,083
Total	27,279	27,740	27,740	0	27,740
Headcount	225,375	228,127	228,127	0	228,127
State	2,258,781,500	2,849,206,000	2,537,742,400	162,404,100	2,700,146,500
Federal	93,304,000	81,385,900	81,383,600	0	81,383,600
Other	878,853,700	869,732,000	869,709,000	0	869,709,000
Tuition/Fees	2,021,912,400	2,037,960,700	2,037,960,700	0	2,037,960,700
Total	\$5,252,851,600	\$5,838,284,600	\$5,526,795,700	\$162,404,100	\$5,689,199,800

Health and Social Services



Health and Social Services

Table of Contents



Introduction	B-143
Total Personnel and Funding	B-144
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-145
Cost Increases for Fiscal Year 2023-2024.....	B-146
Program Statements.....	B-163
Commission on Children and Youth.....	B-163
Commission on Aging and Disability	B-164
Health Facilities Commission	B-165
Council on Developmental Disabilities	B-166
Department of Finance and Administration, Division of TennCare	B-167
Department of Mental Health and Substance Abuse Services.....	B-170
Statistical Data – Mental Health Institutes	B-175
Department of Health.....	B-176
Department of Intellectual and Developmental Disabilities	B-183
Statistical Data – Intellectual and Developmental Disabilities	B-189
Department of Human Services	B-190
Department of Finance and Administration, Strategic Health-Care Programs	B-195
Department of Children’s Services.....	B-197
Statistical Data – Youth Development Centers	B-202

Health and Social Services

Recommended Budget, Fiscal Year 2023 – 2024

The agencies and departments of this functional group are concerned with the health and well-being of the citizens of Tennessee. The Health and Social Services functional area is comprised of the following commissions, departments, and agencies:

- Commission on Children and Youth
- Commission on Aging and Disability
- Health Facilities Commission
- Council on Developmental Disabilities
- Department of Finance and Administration, Division of TennCare
- Department of Mental Health and Substance Abuse Services
- Department of Intellectual and Developmental Disabilities
- Department of Health
- Department of Human Services
- Department of Finance and Administration, Strategic Health-Care Programs
- Department of Children's Services.

A major responsibility of this functional group is the administration of programs for children who are placed in the state's custody. These programs range from the provision of a structured environment for troubled youth to a safe home setting for foster care children. Services for children in state care are based on professional assessments of each child and family.

This functional group also is charged with ensuring quality treatment and habilitation services for the mentally ill and intellectually disabled citizens of Tennessee. This includes institutional and community programs for the mentally ill and the intellectually disabled.

In addition to programs for special-needs citizens, general health-care services are provided through local and regional health-care facilities. These programs range from immunization of school children to ensuring quality care for the elderly.

Health-care programs for Medicaid-eligible and Medicaid waiver-eligible citizens also are the responsibility of this functional group. These services are provided by TennCare, a comprehensive health-care delivery system.

These agencies also are charged with helping disadvantaged Tennesseans achieve or maintain self-sufficiency. Other assistance programs include Supplemental Nutrition Assistance Program (SNAP) benefits to qualified applicants, protective services to abused and neglected children, and legal services to establish, enforce, and administer child support obligations for citizens.

Families First, a time-limited assistance program, emphasizes job skills development. Support services, such as child care and transportation, also are provided to Families First recipients.

Cover Tennessee provides comprehensive health coverage to uninsured children and seriously ill adults who can afford health coverage but who have been turned down by insurance companies. Cover Tennessee also provides affordable medication to low-income citizens who are uninsured.

Cost Increases and Program Statements

The following section includes: (1) a table on personnel and funding for all agencies in this functional area of state government; (2) a table on the recommended budget for each agency by funding source; (3) a statement of recommended cost increases for the ensuing fiscal year; and (4) departmental program statements, indicating the recommended funding and staffing for the ensuing year, compared with actual amounts for the last year and the amounts budgeted for the current year.

Health and Social Services

Total Personnel and Funding

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
Personnel			
Full-Time	15,696	15,828	15,843
Part-Time	221	221	221
Seasonal	0	0	0
TOTAL	15,917	16,049	16,064
Expenditures			
Payroll	\$ 1,084,666,100	\$ 1,310,542,900	\$ 1,324,859,500
Operational	20,003,200,400	21,731,678,800	21,190,564,000
TOTAL	\$ 21,087,866,500	\$ 23,042,221,700	\$ 22,515,423,500
Funding			
State	\$ 4,625,362,400	\$ 6,104,913,000	\$ 6,433,302,900
Federal	14,512,278,500	15,137,878,000	14,222,766,500
Other	1,950,225,600	1,799,430,700	1,859,354,100
Tuition/Fees	0	0	0

Health and Social Services
Recommended Budget for Fiscal Year 2023-2024
By Funding Source

Department	State	Federal	Other	Total
316.01 Commission on Children and Youth	4,127,500	1,071,600	821,900	6,021,000
316.02 Commission on Aging and Disability	27,980,100	52,853,800	482,400	81,316,300
316.07 Health Facilities Commission	27,008,900	9,116,700	6,388,900	42,514,500
316.14 Council on Developmental Disabilities	343,300	1,747,600	580,000	2,670,900
318.00 Finance and Administration, Division of TennCare	4,752,507,400	9,037,728,200	748,677,800	14,538,913,400
339.00 Mental Health and Substance Abuse Services	387,363,800	99,301,800	67,539,900	554,205,500
343.00 Health	272,276,400	378,500,700	219,334,300	870,111,400
344.00 Intellectual and Developmental Disabilities	142,087,200	10,352,000	215,705,400	368,144,600
345.00 Human Services	200,556,000	4,241,706,000	50,355,400	4,492,617,400
350.00 Finance and Administration, Strategic Health-Care Programs	57,123,700	151,435,400	4,102,500	212,661,600
359.00 Children's Services	561,928,600	238,952,700	545,365,600	1,346,246,900
Total	\$6,433,302,900	\$14,222,766,500	\$1,859,354,100	\$22,515,423,500

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Commission on Aging and Disability					
• Direct Support Professionals - OPTIONS for Community Living					
To provide recurring funding to increase the pay of direct support professionals in the OPTIONS for Community Living program.					
316.02 Commission on Aging and Disability	\$300,000	\$0	\$0	\$300,000	0
Sub-total	\$300,000	\$0	\$0	\$300,000	0
Total Commission on Aging and Disability	\$300,000	\$0	\$0	\$300,000	0
Health Facilities Commission					
• Online Certificate of Need System					
To provide recurring funding for the software licensing and maintenance of the commission's online Certificate of Need (CON) application system, supported by CON fees.					
316.07 Health Facilities Commission	\$200,000	\$0	\$0	\$200,000	0
Sub-total	\$200,000	\$0	\$0	\$200,000	0
• Certificate of Need Position					
To provide recurring funding to establish one position for the CON application system, which will also serve as projects coordinator and revenue officer, supported by CON fees.					
316.07 Health Facilities Commission	\$144,700	\$0	\$0	\$144,700	1
Sub-total	\$144,700	\$0	\$0	\$144,700	1
• Trauma Fund Position					
To establish one position for support of the Trauma System Fund. The position will be funded with existing funding.					
316.07 Health Facilities Commission	\$0	\$0	\$0	\$0	1
Sub-total	\$0	\$0	\$0	\$0	1
Total Health Facilities Commission	\$344,700	\$0	\$0	\$344,700	2

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
Finance and Administration, Division of TennCare					
• Tennessee Strong Families					
To provide recurring funding for TennCare's comprehensive plan to improve maternal, postpartum, and children's health outcomes. Funding will increase the income threshold for pregnant mothers to 250 percent of the Federal Poverty Level (FPL), increase the eligibility income threshold for caretaker relatives to 100 percent FPL, make permanent the postpartum coverage pilot, which provides 12 months of continued eligibility for mothers after giving birth, implement 12 months of continuous TennCare eligibility for low-income children, introduce a lactation consultant benefit for pregnant and post-partum women, and increase the grant pool for perinatal centers.					
318.65 TennCare Administration	\$375,000	\$375,000	\$0	\$750,000	0
318.66 TennCare Medical Services	\$29,637,100	\$55,189,200	\$0	\$84,826,300	0
Sub-total	\$30,012,100	\$55,564,200	\$0	\$85,576,300	0

• Health Starts Initiative

To provide non-recurring funding for the second year of the TennCare initiative to integrate whole-person health approaches for TennCare members. This program includes provider partnerships to screen and refer members for identified social needs, continued implementation of a closed-loop referral system to facilitate and track referrals, and a pilot program to help bring targeted groups of providers under the benefit umbrella. State matching funds for this item will be allotted from the TennCare Reserve.

318.65 TennCare Administration	\$0	\$11,400,000	\$0	\$11,400,000	0
Sub-total	\$0	\$11,400,000	\$0	\$11,400,000	0

• Medical Inflation

To provide recurring funding for a 2.4 percent medical inflation increase in managed care organization expenditures.

318.66 TennCare Medical Services	\$66,311,700	\$125,812,700	\$0	\$192,124,400	0
Sub-total	\$66,311,700	\$125,812,700	\$0	\$192,124,400	0

• Pharmacy

To provide recurring funding for the pharmacy program due to an increase in prescription drug prices.

318.66 TennCare Medical Services	\$47,760,100	\$90,614,900	\$0	\$138,375,000	0
Sub-total	\$47,760,100	\$90,614,900	\$0	\$138,375,000	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Medicare Services					
To provide recurring funding for the increase in Medicare payments of dual-eligible members' Part D pharmacy services and monthly premiums in the Part B program.					
318.72 Medicare Services	\$54,408,200	\$50,766,900	\$0	\$105,175,100	0
Sub-total	\$54,408,200	\$50,766,900	\$0	\$105,175,100	0
• Federally Qualified Health Centers and Rural Health Clinics Reimbursement					
To provide recurring funding for an increased reimbursement rate of this federally designated class of clinics due to growth in the number of sites.					
318.70 Supplemental Payments	\$5,177,200	\$9,822,800	\$0	\$15,000,000	0
Sub-total	\$5,177,200	\$9,822,800	\$0	\$15,000,000	0
• Medicaid Management Information System (MMIS)					
To provide non-recurring funding for the modernization of the MMIS system, which analyzes claims and payment data, due to federal modernization requirements. State matching funds for this item will be allotted from the TennCare Reserve.					
318.65 TennCare Administration	\$0	\$125,326,800	\$0	\$125,326,800	0
Sub-total	\$0	\$125,326,800	\$0	\$125,326,800	0
• Eligibility System					
To provide non-recurring funding for the continued development and operation of a new eligibility system. State matching funds for this item will be allotted from the TennCare Reserve.					
318.65 TennCare Administration	\$0	\$57,008,800	\$0	\$57,008,800	0
Sub-total	\$0	\$57,008,800	\$0	\$57,008,800	0
• Provider Rate Increase					
To provide a pool of recurring funding for provider rate increases in the behavioral health mobile crisis program.					
318.66 TennCare Medical Services	\$2,000,000	\$3,794,500	\$0	\$5,794,500	0
Sub-total	\$2,000,000	\$3,794,500	\$0	\$5,794,500	0
• School-Based Dental Prevention Program Extension					
To provide recurring funding to increase the contract with the Department of Health for preventative dental services in school-based settings.					
318.66 TennCare Medical Services	\$258,900	\$491,100	\$0	\$750,000	0
Sub-total	\$258,900	\$491,100	\$0	\$750,000	0

Health and Social Services
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Adult Dental Program Positions					
To provide recurring funding to establish four positions for the administration and appeals processes related to the dental benefit for adult enrollees.					
318.65 TennCare Administration	\$200,800	\$201,000	\$0	\$401,800	4
Sub-total	\$200,800	\$201,000	\$0	\$401,800	4
• Long Term Services and Supports (LTSS) Positions					
To provide recurring funding to establish four positions to address an increased workload in the LTSS area, including the Katie Beckett Waiver and ECF CHOICES programs.					
318.65 TennCare Administration	\$207,400	\$207,400	\$0	\$414,800	4
Sub-total	\$207,400	\$207,400	\$0	\$414,800	4
• Contract and Procurement Positions					
To provide recurring funding to establish three positions in procurement due to an increase in both the number and complexity of contracts.					
318.65 TennCare Administration	\$177,700	\$177,700	\$0	\$355,400	3
Sub-total	\$177,700	\$177,700	\$0	\$355,400	3
• Information Technology Security Positions					
To provide recurring funding to establish two positions to support security initiatives within the department.					
318.65 TennCare Administration	\$68,900	\$206,600	\$0	\$275,500	2
Sub-total	\$68,900	\$206,600	\$0	\$275,500	2
• Third-Party Liability Positions					
To provide recurring funding to establish one position to support the increased demand for release of TennCare estate recovery claims to increase efficiency in closing estates in probate.					
318.65 TennCare Administration	\$39,700	\$39,700	\$0	\$79,400	1
Sub-total	\$39,700	\$39,700	\$0	\$79,400	1

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Federal Medical Assistance Percentage (FMAP)					
To provide recurring state funding to reflect a decrease in the FMAP rate from 66.165 percent to 65.485 percent.					
318.66 TennCare Medical Services	\$54,367,000	(\$54,367,000)	\$0	\$0	0
318.70 Supplemental Payments	\$765,400	(\$765,400)	\$0	\$0	0
318.71 Intellectual Disabilities Services	\$7,334,200	(\$7,334,200)	\$0	\$0	0
318.72 Medicare Services	\$3,661,600	(\$3,661,600)	\$0	\$0	0
Sub-total	\$66,128,200	(\$66,128,200)	\$0	\$0	0
• Direct Support Professionals - Home and Community-Based Services					
To provide recurring funding to increase the pay of direct support professionals in certain home and community-based services.					
318.66 TennCare Medical Services	\$6,337,000	\$12,023,000	\$0	\$18,360,000	0
Sub-total	\$6,337,000	\$12,023,000	\$0	\$18,360,000	0
• Intellectual and Developmental Disabilities Waiver - Direct Support Professionals					
To provide recurring funding to increase the hourly rate from \$13.75 to \$14.44 for direct support professionals for home and community-based waiver services in the Department of Intellectual and Developmental Disability Services (DIDD).					
318.71 Intellectual Disabilities Services	\$12,463,000	\$23,646,000	\$0	\$36,109,000	0
Sub-total	\$12,463,000	\$23,646,000	\$0	\$36,109,000	0
• Intellectual and Developmental Disabilities Waiver - Provider Rate Increase					
To provide a pool of recurring funding for nursing and independent service coordinator provider rate increases in home and community-based waiver services in DIDD.					
318.71 Intellectual Disabilities Services	\$2,277,900	\$4,322,100	\$0	\$6,600,000	0
Sub-total	\$2,277,900	\$4,322,100	\$0	\$6,600,000	0
• TennCare for DIDD					
To provide recurring funding for the TennCare share of the health services regional crisis growth cost increase recommended for DIDD.					
318.71 Intellectual Disabilities Services	\$244,300	\$463,400	\$0	\$707,700	0
Sub-total	\$244,300	\$463,400	\$0	\$707,700	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• TennCare for the Department of Children's Services (DCS)					
To provide funding for the TennCare share of cost increases recommended for DCS. Of the \$22,265,400 in state appropriations, \$10,413,400 is for a provider rate increase, \$6,330,400 is for increasing provider placements, \$2,661,700 is for a case manager salary adjustment, \$1,816,800 is for private provider case management, \$620,000 is for information technology resources, \$241,400 is for a juvenile justice re-entry facility, and \$181,700 is for a child health information technology system. Of this total appropriation, \$22,083,700 is recurring and \$181,700 is non-recurring.					
318.66 TennCare Medical Services	\$22,265,400	\$41,038,400	\$0	\$63,303,800	0
Sub-total	\$22,265,400	\$41,038,400	\$0	\$63,303,800	0
Total Finance and Administration, Division of TennCare	\$316,338,500	\$546,799,800	\$0	\$863,138,300	14

Mental Health and Substance Abuse Services

- Residential Re-entry Housing Program**

To provide funding to establish one position and operate six residential facilities. These facilities will serve individuals with severe and persistent mental health challenges re-entering the community from incarceration. This program will provide funding for startup and operational costs of the facilities. Of this total cost, \$6,320,700 is recurring and \$6,748,200 is non-recurring.

339.08 Community Mental Health Services	\$13,068,900	\$0	\$0	\$13,068,900	1
Sub-total	\$13,068,900	\$0	\$0	\$13,068,900	1

- Substance Use Residential Treatment Beds Infrastructure Enhancement**

To provide non-recurring funding to increase substance use residential treatment bed capacity. Grants will be provided for the renovation or construction of facilities. Other funding is from opioid settlement funds.

339.03 Community Substance Abuse Services	\$0	\$0	\$12,000,000	\$12,000,000	0
Sub-total	\$0	\$0	\$12,000,000	\$12,000,000	0

- Provider Rate Increase**

To provide a pool of recurring funding for provider rate increases in the mental health and substance abuse prevention programs within the department.

339.03 Community Substance Abuse Services	\$2,810,000	\$0	\$0	\$2,810,000	0
339.08 Community Mental Health Services	\$6,190,000	\$0	\$0	\$6,190,000	0
Sub-total	\$9,000,000	\$0	\$0	\$9,000,000	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Juvenile Justice Diversion					
To provide recurring funding to expand the juvenile justice diversion program to serve an additional 300 justice-involved youth with community-based treatment services.					
339.08 Community Mental Health Services	\$1,322,000	\$0	\$0	\$1,322,000	0
Sub-total	\$1,322,000	\$0	\$0	\$1,322,000	0
• Alliance Healthcare Services					
To provide non-recurring funding for a grant to Alliance Healthcare Services for a crisis wellness center.					
339.08 Community Mental Health Services	\$7,000,000	\$0	\$0	\$7,000,000	0
Sub-total	\$7,000,000	\$0	\$0	\$7,000,000	0
• Davidson County Residential Drug Court Contract					
To provide recurring funding to increase a grant to the Davidson County Drug Court. Funding will be used to increase capacity in the program, which provides substance use treatment in a residential setting.					
339.03 Community Substance Abuse Services	\$180,000	\$0	\$0	\$180,000	0
Sub-total	\$180,000	\$0	\$0	\$180,000	0
• Licensure Positions					
To provide recurring funding to establish four positions to support licensure and compliance due to an increase in treatment sites.					
339.01 Administrative Services Division	\$497,900	\$0	\$0	\$497,900	4
Sub-total	\$497,900	\$0	\$0	\$497,900	4
• Contract and Legal Positions					
To provide recurring funding for three positions to assist in the creation and review of contracts due to an increase in workload. Of these positions, two will be newly established, and one will utilize an existing vacant position.					
339.01 Administrative Services Division	\$341,500	\$0	\$0	\$341,500	2
Sub-total	\$341,500	\$0	\$0	\$341,500	2

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Tennessee Sports Gambling Fund					
To provide non-recurring funding from the fund for grants to develop and establish treatment programs and resources for gambling addiction and compulsive gambling, pursuant to TCA 4-51-319.					
339.03 Community Substance Abuse Services	\$0	\$0	\$2,316,500	\$2,316,500	0
Sub-total	\$0	\$0	\$2,316,500	\$2,316,500	0
• Major Maintenance					
To provide recurring funding to recognize maintenance cost inflation and State Building Commission policy changes regarding cost thresholds for capital maintenance projects.					
339.40 Major Maintenance	\$450,000	\$0	\$0	\$450,000	0
Sub-total	\$450,000	\$0	\$0	\$450,000	0
Total Mental Health and Substance Abuse Services	\$31,860,300	\$0	\$14,316,500	\$46,176,800	7

Health

• Tennessee Strong Families

To provide funding to establish two positions and implement the Tennessee Strong Families initiative. Funding will expand the Community Health Access and Navigation in Tennessee (CHANT) program to provide care coordination for young families, provide perinatal telehealth infrastructure, support regional perinatal centers, and create a pilot program to provide grants for doula services. Of this total cost, \$5,635,300 is recurring and \$1,000,000 is non-recurring.

343.47 Family Health and Wellness	\$6,635,300	\$0	\$0	\$6,635,300	2
Sub-total	\$6,635,300	\$0	\$0	\$6,635,300	2

• Dental Services Pilot Program

To provide non-recurring funding for the second year of a pilot program developed to address unmet dental services need and increase the number of dentists who practice in the state. The program has three components: supporting dental schools in Tennessee by expanding class sizes, increasing services and provision of prosthodontics, and recruiting and incentivizing dentists to practice in rural Tennessee.

343.52 Community and Medical Services	\$5,000,000	\$0	\$0	\$5,000,000	0
343.60 Health Services	\$11,000,000	\$0	\$0	\$11,000,000	0
Sub-total	\$16,000,000	\$0	\$0	\$16,000,000	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Health Care Safety Net					
To provide recurring funding for grants to faith-based organizations and federally qualified health centers for safety net services, such as primary care, immunizations, and dental services.					
343.52 Community and Medical Services	\$5,000,000	\$0	\$0	\$5,000,000	0
Sub-total	\$5,000,000	\$0	\$0	\$5,000,000	0
• Health Care Safety Net Quality Improvement Initiative					
To provide recurring funding for the quality improvement incentive program under the Health Care Safety Net Program, which will improve quality of patient care and create measurable clinical outcomes.					
343.52 Community and Medical Services	\$2,000,000	\$0	\$0	\$2,000,000	0
Sub-total	\$2,000,000	\$0	\$0	\$2,000,000	0
• Victims of Crime Vital Records					
To provide recurring funding to offset costs to victims of crimes obtaining vital records from the Tennessee Department of Health.					
343.20 Public Health Policy, Planning, and Informatics	\$1,500,000	\$0	\$0	\$1,500,000	0
Sub-total	\$1,500,000	\$0	\$0	\$1,500,000	0
• Naloxone Purchasing					
To provide non-recurring funding for the purchase of Naloxone kits to be distributed at local health departments. Other funding is from opioid settlement funds.					
343.60 Health Services	\$0	\$0	\$750,000	\$750,000	0
Sub-total	\$0	\$0	\$750,000	\$750,000	0
• School-Based Dental Services Positions					
To provide recurring funding to establish eight positions to provide preventative dental services in school-based settings.					
343.60 Health Services	\$0	\$0	\$722,200	\$722,200	8
Sub-total	\$0	\$0	\$722,200	\$722,200	8
• Procurement Positions					
To provide recurring funding to establish four positions to support procurement functions within the department.					
343.01 Administration	\$0	\$314,400	\$0	\$314,400	4
Sub-total	\$0	\$314,400	\$0	\$314,400	4

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Newborn Screening Position					
To provide recurring funding to establish a registered nurse position to provide long-term pediatric case management and follow-up for the newborn screening program.					
343.47 Family Health and Wellness	\$118,900	\$0	\$0	\$118,900	1
Sub-total	\$118,900	\$0	\$0	\$118,900	1
• State Public Health Lab Positions					
To provide recurring funding to establish two positions to support and expand capacity at the state public health lab. This will result in increased efficiency in the lab and limit the need for sample analysis from federal and contract entities.					
343.08 Laboratory Services	\$295,300	\$0	\$0	\$295,300	2
Sub-total	\$295,300	\$0	\$0	\$295,300	2
• Lab Information Technologies Projects Support					
To provide funding to support projects that will increase efficiency and decrease turnaround time in the state lab and newborn screening programs. Of this total cost, \$295,000 is recurring and \$80,000 is non-recurring.					
343.08 Laboratory Services	\$375,000	\$0	\$0	\$375,000	0
Sub-total	\$375,000	\$0	\$0	\$375,000	0
• Health Related Boards Salary Increase					
To provide recurring funding to increase state employee salaries, supported by Health-Related Boards fees.					
343.10 Health Related Boards	\$600,000	\$0	\$0	\$600,000	0
Sub-total	\$600,000	\$0	\$0	\$600,000	0
Total Health	\$32,524,500	\$314,400	\$1,472,200	\$34,311,100	17

Intellectual and Developmental Disabilities

• Tennessee Strong Families - Respite Care for Children in DCS Custody					
To provide recurring funding and to establish 43 positions for placement of children in DCS custody with acute medical needs. The program will utilize vacant community homes to provide short-term placements with medical care for children awaiting long-term placement. Other funding is from TennCare.					
344.42 East Tennessee Community Homes	\$0	\$0	\$15,000,000	\$15,000,000	43
Sub-total	\$0	\$0	\$15,000,000	\$15,000,000	43

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Tennessee Strong Families - Increase Placement Stability for Foster Families					
To provide recurring funding and to establish five positions to increase supports for foster and adoptive families caring for children with intellectual and developmental disabilities. Wrap-around supports and crisis intervention services would be provided up to a \$20,000 annual cap. Case management services would also be provided. The goal of this program is to limit placement disruptions and prevent trauma due to complex medical conditions.					
344.01 Intellectual Disabilities Services Administration	\$252,300	\$0	\$0	\$252,300	2
344.02 Community Intellectual Disabilities Services	\$21,400,000	\$0	\$0	\$21,400,000	0
344.20 West Tennessee Regional Office	\$115,900	\$0	\$0	\$115,900	1
344.21 Middle Tennessee Regional Office	\$115,900	\$0	\$0	\$115,900	1
344.22 East Tennessee Regional Office	\$115,900	\$0	\$0	\$115,900	1
Sub-total	\$22,000,000	\$0	\$0	\$22,000,000	5
• Tennessee Strong Families - Network Development					
To provide non-recurring funding to recruit and expand the provider network for children with co-occurring diagnoses of intellectual and developmental disability and behavioral health needs.					
344.02 Community Intellectual Disabilities Services	\$5,000,000	\$0	\$0	\$5,000,000	0
Sub-total	\$5,000,000	\$0	\$0	\$5,000,000	0
• Health Services Regional Crisis Growth					
To provide recurring funding to establish ten positions to expand the regional crisis team program, which provides treatment for people with intellectual disabilities and severe, co-occurring behavioral health needs.					
344.01 Intellectual Disabilities Services Administration	\$37,300	\$0	\$707,700	\$745,000	10
Sub-total	\$37,300	\$0	\$707,700	\$745,000	10
• Seating and Positioning Clinic Director Position					
To provide recurring funding to establish one position to serve as Seating and Positioning Clinic Director so that each regional clinic has a regional director.					
344.35 Seating and Positioning Clinics	\$126,400	\$0	\$0	\$126,400	1
Sub-total	\$126,400	\$0	\$0	\$126,400	1

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Tennessee Early Intervention System (TEIS) Quality Assurance					
To provide recurring funding to establish one position to support quality assurance in TEIS providers.					
344.60 Tennessee Early Intervention System	\$82,500	\$0	\$0	\$82,500	1
Sub-total	\$82,500	\$0	\$0	\$82,500	1
• Medicaid Alternative Pathways (MAPs) Intake Coordinators					
To establish six positions for the administration of the MAPs program funded in fiscal year 2023. Funding for the positions is available within the base budget.					
344.20 West Tennessee Regional Office	\$0	\$0	\$0	\$0	2
344.21 Middle Tennessee Regional Office	\$0	\$0	\$0	\$0	2
344.22 East Tennessee Regional Office	\$0	\$0	\$0	\$0	2
Sub-total	\$0	\$0	\$0	\$0	6
• Major Maintenance					
To provide recurring funding to recognize maintenance cost inflation and State Building Commission policy changes regarding cost thresholds for capital maintenance projects.					
344.50 Major Maintenance	\$39,100	\$0	\$0	\$39,100	0
Sub-total	\$39,100	\$0	\$0	\$39,100	0
Total Intellectual and Developmental Disabilities	\$27,285,300	\$0	\$15,707,700	\$42,993,000	66
Human Services					
• KidCentral TN Website Revitalization					
To provide non-recurring funding for website revitalization of the KidCentral TN website.					
345.49 Community Services	\$250,000	\$0	\$0	\$250,000	0
Sub-total	\$250,000	\$0	\$0	\$250,000	0
• Statutory Salary Step Raises					
To provide recurring funding for the mandated salary raise required by TCA 8-7-201 for assistant district attorneys in the IV-D Child Support Enforcement program. These step raises are effective July 1, 2023.					
345.13 Child Support	\$42,800	\$83,200	\$0	\$126,000	0
Sub-total	\$42,800	\$83,200	\$0	\$126,000	0
Total Human Services	\$292,800	\$83,200	\$0	\$376,000	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Finance and Administration, Strategic Health-Care Programs					
• Federal Medical Assistance Percentage (FMAP)					
To provide recurring state funding to reflect a decrease in the enhanced FMAP rate from 76.315 percent to 75.843 percent.					
350.50 CoverKids	\$942,500	(\$942,500)	\$0	\$0	0
Sub-total	\$942,500	(\$942,500)	\$0	\$0	0
Total Finance and Administration, Strategic Health-Care Programs	\$942,500	(\$942,500)	\$0	\$0	0

Children's Services

- **Increasing Provider Placements**

To provide recurring funding to increase provider placement capacity by 166 beds. This includes 48 assessment treatment home placements to provide treatment while undergoing clinical assessments to determine the appropriate long-term placement. An additional 118 residential placements are included for children with high levels of service needs who currently lack a placement.

359.30 Custody Services	\$13,885,100	\$813,300	\$18,340,800	\$33,039,200	0
Sub-total	\$13,885,100	\$813,300	\$18,340,800	\$33,039,200	0

- **Provider Rate Increase**

To provide a pool of recurring funding for provider rate increases in the custody services program within the department.

359.30 Custody Services	\$8,085,800	\$1,515,000	\$30,170,700	\$39,771,500	0
Sub-total	\$8,085,800	\$1,515,000	\$30,170,700	\$39,771,500	0

- **Tennessee Family and Child Tracking System (TFACTS) Replacement**

To provide non-recurring funding to replace the Tennessee Family and Child Tracking System (TFACTS) in order to comply with federal requirements for child welfare systems, address audit concerns, and effectively meet the needs of case workers, private providers, and foster parents.

359.10 Administration	\$31,000,000	\$31,000,000	\$0	\$62,000,000	0
Sub-total	\$31,000,000	\$31,000,000	\$0	\$62,000,000	0

- **Private Provider Case Management**

To provide recurring funding for contracted case manager positions to assist with reducing caseloads for current staff.

359.50 Child and Family Management	\$5,034,800	\$1,144,300	\$5,263,700	\$11,442,800	0
Sub-total	\$5,034,800	\$1,144,300	\$5,263,700	\$11,442,800	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Case Manager Salary Market Adjustment					
To provide recurring funding for salary market adjustments for case managers to improve recruitment and retention within the department.					
359.50 Child and Family Management	\$7,061,800	\$1,570,800	\$7,225,700	\$15,858,300	0
Sub-total	\$7,061,800	\$1,570,800	\$7,225,700	\$15,858,300	0
• Wilder Youth Development Center Security Staff Salary Market Adjustment					
To provide recurring funding for salary market adjustments for officers at Wilder Youth Development Center.					
359.60 John S. Wilder Youth Development Center	\$1,039,000	\$0	\$0	\$1,039,000	0
Sub-total	\$1,039,000	\$0	\$0	\$1,039,000	0
• Administration Legislation - Tennessee Strong Families - Adoption and Foster Care Improvements					
To provide recurring funding to establish ten positions for administration legislation relative to adoption and foster care improvements, including additional legal staff and contracted cold case investigation staff.					
359.10 Administration	\$1,168,100	\$59,400	\$287,000	\$1,514,500	10
Sub-total	\$1,168,100	\$59,400	\$287,000	\$1,514,500	10
• Administration Legislation - Youth Development Center Instructor Salaries					
To provide recurring funding for administration legislation relative to moving youth development center teachers and vocational instructors from the teacher pay scale to the executive branch pay scale.					
359.60 John S. Wilder Youth Development Center	\$71,800	\$0	\$0	\$71,800	0
Sub-total	\$71,800	\$0	\$0	\$71,800	0
• Juvenile Justice Youth Intervention Partnerships					
To provide recurring funding for an evidence-based youth intervention program to assist youth on probation or exiting detention and to strengthen community partnerships for justice-involved youth.					
359.20 Family Support Services	\$5,000,000	\$0	\$0	\$5,000,000	0
Sub-total	\$5,000,000	\$0	\$0	\$5,000,000	0
• Juvenile Justice Re-entry Facility					
To provide recurring funding for a facility for youth leaving a secured detention facility and in need of transitional housing before returning to the community.					
359.30 Custody Services	\$478,000	\$140,100	\$699,400	\$1,317,500	0
Sub-total	\$478,000	\$140,100	\$699,400	\$1,317,500	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Safe Baby Courts					
To provide recurring funding for up to seven additional Safe Baby Courts. Safe Baby Courts provide services to drug-exposed children and their families.					
359.20 Family Support Services	\$1,025,000	\$0	\$0	\$1,025,000	0
Sub-total	\$1,025,000	\$0	\$0	\$1,025,000	0
• Intensive Family-Based Treatment for High-Risk Youth					
To provide recurring funding to expand intensive family intervention for high-risk youth in order to encourage permanency.					
359.20 Family Support Services	\$730,000	\$730,000	\$0	\$1,460,000	0
Sub-total	\$730,000	\$730,000	\$0	\$1,460,000	0
• Wilder Youth Development Center Coding Program					
To provide funding for coding classes and re-entry employment services for youth at Wilder Youth Development Center to reduce recidivism and increase the potential of successful re-entry for justice-involved youth. Of this cost, \$298,100 is recurring and \$25,500 is non-recurring.					
359.60 John S. Wilder Youth Development Center	\$323,600	\$0	\$0	\$323,600	0
Sub-total	\$323,600	\$0	\$0	\$323,600	0
• Cost-of-Living Rate Increase					
To provide recurring funding for a foster care, adoption assistance, and subsidized permanent guardianship rate increase in order to maintain the United States Department of Agriculture midpoint rates. Targeted increases are also provided for certain rate levels experiencing difficulty finding an adequate number of placements.					
359.30 Custody Services	\$3,865,200	\$1,365,800	\$0	\$5,231,000	0
359.40 Adoption Services	\$1,070,300	\$972,400	\$0	\$2,042,700	0
Sub-total	\$4,935,500	\$2,338,200	\$0	\$7,273,700	0
• Adoption Assistance Growth					
To provide recurring funding for an increase in the number of children in the Adoption Assistance program.					
359.40 Adoption Services	\$1,926,800	\$2,553,800	\$0	\$4,480,600	0
Sub-total	\$1,926,800	\$2,553,800	\$0	\$4,480,600	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Information Technology Resources					
To provide funding for contracted information technology staff to improve the department's existing technology systems and projects. Of this total cost, \$3,100,000 is recurring and \$3,000,000 is non-recurring.					
359.10 Administration	\$2,895,000	\$1,965,000	\$1,240,000	\$6,100,000	0
Sub-total	\$2,895,000	\$1,965,000	\$1,240,000	\$6,100,000	0
• Child Health Information Technology System					
To provide non-recurring funding to create an information technology system to digitally track medical and dental care records for custodial youth.					
359.10 Administration	\$814,700	\$75,200	\$363,500	\$1,253,400	0
Sub-total	\$814,700	\$75,200	\$363,500	\$1,253,400	0
• Forensic Interview Filing System					
To provide recurring funding to establish a cloud-based file system for forensic interviews from DCS cases and court proceedings. The system will provide secure storage, transfer capabilities, and chain of custody information for recordings.					
359.20 Family Support Services	\$300,000	\$0	\$0	\$300,000	0
Sub-total	\$300,000	\$0	\$0	\$300,000	0
• Learning Management System for Foster Parents					
To provide recurring funding for a learning management system to track training for foster parents and other external learners to ensure compliance with requirements.					
359.30 Custody Services	\$75,000	\$0	\$0	\$75,000	0
Sub-total	\$75,000	\$0	\$0	\$75,000	0
• Federal Medical Assistance Percentages (FMAP)					
To provide recurring state funding to reflect a decrease in the FMAP rate from 66.165 percent to 65.485 percent.					
359.30 Custody Services	\$420,800	(\$420,800)	\$0	\$0	0
359.40 Adoption Services	\$768,400	(\$768,400)	\$0	\$0	0
Sub-total	\$1,189,200	(\$1,189,200)	\$0	\$0	0
• Major Maintenance					
To provide recurring funding to recognize maintenance cost inflation and State Building Commission policy changes regarding cost thresholds for capital maintenance projects.					
359.80 Major Maintenance	\$129,900	\$0	\$0	\$129,900	0
Sub-total	\$129,900	\$0	\$0	\$129,900	0

Health and Social Services

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Teacher Training and Experience Compensation					
To provide recurring funding for salary increases for teachers at Wilder Youth Development Center according to the level of training and experience as required by TCA 49-50-1003(d) and 4-6-14(d). This increase will ensure that salaries for teachers at Wilder Youth Development Center are comparable to other public school teachers.					
359.60 John S. Wilder Youth Development Center	\$2,100	\$0	\$0	\$2,100	0
Sub-total	\$2,100	\$0	\$0	\$2,100	0
Total Children's Services	\$87,171,200	\$42,715,900	\$63,590,800	\$193,477,900	10
Total Health and Social Services	\$497,059,800	\$588,970,800	\$95,087,200	\$1,181,117,800	116

Commission on Children and Youth

The Commission on Children and Youth works with state agencies, juvenile courts, child advocacy groups, interested citizens, and other organizations to improve services to children. The commission also administers the federal Juvenile Justice and Delinquency Prevention Grant, the federal Juvenile Accountability Block Grant, and other federal and state grant funds for juvenile justice programs.

The commission is comprised of 21 members appointed by the Governor. Four members of the commission are youth advisory members and, as required by statute, at least one member is appointed from each of Tennessee's nine development districts. The Governor appoints an executive director to administer the agency.

The commission members, central office staff, and district coordinators are engaged in the following activities: improving the coordination of services for children, collecting and disseminating statistical and programmatic information, informing citizens and organizations on children's issues, tracking legislation and making recommendations to the Governor and Legislature, and evaluating selected state programs and services for children.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.01 Commission on Children and Youth					
Full-Time	29	29	29	0	29
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	29	29	29	0	29
Payroll	2,630,800	3,130,900	3,115,700	0	3,115,700
Operational	2,360,100	3,015,300	2,905,300	0	2,905,300
Total	\$4,990,900	\$6,146,200	\$6,021,000	\$0	\$6,021,000
State	3,611,300	4,142,700	4,127,500	0	4,127,500
Federal	382,000	1,071,600	1,071,600	0	1,071,600
Other	997,600	931,900	821,900	0	821,900

Commission on Aging and Disability

The Commission on Aging and Disability is responsible for networking aging or disabled adults needing in-home services with state, federal, and local programs.

The commission is comprised of 22 members. The Governor appoints 19 members, including a member of his staff. The commissioners of Health, Mental Health and Substance Abuse Services, Intellectual and Developmental Disabilities, Human Services, and Veterans Services; the director of TennCare; and the executive director of the Council on Developmental Disabilities are ex-officio, voting members. The speakers of the Senate and House of Representatives appoint one non-voting member each. The Governor appoints an executive director to administer the agency.

The commission performs the following activities: administers the Older Americans Act; administers a home- and community-based program for the elderly and disabled who are not eligible for Medicaid; collects statistics on the elderly, family caregivers, and adults with disabilities needing in-home services; publishes information on aging and adults with disabilities; makes recommendations on program improvements; and assists in developing needed services.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.02 Commission on Aging and Disability					
Full-Time	33	46	46	0	46
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	33	46	46	0	46
Payroll	2,679,200	5,196,800	4,374,700	0	4,374,700
Operational	57,059,700	89,918,600	76,641,600	300,000	76,941,600
Total	\$59,738,900	\$95,115,400	\$81,016,300	\$300,000	\$81,316,300
State	16,153,600	29,690,100	27,680,100	300,000	27,980,100
Federal	41,965,000	64,942,900	52,853,800	0	52,853,800
Other	1,620,300	482,400	482,400	0	482,400

Health Facilities Commission

The Health Facilities Commission (HFC) is responsible for promoting access to health care in Tennessee. The agency oversees the Certificate of Need (CON) program and conducts the surveys and investigations of health facilities to ensure compliance with state and federal regulations as the federally-designated state surveying agency. The Trauma System Fund and various health-care facility licensure functions of the Department of Health's Health Licensure and Regulation division were transferred to the Health Facilities Commission as directed in Public Chapter 1119 of 2021.

The commission is governed by a board comprised of 11 members. The Governor appoints six members. The Comptroller of the Treasury, the Commissioner of Commerce and Insurance, and the Director of TennCare are ex-officio members; the speakers of the Senate and House of Representatives appoint one member each. The board acts as a regulatory body in the CON process and appoints an executive director to administer the commission.

Also administratively attached to HFC is the Board for Licensing Health Care Facilities (BLHCF). The board consists of 19 members, all appointed by the Governor. Two of the 19 members are ex officio: the Commissioner of the Department of Health or designee and the Executive Director of the Commission on Aging and Disability. The BLHCF promulgates rules to regulate the health care industry, the Trauma Care Advisory Council, the Committee on Pediatric Emergency Care (CoPEC), and the Civil Monetary Penalty Reinvestment Program. These programs are supported by HFC staff.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.07 Health Facilities Commission					
Full-Time	12	187	187	2	189
Part-Time	8	8	8	0	8
Seasonal	0	0	0	0	0
Total	20	195	195	2	197
Payroll	1,324,400	18,794,200	18,706,100	271,600	18,977,700
Operational	227,600	24,213,700	23,463,700	73,100	23,536,800
Total	\$1,552,000	\$43,007,900	\$42,169,800	\$344,700	\$42,514,500
State	1,509,300	26,752,300	26,664,200	344,700	27,008,900
Federal	0	9,116,700	9,116,700	0	9,116,700
Other	42,700	7,138,900	6,388,900	0	6,388,900

Council on Developmental Disabilities

The Council on Developmental Disabilities is authorized by the federal Developmental Disabilities Act (Public Law 106-402). The council is established by Executive Order 50 as an independent office to carry out responsibilities defined in the Developmental Disabilities Act. The Council on Developmental Disabilities is responsible for improving state policies, practices, and public and private partnerships that affect Tennesseans with developmental disabilities and their families. The council works with all state agencies, local government, and private organizations to link programs and services in more efficient and effective ways to benefit individuals with developmental disabilities.

The council consists of 21 members appointed by the Governor and represents a broad range of disabilities, as well as the cultural and geographic diversity of the state. The council operates as an independent office in the executive branch, guided by citizen members appointed by the Governor. The council's executive director is hired and supervised by the council chairperson. The council programs are carried out according to an approved state plan, which meets all federal and state administrative regulations.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.14 Council on Developmental Disabilities					
Full-Time	11	11	11	0	11
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	11	11	11	0	11
Payroll	1,211,300	1,285,900	1,280,300	0	1,280,300
Operational	1,286,100	1,394,500	1,390,600	0	1,390,600
Total	\$2,497,400	\$2,680,400	\$2,670,900	\$0	\$2,670,900
State	207,400	348,900	343,300	0	343,300
Federal	1,859,300	1,747,600	1,747,600	0	1,747,600
Other	430,700	583,900	580,000	0	580,000

Department of Finance and Administration, Division of TennCare

TennCare is responsible for administering Tennessee's Medicaid waiver program. TennCare provides basic health care, behavioral health services, and long-term services and supports to people who meet program eligibility requirements.

	Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

318.65 TennCare Administration

TennCare Administration establishes policy, provides oversight, and directs the TennCare program. This division provides funding for the staffing, contractual and other operational costs necessary for administration of the program, and for determination of client eligibility for services.

Full-Time	1,256	1,261	1,263	14	1,277
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1,256	1,261	1,263	14	1,277
Payroll	100,727,300	115,053,500	114,747,400	1,417,700	116,165,100
Operational	525,501,800	697,799,100	491,861,000	194,594,800	686,455,800
Total	\$626,229,100	\$812,852,600	\$606,608,400	\$196,012,500	\$802,620,900
State	147,512,300	222,775,100	187,741,600	1,069,500	188,811,100
Federal	476,078,300	587,985,600	416,774,900	194,943,000	611,717,900
Other	2,638,500	2,091,900	2,091,900	0	2,091,900

318.66 TennCare Medical Services

TennCare Medical Services provides funding for traditional basic health care, behavioral health services, and long-term services and supports under the Medicaid waiver program. The program provides funding to other state agencies and to managed care organizations, which provide basic medical and behavioral health services, long-term services and supports, and the Katie Beckett Waiver Program. State agencies that provide medical care are funded from this division and include the Department of Children's Services, the Department of Health, and the Department of Intellectual and Developmental Disabilities. The Employment and Community First (ECF) CHOICES program provides Home and Community-Based Services (HCBS) to individuals with intellectual and developmental disabilities through TennCare's managed care organizations.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	10,911,180,700	10,600,677,600	10,456,005,600	503,534,000	10,959,539,600
Total	\$10,911,180,700	\$10,600,677,600	\$10,456,005,600	\$503,534,000	\$10,959,539,600
State	2,582,248,100	3,270,994,700	3,252,764,800	228,937,200	3,481,702,000
Federal	7,326,194,900	6,617,787,000	6,491,344,900	274,596,800	6,765,941,700
Other	1,002,737,700	711,895,900	711,895,900	0	711,895,900

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

318.70 Supplemental Payments

Supplemental Payments includes funding for the Charity Care Fund, Federally Qualified Health Clinics, and Disproportionate Share Hospitals, as well as payments for Graduate Medical Education and Meharry Medical College. This program also houses the Health Information Technology incentive payments for qualified providers and hospitals.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	615,022,500	713,784,400	705,441,000	15,000,000	720,441,000
Total	\$615,022,500	\$713,784,400	\$705,441,000	\$15,000,000	\$720,441,000
State	184,898,400	181,444,000	181,294,000	5,942,600	187,236,600
Federal	398,456,900	497,715,400	489,522,000	9,057,400	498,579,400
Other	31,667,200	34,625,000	34,625,000	0	34,625,000

318.71 Intellectual Disabilities Services

Intellectual Disabilities Services provides administrative oversight and funding for three HCBS waivers for persons with intellectual disabilities. These waivers are the Self-Determination waiver, Comprehensive Aggregate Cap waiver, and the Statewide waiver. The Department of Intellectual and Developmental Disabilities is the administrative lead agency for these waiver programs. With the implementation of the ECF CHOICES program, the current HCBS waivers for individuals with intellectual disabilities are closed to new enrollees with only a few narrow exceptions. This program also provides funding for individuals who require long-term institutional care in intermediate care facilities and those enrolled in the Katie Beckett Waiver Program.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,013,722,800	1,142,941,200	1,090,054,000	43,416,700	1,133,470,700
Total	\$1,013,722,800	\$1,142,941,200	\$1,090,054,000	\$43,416,700	\$1,133,470,700
State	219,447,000	395,935,800	377,545,400	22,319,400	399,864,800
Federal	794,273,900	746,940,400	712,443,600	21,097,300	733,540,900
Other	1,900	65,000	65,000	0	65,000

318.72 Medicare Services

Medicare Services provides funding for Medicare premiums and co-payments for certain individuals who are dually eligible for Medicare and Medicaid, as well as low-income Medicare beneficiaries who are not eligible for TennCare. Funding for these premiums and co-payments allows TennCare recipients the ability to receive medical services that would otherwise be unavailable due to financial constraints.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	852,372,400	818,366,400	817,666,100	105,175,100	922,841,200
Total	\$852,372,400	\$818,366,400	\$817,666,100	\$105,175,100	\$922,841,200
State	374,728,300	436,823,100	436,823,100	58,069,800	494,892,900
Federal	477,644,100	381,543,300	380,843,000	47,105,300	427,948,300
Other	0	0	0	0	0
318.00 Total Finance and Administration, Division of TennCare					
Full-Time	1,256	1,261	1,263	14	1,277
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1,256	1,261	1,263	14	1,277
Payroll	100,727,300	115,053,500	114,747,400	1,417,700	116,165,100
Operational	13,917,800,200	13,973,568,700	13,561,027,700	861,720,600	14,422,748,300
Total	\$14,018,527,500	\$14,088,622,200	\$13,675,775,100	\$863,138,300	\$14,538,913,400
State	3,508,834,100	4,507,972,700	4,436,168,900	316,338,500	4,752,507,400
Federal	9,472,648,100	8,831,971,700	8,490,928,400	546,799,800	9,037,728,200
Other	1,037,045,300	748,677,800	748,677,800	0	748,677,800

Department of Mental Health and Substance Abuse Services

The Department of Mental Health and Substance Abuse Services is responsible for ensuring the provision of services to children, youth, and adults with or at risk of serious and persistent mental illness, serious emotional disturbance, and substance-related disorders. This is accomplished through a system of community service providers, four state-operated Regional Mental Health Institutes (RMHIs), and three contracted private inpatient facilities. The primary focus of the department is to provide a comprehensive system of care that includes adequate resources, safeguard the rights of consumers, match services to the consumer and family members in the least restrictive setting, promote consumer integration into the community, and educate the community regarding mental health and substance abuse disorders.

The department is divided into two functional areas: Administrative Services and Mental Health and Substance Abuse Services.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administrative Services

339.01 Administrative Services Division

Administrative Services Division directs the regulatory and administrative responsibilities of the department. Staff provides and coordinates legal, regulatory, and medical advice; public information and education; planning, research, forensics, and licensing functions; support services in the recruitment and retention of the workforce; as well as develops and implements special programs and projects. Staff also oversees purchasing, facility management operations, and major maintenance and capital outlay projects; provides budgeting and accounting functions; services procurement and contract monitoring, claims payments, data processing and systems reporting; and develops and maintains automated systems applications for the central office and state-operated facilities.

Full-Time	190	187	184	6	190
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	190	187	184	6	190
Payroll	18,447,300	22,409,200	21,723,900	751,200	22,475,100
Operational	6,034,400	10,415,200	8,994,500	88,200	9,082,700
Total	\$24,481,700	\$32,824,400	\$30,718,400	\$839,400	\$31,557,800
State	16,425,500	22,421,800	22,084,200	839,400	22,923,600
Federal	4,444,700	6,968,200	5,270,800	0	5,270,800
Other	3,611,500	3,434,400	3,363,400	0	3,363,400

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Mental Health and Substance Abuse Services

The Mental Health and Substance Abuse Services division provides services for individuals suffering from mental illness or a substance-related disorder through a comprehensive network of community service providers, as well as through the state's four RMHIs.

The state's four RMHIs provide inpatient services to increase the functionality, productivity, and quality of life for severely mentally-ill adults. The RMHIs are accredited by the Joint Commission as psychiatric hospitals. The institutes provide the following services: acute treatment services for adults who need emergency and generally short-term inpatient care; rehabilitation services for chronically ill adults who typically require basic living, socialization, and vocational skills training; gero-psychiatric services primarily to persons age 60 and older, many of whom need nursing care; and forensic services for inpatient evaluation and treatment to adults as designated by the courts.

339.03 Community Substance Abuse Services

Community Substance Abuse Services develops prevention and treatment services to decrease the incidence of alcohol and other drug abuse and dependence. There is particular emphasis on populations with special needs including children and youth, AIDS patients, minorities, women, intravenous drug abusers, the elderly, and persons with co-occurring disorders. The majority of services are provided through grants to non-profit, faith-based, or local government agencies. Services include screening and assessment, detoxification, family intervention, residential rehabilitation, recovery houses, day treatment, recovery courts, and outpatient services.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	131,315,300	176,493,700	125,909,200	17,306,500	143,215,700
Total	\$131,315,300	\$176,493,700	\$125,909,200	\$17,306,500	\$143,215,700
State	49,732,600	80,171,700	76,799,900	2,990,000	79,789,900
Federal	74,927,800	88,333,500	42,845,800	0	42,845,800
Other	6,654,900	7,988,500	6,263,500	14,316,500	20,580,000

339.08 Community Mental Health Services

The Community Mental Health Services program provides crisis services, early intervention and support services, rehabilitation, recovery services, and criminal and juvenile court-ordered evaluations. The program also offers basic mental health services to persons with serious mental illnesses through the behavioral health safety net program, which provides individuals with assessment, evaluation, diagnosis, case management, psychiatric medication management, and pharmacy assistance. These services are provided through a network of not-for-profit agencies.

Full-Time	0	0	0	1	1
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	1	1
Payroll	0	0	0	85,400	85,400
Operational	149,884,400	197,574,500	181,047,900	27,495,500	208,543,400
Total	\$149,884,400	\$197,574,500	\$181,047,900	\$27,580,900	\$208,628,800

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	112,300,700	137,020,400	131,670,400	27,580,900	159,251,300
Federal	31,968,600	56,210,500	48,344,500	0	48,344,500
Other	5,615,100	4,343,600	1,033,000	0	1,033,000

339.11 Middle Tennessee Mental Health Institute

Middle Tennessee Mental Health Institute was established in Nashville in 1853, is accredited as a psychiatric hospital, and operates 207 beds. In addition to its other inpatient services, the hospital also provides forensic evaluation and treatment services in a secure setting.

Full-Time	577	577	577	0	577
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	577	577	577	0	577
Payroll	41,122,200	46,132,800	45,874,600	0	45,874,600
Operational	13,468,600	13,080,000	13,079,900	0	13,079,900
Total	\$54,590,800	\$59,212,800	\$58,954,500	\$0	\$58,954,500
State	45,321,800	48,413,900	42,633,400	0	42,633,400
Federal	560,900	1,275,400	1,275,400	0	1,275,400
Other	8,708,100	9,523,500	15,045,700	0	15,045,700

339.12 Western Mental Health Institute

Western Mental Health Institute was established in Bolivar in 1889, is accredited as a psychiatric hospital, and operates 150 beds.

Full-Time	439	439	439	0	439
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	439	439	439	0	439
Payroll	30,426,200	34,106,500	33,894,300	0	33,894,300
Operational	8,550,000	8,650,500	8,650,400	0	8,650,400
Total	\$38,976,200	\$42,757,000	\$42,544,700	\$0	\$42,544,700
State	29,056,200	33,511,200	30,653,100	0	30,653,100
Federal	236,200	160,900	160,900	0	160,900
Other	9,683,800	9,084,900	11,730,700	0	11,730,700

339.16 Moccasin Bend Mental Health Institute

Moccasin Bend Mental Health Institute was established in Chattanooga in 1961, is accredited as a psychiatric hospital, and operates 165 beds.

Full-Time	459	459	459	0	459
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	459	459	459	0	459
Payroll	31,887,600	35,065,800	34,820,200	0	34,820,200
Operational	8,964,400	10,761,400	10,761,300	0	10,761,300
Total	\$40,852,000	\$45,827,200	\$45,581,500	\$0	\$45,581,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	33,342,700	39,284,400	34,764,200	0	34,764,200
Federal	913,000	1,108,200	1,108,200	0	1,108,200
Other	6,596,300	5,434,600	9,709,100	0	9,709,100

339.17 Memphis Mental Health Institute

Memphis Mental Health Institute was established in Memphis in 1962, is accredited as a psychiatric hospital, and operates 55 beds.

Full-Time	186	186	186	0	186
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	186	186	186	0	186
Payroll	13,119,800	15,602,000	15,515,400	0	15,515,400
Operational	7,534,800	6,226,400	6,226,300	0	6,226,300
Total	\$20,654,600	\$21,828,400	\$21,741,700	\$0	\$21,741,700
State	18,424,900	19,668,200	16,448,300	0	16,448,300
Federal	283,800	296,200	296,200	0	296,200
Other	1,945,900	1,864,000	4,997,200	0	4,997,200

339.18 Tennessee Opioid Abatement Council

The Tennessee Opioid Abatement Council oversees funds received by the state in connection with any opioid-related judgment, settlement, or bankruptcy recovery. The council ensures that funds are disbursed for statewide, regional, and local opioid-related abatement programs such as treatment, prevention, education, drug courts, and evidence-based programs. The council must approve all fund usage.

Full-Time	2	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	3	3	0	3
Payroll	0	429,300	429,300	0	429,300
Operational	0	111,100	111,100	0	111,100
Total	\$0	\$540,400	\$540,400	\$0	\$540,400
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	0	540,400	540,400	0	540,400

339.19 Opioid Abatement Fund

The Tennessee Opioid Abatement Fund is the designated repository of funds that are dedicated to the following: opioid abatement, remediation, directed to abatement or remediation; that are received by the state pursuant to a judgment on opioid-related claims, a recovery in bankruptcy on opioid-related claims, or a settlement of opioid-related claims.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	0	540,400	540,400	0	540,400
Total	\$0	\$540,400	\$540,400	\$0	\$540,400
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	0	540,400	540,400	0	540,400

339.40 Major Maintenance

Major Maintenance provides maintenance funds for the state's RMHIs in the event of an emergency, as well as assisting with facility maintenance projects that do not meet the criteria for capital maintenance.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	376,100	450,000	450,000	450,000	900,000
Total	\$376,100	\$450,000	\$450,000	\$450,000	\$900,000
State	376,100	450,000	450,000	450,000	900,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

339.00 Total Mental Health and Substance Abuse Services

Full-Time	1,853	1,851	1,848	7	1,855
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1,853	1,851	1,848	7	1,855
Payroll	135,003,100	153,745,600	152,257,700	836,600	153,094,300
Operational	326,128,000	424,303,200	355,771,000	45,340,200	401,111,200
Total	\$461,131,100	\$578,048,800	\$508,028,700	\$46,176,800	\$554,205,500
State	304,980,500	380,941,600	355,503,500	31,860,300	387,363,800
Federal	113,335,000	154,352,900	99,301,800	0	99,301,800
Other	42,815,600	42,754,300	53,223,400	14,316,500	67,539,900

Statistical Data Mental Health Institutes

	Middle Tennessee <u>339.11</u>	Western <u>339.12</u>	Moccasin Bend <u>339.16</u>	Memphis <u>339.17</u>	Total
Annual Admissions					
2016-2017	3,785	959	2,866	1,526	9,136
2017-2018	3,054	762	3,043	1,436	8,295
2018-2019	3,297	663	2,606	1,388	7,954
2019-2020	3,600	574	2,849	1,255	8,278
2020-2021	3,188	614	2,417	1,123	7,342
2021-2022	2,738	591	2,372	979	6,680
2022-2023	2,800	650	2,500	1,100	7,050
2023-2024	2,800	650	2,500	1,100	7,050
Annual Releases					
2016-2017	3,807	953	2,853	1,528	9,141
2017-2018	3,037	768	3,038	1,434	8,277
2018-2019	3,282	683	2,631	1,387	7,983
2019-2020	3,623	581	2,861	1,271	8,336
2020-2021	3,188	597	2,425	1,120	7,330
2021-2022	2,737	597	2,374	979	6,687
2022-2023	2,800	650	2,500	1,100	7,050
2023-2024	2,800	650	2,500	1,100	7,050
Average Daily Census					
2016-2017	175	141	139	50	505
2017-2018	157	142	145	48	492
2018-2019	161	130	123	38	452
2019-2020	167	117	112	36	432
2020-2021	172	128	117	32	449
2021-2022	151	130	113	35	429
2022-2023	160	138	123	38	459
2023-2024	160	138	123	38	459
Cost Per Occupancy Day*					
2016-2017	\$786.07	\$684.80	\$728.05	\$1,014.75	\$764.47
2017-2018	\$928.48	\$722.81	\$749.71	\$1,112.35	\$834.37
2018-2019	\$866.26	\$786.28	\$875.91	\$1,448.93	\$894.87
2019-2020	\$896.50	\$891.44	\$996.52	\$1,553.13	\$975.78
2020-2021	\$884.24	\$800.26	\$920.23	\$1,681.88	\$926.52
2021-2022	\$990.49	\$821.42	\$990.47	\$1,616.80	\$990.35
2022-2023	\$1,013.92	\$848.86	\$1,020.76	\$1,573.79	\$1,012.48
2023-2024	\$1,006.74	\$842.34	\$1,012.52	\$1,563.25	\$1,004.93

* Last column indicates average cost per day for all institutions.

Department of Health

The Department of Health is responsible for protecting and improving the health of Tennessee's citizens and visitors. In order to carry out this responsibility, the department is organized into the following three areas: Administrative and Support Services, Health Licensure and Regulation, and Health Services.

Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
---------------------	------------------------	-------------------	----------------------------	--------------------------

Administrative and Support Services

Administrative and Support Services provides direction, coordination, review, and basic support services to the Department of Health, including administrative services, audit, and general counsel.

343.01 Administration

Administration provides for the overall policy direction and management of the department as well as the human resources, legal, internal audit, accounting, and budgeting.

Full-Time	114	115	106	4	110
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	114	115	106	4	110
Payroll	11,989,700	13,782,300	12,746,300	258,000	13,004,300
Operational	19,025,800	15,654,700	14,920,600	56,400	14,977,000
Total	\$31,015,500	\$29,437,000	\$27,666,900	\$314,400	\$27,981,300
State	17,901,400	19,377,600	19,272,400	0	19,272,400
Federal	11,716,500	9,424,000	7,759,100	314,400	8,073,500
Other	1,397,600	635,400	635,400	0	635,400

Health Licensure and Regulation

Health Licensure and Regulation regulates the health-care industry through emergency medical services, and the regulation of certain health-care professionals. In addition, the division licenses the commercial breeding of companion animals.

343.05 Health Licensure and Regulation

This program includes funds for staff who oversee licensing and certifying health care professionals in the state of Tennessee. In addition, this division houses the state Medical Cannabis Commission as mandated by the state legislature in Public Chapter 577 of 2021. Various health-care facility licensure functions performed by Health Licensure and Regulation were transferred to the Health Facilities Commission as directed in Public Chapter 1119 of 2021.

Full-Time	181	14	14	0	14
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	181	14	14	0	14
Payroll	15,254,700	962,200	955,100	0	955,100
Operational	8,701,200	4,097,100	297,100	0	297,100
Total	\$23,955,900	\$5,059,300	\$1,252,200	\$0	\$1,252,200

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	9,273,900	1,259,300	1,252,200	0	1,252,200
Federal	10,599,200	3,800,000	0	0	0
Other	4,082,800	0	0	0	0

343.06 Trauma System Fund

Trauma System Fund provides payments and grants to all levels of trauma centers and comprehensive regional pediatric centers based on the recommendations of the Tennessee Trauma Care Advisory Council. Payments and grants are made to trauma care centers for the cost of maintaining required standards for designation and uncompensated care cost associated with trauma care patients. This program was transferred to the Health Facilities Commission as directed in Public Chapter 1119 of 2021.

Full-Time	1	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1	0	0	0	0
Payroll	116,500	0	0	0	0
Operational	6,139,100	0	0	0	0
Total	\$6,255,600	\$0	\$0	\$0	\$0
State	6,255,600	0	0	0	0
Federal	0	0	0	0	0
Other	0	0	0	0	0

343.07 Emergency Medical Services

Emergency Medical Services (EMS) provides quality assurance and oversight of pre-hospital emergency medical care and the medical transportation system in Tennessee. Activities include licensing public and private ambulance services, inspecting and issuing permits for ambulances, training and certifying personnel, and developing regulations. EMS provides technical assistance and coordination to local governments for developing EMS communications systems. EMS is also responsible for statewide, multi-agency emergency medical disaster planning, training, and operations, as identified in the Tennessee Emergency Management plan.

Full-Time	18	18	18	0	18
Part-Time	13	13	13	0	13
Seasonal	0	0	0	0	0
Total	31	31	31	0	31
Payroll	1,544,300	1,673,800	1,663,800	0	1,663,800
Operational	689,300	855,900	855,900	0	855,900
Total	\$2,233,600	\$2,529,700	\$2,519,700	\$0	\$2,519,700
State	311,700	384,500	374,500	0	374,500
Federal	0	53,200	53,200	0	53,200
Other	1,921,900	2,092,000	2,092,000	0	2,092,000

343.10 Health Related Boards

Health Related Boards is comprised of several health boards that certify and license health-care professionals within their respective medical field; enforce statutes and rules setting standards of practice and professional conduct; and assist in administration, investigation, enforcement, and peer assistance.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	193	194	194	0	194
Part-Time	197	197	197	0	197
Seasonal	0	0	0	0	0
Total	390	391	391	0	391
Payroll	14,811,300	17,753,100	17,660,300	600,000	18,260,300
Operational	9,179,800	25,093,000	10,093,000	0	10,093,000
Total	\$23,991,100	\$42,846,100	\$27,753,300	\$600,000	\$28,353,300
State	22,873,100	25,508,800	25,416,000	600,000	26,016,000
Federal	0	44,200	44,200	0	44,200
Other	1,118,000	17,293,100	2,293,100	0	2,293,100

Health Services

Health Services delivers public health services through a system of 13 regional health offices responsible for the oversight of services provided in 89 rural county health departments and six metropolitan health departments. These services encompass both primary care and preventative services, with an emphasis on health promotion, disease prevention, and health access. Services are provided through the following programs: Laboratory Services; Public Health Policy, Planning, and Informatics; Environmental Health; Family Health and Wellness; Communicable and Environmental Disease and Emergency Preparedness; Community and Medical Services; Special Supplemental Nutrition Program for Women, Infants, and Children (WIC); and Health Services.

343.08 Laboratory Services

Laboratory Services offers microbiological and environmental laboratory services for the Department of Health and other state agencies. These services include screening and confirmation tests for disease outbreak investigation, sexually transmitted diseases, tuberculosis, HIV, mosquito-born viruses, animal rabies, biological and chemical contaminants, and suspect foods. Reference and limited microbiological support is provided to hospitals, private physicians, and private laboratories. The division also provides analytical support to the department's prevention and treatment programs and to environmental regulatory programs.

Full-Time	139	139	139	2	141
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	139	139	139	2	141
Payroll	9,715,000	12,323,900	12,260,300	267,100	12,527,400
Operational	14,344,100	15,288,400	15,288,400	403,200	15,691,600
Total	\$24,059,100	\$27,612,300	\$27,548,700	\$670,300	\$28,219,000
State	8,490,900	12,032,000	11,968,400	670,300	12,638,700
Federal	40,500	0	0	0	0
Other	15,527,700	15,580,300	15,580,300	0	15,580,300

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

343.20 Public Health Policy, Planning, and Informatics

Public Health Policy, Planning and Informatics (PPI) administers all vital records (including births, deaths, marriages, and divorces), health statistics research, and the traumatic brain injury registry. Statistical health-related information gathered from these records and other databases are accessed to analyze issues that affect the health of Tennesseans. Through the Office of Cancer Surveillance, PPI administers the cancer registry and the comprehensive cancer control plan. The Office of Informatics is responsible for coordinating the collection and analysis of program data across the department.

Full-Time	145	145	145	0	145
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	145	145	145	0	145
Payroll	11,568,300	13,112,000	13,043,600	0	13,043,600
Operational	6,025,800	6,482,100	6,482,100	1,500,000	7,982,100
Total	\$17,594,100	\$19,594,100	\$19,525,700	\$1,500,000	\$21,025,700
State	5,081,900	7,231,000	7,169,400	1,500,000	8,669,400
Federal	4,871,200	5,085,200	5,078,400	0	5,078,400
Other	7,641,000	7,277,900	7,277,900	0	7,277,900

343.39 Environmental Health

Environmental Health enforces sanitation and safety standards in hotels, food service establishments, bed and breakfast establishments, campgrounds, swimming pools, tattoo studios, and body piercing establishments through field inspections. In addition, the program is responsible for rabies control activities; West Nile surveillance; and environmental surveys that are conducted in schools, child care facilities, and state correctional institutions.

Full-Time	107	111	111	0	111
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	107	111	111	0	111
Payroll	8,323,100	10,120,800	10,060,800	0	10,060,800
Operational	2,651,900	2,247,700	2,247,700	0	2,247,700
Total	\$10,975,000	\$12,368,500	\$12,308,500	\$0	\$12,308,500
State	10,815,900	12,279,900	12,219,900	0	12,219,900
Federal	7,400	0	0	0	0
Other	151,700	88,600	88,600	0	88,600

343.47 Family Health and Wellness

Family Health and Wellness provides health services to women of child-bearing age and to children in low-income populations in an effort to reduce maternal and infant mortality and morbidity. This program also provides evaluation, diagnosis, education, counseling, comprehensive medical care, and case management services to physically disabled children up to age 21. Program services also include abstinence education, child health-care services, child fatality reviews, coordinated school health programs with the Department of Education, adolescent pregnancy prevention, newborn genetic and hearing screening, services for pregnant women, family planning, and home visits to clients. Additionally, funding for the Diabetes Prevention and Health Improvement program is budgeted in Family Health and Wellness.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	137	140	139	3	142
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	137	140	139	3	142
Payroll	11,004,800	13,495,300	13,420,800	354,800	13,775,600
Operational	47,272,100	84,841,000	79,397,900	6,399,400	85,797,300
Total	\$58,276,900	\$98,336,300	\$92,818,700	\$6,754,200	\$99,572,900
State	14,429,300	14,991,400	14,942,100	6,754,200	21,696,300
Federal	25,475,000	35,089,200	29,620,900	0	29,620,900
Other	18,372,600	48,255,700	48,255,700	0	48,255,700

343.49 Communicable and Environmental Disease and Emergency Preparedness

The Communicable and Environmental Disease Services program works with staff in regional and local health departments to provide epidemiological services. These activities include epidemiological investigations of acute communicable diseases; tuberculosis control services; administration of immunizations against vaccine-preventable diseases; and investigation, diagnosis, and treatment of persons with sexually transmitted diseases, including HIV/AIDS. Environmental epidemiology services include educational services relative to chemical or physical pollution, disease cluster investigations, and toxicological at-risk assessment consultations with environmental regulatory programs in the Department of Environment and Conservation. Staff also maintains surveillance systems for early detection of bioterrorism and provides emergency support to local health departments and emergency responders.

Full-Time	248	247	247	0	247
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	248	247	247	0	247
Payroll	23,277,300	27,089,300	25,692,500	0	25,692,500
Operational	451,889,900	456,648,400	61,123,500	0	61,123,500
Total	\$475,167,200	\$483,737,700	\$86,816,000	\$0	\$86,816,000
State	17,397,600	13,633,100	13,517,400	0	13,517,400
Federal	431,068,200	442,271,900	45,465,900	0	45,465,900
Other	26,701,400	27,832,700	27,832,700	0	27,832,700

343.52 Community and Medical Services

Community and Medical Services supports health promotion activities that reduce premature death and disability. The program promotes healthy lifestyle practices through a combination of preventive programs and wellness initiatives. The target population is the indigent and medically underserved. The Breast and Cervical Cancer Program provides screening and diagnostic testing. The Health Access Incentive Program provides financial incentives to primary care providers to locate in underserved areas as well as other community initiatives. The Office of Rural Health provides statewide coordination of activities designed to improve the availability and accessibility of health-care services in rural areas. Specific services include health access, rural health, rape prevention and education, community prevention initiative, diabetes prevention and control, heart disease and stroke prevention, and traumatic brain injury treatment.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	20	20	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	20	20	20	0	20
Payroll	1,275,500	1,839,900	1,832,500	0	1,832,500
Operational	116,004,300	222,692,750	117,964,600	12,000,000	129,964,600
Total	\$117,279,800	\$224,532,650	\$119,797,100	\$12,000,000	\$131,797,100
State	28,712,700	47,132,950	31,387,700	12,000,000	43,387,700
Federal	86,609,000	177,351,000	88,360,700	0	88,360,700
Other	1,958,100	48,700	48,700	0	48,700

343.53 Women, Infants, and Children (WIC)

The Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) provides screening, counseling, and supplemental foods to low-income pregnant and postpartum breastfeeding women and supplemental foods to infants and children at risk due to inadequate nutrition. Through promotion and modification of food practices, this program seeks to minimize the risk of complications to mothers and children, maximize normal development, and improve the health status of the targeted high-risk population.

Full-Time	19	19	19	0	19
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	19	19	19	0	19
Payroll	1,394,700	1,722,000	1,709,800	0	1,709,800
Operational	98,068,500	133,969,400	133,969,400	0	133,969,400
Total	\$99,463,200	\$135,691,400	\$135,679,200	\$0	\$135,679,200
State	0	0	0	0	0
Federal	63,145,900	90,558,400	90,546,200	0	90,546,200
Other	36,317,300	45,133,000	45,133,000	0	45,133,000

343.60 Health Services

Health Services is a network of regional health offices, metropolitan area offices, and county health departments. Grants-in-aid are provided to local health units to ensure that every citizen in the state has access to health care and to assist county health departments in providing adequate staff. Services include child health and development assistance; family planning; community health clinics; primary care; TennCare dental services; children's special services; immunizations; health promotion; sexually transmitted disease assistance; tuberculosis control; AIDS assistance; bioterrorism preparedness; community development; Early and Periodic Screening, Diagnosis, and Treatment outreach; and supplemental foods, screening, and counseling through the WIC program described above.

Full-Time	1,526	1,525	1,534	8	1,542
Part-Time	2	2	2	0	2
Seasonal	0	0	0	0	0
Total	1,528	1,527	1,536	8	1,544
Payroll	118,434,400	136,216,500	136,397,900	443,600	136,841,500
Operational	131,898,500	213,318,500	145,716,400	12,028,600	157,745,000
Total	\$250,332,900	\$349,535,000	\$282,114,300	\$12,472,200	\$294,586,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	65,649,700	126,822,500	102,231,900	11,000,000	113,231,900
Federal	82,235,200	153,933,600	111,257,700	0	111,257,700
Other	102,448,000	68,778,900	68,624,700	1,472,200	70,096,900
343.00 Total Health					
Full-Time	2,848	2,687	2,686	17	2,703
Part-Time	212	212	212	0	212
Seasonal	0	0	0	0	0
Total	3,060	2,899	2,898	17	2,915
Payroll	228,709,600	250,091,100	247,443,700	1,923,500	249,367,200
Operational	911,890,300	1,181,188,950	588,356,600	32,387,600	620,744,200
Total	\$1,140,599,900	\$1,431,280,050	\$835,800,300	\$34,311,100	\$870,111,400
State	207,193,700	280,653,050	239,751,900	32,524,500	272,276,400
Federal	715,768,100	917,610,700	378,186,300	314,400	378,500,700
Other	217,638,100	233,016,300	217,862,100	1,472,200	219,334,300

Department of Intellectual and Developmental Disabilities

The Department of Intellectual and Developmental Disabilities (DIDD) was established as a separate department of state government effective January 15, 2011, by Chapter 1100 of the Public Acts of 2010. The department was previously a division of the Department of Finance and Administration. The department provides services in a variety of settings, ranging from supported living in the community to institutional care, with an emphasis on providing services to individuals in home and community-based settings where possible. The department is divided into three functional areas: Administration, Community Services, and Developmental Center.

Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
---------------------	------------------------	-------------------	----------------------------	--------------------------

Administration

344.01 Intellectual Disabilities Services Administration

Intellectual Disabilities Services Administration is responsible for oversight of the Harold Jordan Center and the state-operated community homes, administration of the home and community-based Medicaid waiver program, policy development and implementation, approval of statewide programs and provider development, budget and personnel functions, training, technical assistance, and consultation in specialty areas.

Full-Time	263	259	260	12	272
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	263	259	260	12	272
Payroll	21,673,700	25,022,000	24,996,700	962,800	25,959,500
Operational	10,169,600	13,108,700	11,887,900	34,500	11,922,400
Total	\$31,843,300	\$38,130,700	\$36,884,600	\$997,300	\$37,881,900
State	1,481,500	2,891,600	2,289,400	289,600	2,579,000
Federal	0	0	0	0	0
Other	30,361,800	35,239,100	34,595,200	707,700	35,302,900

Community Services

Three regional offices coordinate services for individuals in the community and for individuals transitioning from institutional settings to the community. Additional alternatives to institutional residential settings are provided at state-operated Intermediate Care Facilities (ICFs) for the intellectually disabled at community homes serving East, Middle, and West Tennessee.

344.02 Community Intellectual Disabilities Services

The Community Intellectual Disabilities Services division provides community-based intellectual disabilities services to persons with intellectual disabilities and other developmental disabilities. The division contracts with community agencies across the state to provide the following comprehensive system of support services: residential services, family support, adult day services, therapy services, nursing services, dental services, respite, diagnostic and evaluation, supported employment, Katie Beckett waiver program services, and support coordination.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	19,707,900	70,793,300	68,330,700	26,400,000	94,730,700
Total	\$19,707,900	\$70,793,300	\$68,330,700	\$26,400,000	\$94,730,700
State	11,750,200	41,741,300	39,278,700	26,400,000	65,678,700
Federal	0	0	0	0	0
Other	7,957,700	29,052,000	29,052,000	0	29,052,000

344.04 Protection from Harm

The Protection from Harm division serves as a safeguard for the service recipient and focuses on investigation, complaint resolution, and incident management.

Full-Time	66	74	81	0	81
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	66	74	81	0	81
Payroll	5,244,400	6,435,400	6,966,100	0	6,966,100
Operational	445,100	751,600	751,600	0	751,600
Total	\$5,689,500	\$7,187,000	\$7,717,700	\$0	\$7,717,700
State	89,600	406,300	432,800	0	432,800
Federal	0	0	0	0	0
Other	5,599,900	6,780,700	7,284,900	0	7,284,900

344.20 West Tennessee Regional Office

The West Tennessee Regional Office coordinates services and support to individuals with intellectual disabilities living in the community in West Tennessee.

Full-Time	139	134	131	3	134
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	139	134	131	3	134
Payroll	10,024,200	11,700,600	11,520,600	107,400	11,628,000
Operational	1,580,100	1,877,800	1,727,800	8,500	1,736,300
Total	\$11,604,300	\$13,578,400	\$13,248,400	\$115,900	\$13,364,300
State	215,500	1,210,800	1,212,500	115,900	1,328,400
Federal	0	0	0	0	0
Other	11,388,800	12,367,600	12,035,900	0	12,035,900

344.21 Middle Tennessee Regional Office

The Middle Tennessee Regional Office coordinates services and support to individuals with intellectual disabilities living in the community in Middle Tennessee.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	140	145	142	3	145
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	140	145	142	3	145
Payroll	9,099,900	11,429,900	11,270,300	107,400	11,377,700
Operational	2,686,400	2,405,200	2,405,200	8,500	2,413,700
Total	\$11,786,300	\$13,835,100	\$13,675,500	\$115,900	\$13,791,400
State	824,600	728,900	881,700	115,900	997,600
Federal	0	0	0	0	0
Other	10,961,700	13,106,200	12,793,800	0	12,793,800

344.22 East Tennessee Regional Office

The East Tennessee Regional Office coordinates services and support to individuals with intellectual disabilities living in the community in East Tennessee.

Full-Time	139	141	139	3	142
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	139	141	139	3	142
Payroll	10,005,000	11,429,400	11,316,500	107,400	11,423,900
Operational	1,763,200	1,466,500	1,558,200	8,500	1,566,700
Total	\$11,768,200	\$12,895,900	\$12,874,700	\$115,900	\$12,990,600
State	233,800	678,200	837,900	115,900	953,800
Federal	0	0	0	0	0
Other	11,534,400	12,217,700	12,036,800	0	12,036,800

344.35 Seating and Positioning Clinics

The Seating and Positioning Clinics provides funding for three assistive technology clinics, located in East, Middle, and West Tennessee; and one mobile clinic serving the entire state, that provide custom wheelchairs and positioning equipment to individuals with intellectual and developmental disabilities.

Full-Time	28	28	28	1	29
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	28	28	28	1	29
Payroll	2,135,700	2,478,800	2,464,600	126,400	2,591,000
Operational	1,588,800	1,496,000	1,492,200	0	1,492,200
Total	\$3,724,500	\$3,974,800	\$3,956,800	\$126,400	\$4,083,200
State	2,965,500	3,202,200	3,184,200	126,400	3,310,600
Federal	0	0	0	0	0
Other	759,000	772,600	772,600	0	772,600

344.40 West Tennessee Community Homes

West Tennessee Community Homes are ICFs for individuals with severe to profound intellectual, physical, and medical challenges.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	220	211	189	0	189
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	220	211	189	0	189
Payroll	12,207,500	15,615,300	14,776,600	0	14,776,600
Operational	6,444,700	6,217,600	6,337,100	0	6,337,100
Total	\$18,652,200	\$21,832,900	\$21,113,700	\$0	\$21,113,700
State	0	35,300	35,300	0	35,300
Federal	0	0	0	0	0
Other	18,652,200	21,797,600	21,078,400	0	21,078,400

344.41 Middle Tennessee Community Homes

Middle Tennessee Community Homes are ICFs for individuals with severe to profound intellectual, physical, and medical challenges.

Full-Time	152	152	152	0	152
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	152	152	152	0	152
Payroll	8,978,500	10,705,300	10,624,900	0	10,624,900
Operational	6,329,000	6,131,000	6,133,800	0	6,133,800
Total	\$15,307,500	\$16,836,300	\$16,758,700	\$0	\$16,758,700
State	0	95,900	95,900	0	95,900
Federal	0	0	0	0	0
Other	15,307,500	16,740,400	16,662,800	0	16,662,800

344.42 East Tennessee Community Homes

East Tennessee Community Homes are ICFs for individuals with severe to profound intellectual, physical, and medical challenges.

Full-Time	258	258	237	43	280
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	258	258	237	43	280
Payroll	15,049,800	17,745,300	17,041,500	3,162,400	20,203,900
Operational	5,923,800	6,728,800	6,637,300	11,837,600	18,474,900
Total	\$20,973,600	\$24,474,100	\$23,678,800	\$15,000,000	\$38,678,800
State	0	3,248,400	248,400	0	248,400
Federal	0	0	0	0	0
Other	20,973,600	21,225,700	23,430,400	15,000,000	38,430,400

344.60 Tennessee Early Intervention System

The Tennessee Early Intervention System (TEIS) program provides direct services to children with disabilities, from birth through the age of two, as well as home-based services to parents and other primary care providers.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	271	378	378	1	379
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	271	378	378	1	379
Payroll	17,027,400	26,021,100	25,895,300	82,500	25,977,800
Operational	35,029,100	78,920,000	74,983,100	0	74,983,100
Total	\$52,056,500	\$104,941,100	\$100,878,400	\$82,500	\$100,960,900
State	22,725,400	61,381,900	60,271,500	82,500	60,354,000
Federal	9,104,200	13,199,900	10,352,000	0	10,352,000
Other	20,226,900	30,359,300	30,254,900	0	30,254,900

Developmental Center

The department currently operates one developmental center, which provides residential support and services to adults who have intellectual disabilities and who require facility-based long-term care. The 24-hour care is to improve the physical, intellectual, social, and emotional capabilities of adults and children with severe intellectual disabilities.

344.15 Harold Jordan Center

The Harold Jordan Center provides three residential programs to individuals with intellectual disabilities: a forensic services program, a behavior stabilization program, and ICF services for people with a need for a high level of structure. The facility is licensed for 28 beds.

Full-Time	96	96	41	0	41
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	96	96	41	0	41
Payroll	3,604,900	5,521,900	3,388,700	0	3,388,700
Operational	2,780,700	3,160,500	2,184,000	0	2,184,000
Total	\$6,385,600	\$8,682,400	\$5,572,700	\$0	\$5,572,700
State	3,252,000	4,349,900	5,572,700	0	5,572,700
Federal	0	0	0	0	0
Other	3,133,600	4,332,500	0	0	0

344.50 Major Maintenance

Major Maintenance provides institutional maintenance funds to the state's developmental centers and state-owned community homes in the event of an emergency and provides funding for maintenance projects that do not meet the criteria for capital maintenance.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	540,000	460,900	460,900	39,100	500,000
Total	\$540,000	\$460,900	\$460,900	\$39,100	\$500,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	460,800	460,900	460,900	39,100	500,000
Federal	0	0	0	0	0
Other	79,200	0	0	0	0
344.00 Total Intellectual and Developmental Disabilities					
Full-Time	1,772	1,876	1,778	66	1,844
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1,772	1,876	1,778	66	1,844
Payroll	115,051,000	144,105,000	140,261,800	4,656,300	144,918,100
Operational	94,988,400	193,517,900	184,889,800	38,336,700	223,226,500
Total	\$210,039,400	\$337,622,900	\$325,151,600	\$42,993,000	\$368,144,600
State	43,998,900	120,431,600	114,801,900	27,285,300	142,087,200
Federal	9,104,200	13,199,900	10,352,000	0	10,352,000
Other	156,936,300	203,991,400	199,997,700	15,707,700	215,705,400

Statistical Data

Intellectual and Developmental Disabilities

	Developmental Centers			Community Homes			Total*
	HJC 344.15	GVDC 344.12	Total*	WTCH 344.40	MTCH 344.41	ETCH 344.42	
Annual Admissions							
2016-2017	12	0	12	1	2	4	7
2017-2018	10	0	10	1	2	3	6
2018-2019	9	0	9	5	0	5	10
2019-2020	2	0	2	4	3	1	8
2020-2021	8	0	8	1	0	4	5
2021-2022	5	0	5	1	0	0	1
2022-2023	4	0	4	2	4	2	8
2023-2024	4	0	4	2	2	2	6
Annual Releases							
2016-2017	13	60	73	1	3	3	7
2017-2018	13	0	13	2	2	5	9
2018-2019	14	0	14	7	3	4	14
2019-2020	9	0	9	5	1	1	7
2020-2021	2	0	2	5	4	7	16
2021-2022	8	0	8	9	0	0	9
2022-2023	4	0	4	1	1	1	3
2023-2024	4	0	4	1	1	1	3
Average Daily Census							
2016-2017	14	46	60	48	36	64	148
2017-2018	24	0	24	47	35	63	145
2018-2019	10	0	10	45	33	62	140
2019-2020	4	0	4	43	33	62	138
2020-2021	7	0	7	42	30	59	131
2021-2022	9	0	9	36	29	55	120
2022-2023	24	0	24	36	36	56	128
2023-2024	4	0	4	36	36	56	128
Cost Per Occupancy Day							
2016-2017	\$1,285.93	\$1,767.29	\$1,654.97	\$960.04	\$1,033.04	\$765.60	\$893.72
2017-2018	\$828.21	N/A	\$828.21	\$1,069.73	\$1,104.31	\$883.66	\$997.23
2018-2019	\$1,764.52	N/A	\$1,764.52	\$1,110.65	\$1,205.87	\$888.51	\$1,034.72
2019-2020	\$3,725.20	N/A	\$3,725.20	\$1,185.74	\$1,244.98	\$889.85	\$1,066.97
2020-2021	\$2,272.41	N/A	\$2,272.41	\$1,186.02	\$1,294.17	\$893.16	\$1,078.89
2021-2022	\$1,943.87	N/A	\$1,943.87	\$1,419.50	\$1,446.15	\$1,044.76	\$1,254.18
2022-2023	\$991.14	N/A	\$991.14	\$1,661.56	\$1,281.30	\$1,197.36	\$1,351.53
2023-2024	\$3,806.49	N/A	\$3,806.49	\$1,602.44	\$1,271.91	\$1,887.14	\$1,634.03

HJC: Harold Jordan Center

GVDC: Greene Valley Developmental Center

WTCH: West Tennessee Community Homes

MTCH: Middle Tennessee Community Homes

ETCH: East Tennessee Community Homes

*Total columns indicate average cost per day for all institutions and community homes.

Department of Human Services

The mission of the Department of Human Services is to improve quality of life by providing an effective system of services for disadvantaged, disabled, and vulnerable Tennesseans. The departmental structure includes Administration, Adult and Family Services, Child Support, and Rehabilitation Services.

Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
---------------------	------------------------	-------------------	----------------------------	--------------------------

Administration

Administration provides departmental support services, operates county field offices, supervises a quality control system, provides a mechanism for appeals and hearings, and conducts investigations for fraud and abuse.

345.01 Administration

Administration provides the basic infrastructure of administrative services to support the performance objectives of the departmental programs. Services include fiscal, audit, personnel, staff development, program performance, and improved customer service.

Full-Time	380	390	390	0	390
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	380	390	390	0	390
Payroll	31,774,500	36,592,100	36,403,500	0	36,403,500
Operational	129,626,100	117,547,800	58,279,500	0	58,279,500
Total	\$161,400,600	\$154,139,900	\$94,683,000	\$0	\$94,683,000
State	39,851,800	39,707,700	39,548,700	0	39,548,700
Federal	114,474,500	109,357,000	50,065,000	0	50,065,000
Other	7,074,300	5,075,200	5,069,300	0	5,069,300

345.17 County Rentals

The County Rentals program provides funding for payment of certain operational costs in the department's field offices, including rent, telephone, janitorial services, maintenance, and network computer charges.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	16,312,300	18,237,300	18,237,300	0	18,237,300
Total	\$16,312,300	\$18,237,300	\$18,237,300	\$0	\$18,237,300
State	7,079,500	7,606,300	7,606,300	0	7,606,300
Federal	8,884,300	9,897,500	9,897,500	0	9,897,500
Other	348,500	733,500	733,500	0	733,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

345.31 Appeals and Hearings

Appeals and Hearings provides a mechanism for appeals and hearings requested by applicants for and recipients of financial benefits or services provided by the department, including the Supplemental Nutrition Assistance Program (SNAP).

Full-Time	111	111	111	0	111
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	111	111	111	0	111
Payroll	9,782,800	11,227,200	11,173,000	0	11,173,000
Operational	708,200	1,203,100	1,203,100	0	1,203,100
Total	\$10,491,000	\$12,430,300	\$12,376,100	\$0	\$12,376,100
State	3,127,600	5,926,100	4,897,400	0	4,897,400
Federal	7,363,400	6,504,200	7,478,700	0	7,478,700
Other	0	0	0	0	0

Adult and Family Services

Adult and Family Services includes Child Care Benefits, Temporary Cash Assistance, SNAP, Family Assistance Services, and Community Services.

345.20 Child Care Benefits

The Child Care Benefits program provides assistance for child care services to qualifying participants in programs such as Families First, foster care, child protective services, transitional Families First, and Department of Children's Services relative care.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	191,767,500	215,795,600	215,795,600	0	215,795,600
Total	\$191,767,500	\$215,795,600	\$215,795,600	\$0	\$215,795,600
State	4,549,300	14,000,000	14,000,000	0	14,000,000
Federal	186,382,700	195,395,600	200,795,600	0	200,795,600
Other	835,500	6,400,000	1,000,000	0	1,000,000

345.23 Temporary Cash Assistance

The Temporary Cash Assistance program provides cash payments to low-income families to enable them to become self-sufficient through Families First, the state's Temporary Assistance to Needy Families (TANF) program. Qualified applicants are issued a cash benefit based on household size and income. Benefits are distributed to individuals through the use of an Electronic Benefits Transfer (EBT) card.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	69,176,800	106,422,200	106,421,900	0	106,421,900
Total	\$69,176,800	\$106,422,200	\$106,421,900	\$0	\$106,421,900
State	189,900	6,425,600	5,000,000	0	5,000,000
Federal	68,986,900	99,896,600	101,321,900	0	101,321,900
Other	0	100,000	100,000	0	100,000

345.25 Supplemental Nutrition Assistance Program

The Supplemental Nutrition Assistance Program (SNAP) is the cornerstone of the federal food assistance programs and provides crucial support to needy households and to those making the transition from welfare to work. The amount of assistance to which any person, household, or family is entitled is determined by measuring the income and resources of such person, household, or family. The goal of the program is to eliminate hunger and reduce the incidence of food insecurity. Benefits are distributed to individuals through an EBT card.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,636,120,000	3,359,112,700	3,359,112,700	0	3,359,112,700
Total	\$2,636,120,000	\$3,359,112,700	\$3,359,112,700	\$0	\$3,359,112,700
State	0	0	0	0	0
Federal	2,636,120,000	3,359,112,700	3,359,112,700	0	3,359,112,700
Other	0	0	0	0	0

345.30 Family Assistance Services

The Family Assistance Services program provides eligibility determination for Families First, SNAP, and administrative support to TennCare for Medicaid eligibility determination. In addition, SNAP recipients receive nutrition education and outreach services. Families First clients receive job training, employment career services, and counseling. Family Assistance Services also provides supervision and administrative support to the Department of Human Services offices in each of Tennessee's 95 counties.

Full-Time	2,018	2,020	2,020	0	2,020
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2,018	2,020	2,020	0	2,020
Payroll	113,192,600	134,364,200	133,396,200	0	133,396,200
Operational	162,632,000	291,782,700	92,514,400	0	92,514,400
Total	\$275,824,600	\$426,146,900	\$225,910,600	\$0	\$225,910,600
State	62,519,300	92,826,200	80,226,100	0	80,226,100
Federal	212,518,200	329,073,600	141,456,800	0	141,456,800
Other	787,100	4,247,100	4,227,700	0	4,227,700

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

345.49 Community Services

The Community Services program provides a range of social services, including child care, child care provider licensing, adult protective services, child and adult nutrition, summer food service, child care facilities loan fund, homemaker, refugee assistance, and emergency and support services. Services are provided through a mix of state employees, quasi-governmental entities, and private entities. These services are funded by a combination of state appropriations, the federal Social Services and Community Services block grants, other federal programs, and other sources, including funding from the Department of Children's Services, the Department of Health, and the Divison of TennCare.

Full-Time	440	431	430	0	430
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	440	431	430	0	430
Payroll	26,809,000	31,502,200	31,244,800	0	31,244,800
Operational	491,012,100	480,768,200	161,554,200	250,000	161,804,200
Total	\$517,821,100	\$512,270,400	\$192,799,000	\$250,000	\$193,049,000
State	24,117,800	20,023,200	15,315,600	250,000	15,565,600
Federal	490,041,800	486,169,300	173,031,700	0	173,031,700
Other	3,661,500	6,077,900	4,451,700	0	4,451,700

Child Support

345.13 Child Support

The Child Support Enforcement program is a federal, state, and local partnership to collect and distribute child support. Program goals include ensuring children have the financial support of both parents, fostering responsible behavior towards children, and reducing welfare costs. Tennessee's Child Support Enforcement program is administered by the department through contracts with district attorneys general, private vendors, local governments, and program staff. Services include locating non-custodial parents, establishing paternity, establishing and enforcing financial and medical support orders, reviewing and adjusting support orders, and collecting and distributing child support payments. Enforcement staff is included in the District Attorneys General Conference budget with funding from this program.

Full-Time	104	115	115	0	115
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	104	115	115	0	115
Payroll	7,324,900	9,378,700	9,331,300	0	9,331,300
Operational	80,543,900	86,026,700	85,831,800	126,000	85,957,800
Total	\$87,868,800	\$95,405,400	\$95,163,100	\$126,000	\$95,289,100
State	13,271,100	16,350,300	16,268,000	42,800	16,310,800
Federal	45,301,900	52,845,300	52,085,300	83,200	52,168,500
Other	29,295,800	26,209,800	26,809,800	0	26,809,800

Rehabilitation Services

The Rehabilitation Services section provides direct services to persons with disabilities and determines eligibility for federal Social Security disability income programs.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

345.70 Rehabilitation Services

The Rehabilitation Services program seeks to alleviate barriers and provide quality services to improve the conditions of persons with disabilities. The program's primary goal is to place disabled individuals into employment. Rehabilitation services include any services described in an individual plan for employment that are necessary to assist an individual with a disability in preparing for, securing, retaining, or regaining an employment outcome that is consistent with the strengths and abilities of the individual. The program includes the Tennessee Rehabilitation Center in Smyrna and other locations throughout the state.

Full-Time	501	498	498	0	498
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	501	498	498	0	498
Payroll	26,060,300	34,501,500	34,307,900	0	34,307,900
Operational	37,215,400	66,119,500	66,119,500	0	66,119,500
Total	\$63,275,700	\$100,621,000	\$100,427,400	\$0	\$100,427,400
State	11,863,800	17,443,700	17,401,100	0	17,401,100
Federal	45,369,400	74,913,900	75,062,900	0	75,062,900
Other	6,042,500	8,263,400	7,963,400	0	7,963,400

345.71 Disability Determination

The Disability Determination program, in partnership with the U.S. Social Security Administration, ascertains whether an individual is qualified for disability insurance benefits or Supplemental Security Income benefits from the U.S. Social Security Administration.

Full-Time	478	468	468	0	468
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	478	468	468	0	468
Payroll	23,473,400	35,527,800	35,373,400	0	35,373,400
Operational	22,842,400	35,941,300	35,941,300	0	35,941,300
Total	\$46,315,800	\$71,469,100	\$71,314,700	\$0	\$71,314,700
State	0	0	0	0	0
Federal	46,315,800	71,469,100	71,314,700	0	71,314,700
Other	0	0	0	0	0

345.00 Total Human Services

Full-Time	4,032	4,033	4,032	0	4,032
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	4,032	4,033	4,032	0	4,032
Payroll	238,417,500	293,093,700	291,230,100	0	291,230,100
Operational	3,837,956,700	4,778,957,100	4,201,011,300	376,000	4,201,387,300
Total	\$4,076,374,200	\$5,072,050,800	\$4,492,241,400	\$376,000	\$4,492,617,400
State	166,570,100	220,309,100	200,263,200	292,800	200,556,000
Federal	3,861,758,900	4,794,634,800	4,241,622,800	83,200	4,241,706,000
Other	48,045,200	57,106,900	50,355,400	0	50,355,400

Department of Finance and Administration, Strategic Health-Care Programs

Strategic Health-Care Programs includes Health-Care Planning and Innovation and Cover Tennessee Health-Care Programs, which are CoverKids and CoverRx.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
350.10 Health-Care Planning and Innovation					
Health-Care Planning and Innovation					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	169,400	240,600	240,600	0	240,600
Total	\$169,400	\$240,600	\$240,600	\$0	\$240,600
State	7,700	0	0	0	0
Federal	155,500	0	0	0	0
Other	6,200	240,600	240,600	0	240,600

Cover Tennessee Health-Care Programs

Cover Tennessee, enacted in 2006, was developed to create health insurance options that are affordable and portable for the uninsured. CoverKids was created to provide health insurance to adults and children who are uninsured or uninsurable. CoverRx was created as a pharmacy assistance program for low-income adults without pharmacy coverage.

350.50 CoverKids

The CoverKids program was created by law in 2006 to provide health care coverage to Tennessee children whose family income is less than 250 percent of the federal poverty level. The program provides comprehensive health-care benefits, including dental care.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
350.50 CoverKids					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	151,810,500	200,434,800	200,531,500	0	200,531,500
Total	\$151,810,500	\$200,434,800	\$200,531,500	\$0	\$200,531,500
State	34,393,400	47,268,800	47,291,700	942,500	48,234,200
Federal	117,417,100	152,304,100	152,377,900	(942,500)	151,435,400
Other	0	861,900	861,900	0	861,900

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

350.60 CoverRX

CoverRx, created by law in 2006, is an expansion of the health-care safety net pharmacy-assistance program, which began in 2005. CoverRx provides discounts for Tennesseans without pharmacy coverage that have a household income below 100 percent of the federal poverty level. This program is not insurance coverage and no premiums are collected. Participants are provided access to more affordable prescriptions.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	8,281,400	11,122,100	11,889,500	0	11,889,500
Total	\$8,281,400	\$11,122,100	\$11,889,500	\$0	\$11,889,500
State	3,869,500	8,122,100	8,889,500	0	8,889,500
Federal	0	0	0	0	0
Other	4,411,900	3,000,000	3,000,000	0	3,000,000

350.00 Total Finance and Administration, Strategic Health-Care Programs					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	160,261,300	211,797,500	212,661,600	0	212,661,600
Total	\$160,261,300	\$211,797,500	\$212,661,600	\$0	\$212,661,600
State	38,270,600	55,390,900	56,181,200	942,500	57,123,700
Federal	117,572,600	152,304,100	152,377,900	(942,500)	151,435,400
Other	4,418,100	4,102,500	4,102,500	0	4,102,500

Department of Children's Services

In cooperation with juvenile courts, the Department of Children's Services (DCS) provides timely, appropriate, and cost-effective services for children in state custody or at risk of entering state custody in order to enable these children to reach their full potential as productive, competent, and healthy adults. The department is organized into three functional areas: Administration, Child Welfare, and Juvenile Justice.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administration

359.10 Administration

Administration provides funding for staffing and other operating costs necessary for administration of the department. Administration also provides internal support, leadership, and direction that lead to improved program performance and success in the ultimate goal of reintegration of children into the community. This program also assists in compliance with state law, departmental policies, and American Correctional Association standards.

Full-Time	289	289	289	10	299
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	289	289	289	10	299
Payroll	27,628,900	31,959,800	31,811,200	989,500	32,800,700
Operational	34,553,900	35,243,950	36,025,100	69,878,400	105,903,500
Total	\$62,182,800	\$67,203,750	\$67,836,300	\$70,867,900	\$138,704,200
State	38,410,500	39,161,250	39,873,200	35,877,800	75,751,000
Federal	5,943,500	3,775,900	3,762,300	33,099,600	36,861,900
Other	17,828,800	24,266,600	24,200,800	1,890,500	26,091,300

Child Welfare

Child Welfare provides a variety of services that support families with children that are at risk of coming into state custody, ensures that children who enter state custody are provided with appropriate treatment and care, assists with adoptions of special needs children, and manages cases of children and families in an appropriate and timely manner.

359.20 Family Support Services

The Family Support Services program provides services to children that are at risk of entering state custody. Crisis intervention services are provided both to parents with difficulty raising their children and to unruly children on a path to youth detention. The goal of these services is to assist children to successfully remain in their homes. If children cannot be raised by their parents, a relative caregiver program attempts to support placement of children in the homes of other family members.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	46,612,800	105,875,800	97,997,900	7,785,000	105,782,900
Total	\$46,612,800	\$105,875,800	\$97,997,900	\$7,785,000	\$105,782,900
State	29,386,100	69,271,800	62,163,400	7,055,000	69,218,400
Federal	6,836,100	26,009,500	25,274,500	730,000	26,004,500
Other	10,390,600	10,594,500	10,560,000	0	10,560,000

359.30 Custody Services

The Custody Services program purchases residential care in safe, state-monitored homes to ensure children in state custody receive treatment and housing until the state can make a permanent placement. Included services are mental, behavioral, and physical treatment services to prepare youth to live independently in adulthood. Youth in custody may volunteer for extended state custody after their 18th birthday to receive services designed to assist youth achieve successful independence after primary school.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	15,000	15,000	0	15,000
Operational	401,341,400	467,474,700	437,771,300	79,434,200	517,205,500
Total	\$401,341,400	\$467,489,700	\$437,786,300	\$79,434,200	\$517,220,500
State	118,856,000	129,779,100	117,953,300	26,809,900	144,763,200
Federal	47,234,100	46,525,200	46,733,000	3,413,400	50,146,400
Other	235,251,300	291,185,400	273,100,000	49,210,900	322,310,900

359.35 Needs Assessment

The Needs Assessment program provides funding to assist in determining the need for new or different placement and service resources, and where those placements and services should be located.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	3,042,400	20,105,800	36,171,000	0	36,171,000
Total	\$3,042,400	\$20,105,800	\$36,171,000	\$0	\$36,171,000
State	3,042,400	20,105,800	36,171,000	0	36,171,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

359.40 Adoption Services

The Adoption Services program provides financial support payments to adoptive parents and treatment and counseling services for families to meet the needs of adopted children. Post-adoption records services are provided to adults who were adopted as youth in Tennessee.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	15,000	15,000	0	15,000
Operational	144,363,700	151,385,400	151,385,400	6,523,300	157,908,700
Total	\$144,363,700	\$151,400,400	\$151,400,400	\$6,523,300	\$157,923,700
State	52,323,600	74,608,500	74,608,500	3,765,500	78,374,000
Federal	88,806,500	76,675,000	76,675,000	2,757,800	79,432,800
Other	3,233,600	116,900	116,900	0	116,900

359.50 Child and Family Management

The Child and Family Management program provides case management services to children and their families in order to meet identified intervention, treatment, and placement needs. Case managers make visits to a child's home, school, and service providers, as well as work with local courts to assess the child's treatment and care needs while the child is in or has recently exited the custody of the state.

Full-Time	3,333	3,336	3,336	0	3,336
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3,333	3,336	3,336	0	3,336
Payroll	224,375,700	279,787,200	278,311,800	15,858,300	294,170,100
Operational	44,011,200	50,257,300	50,237,300	11,442,800	61,680,100
Total	\$268,386,900	\$330,044,500	\$328,549,100	\$27,301,100	\$355,850,200
State	80,142,200	125,777,000	125,113,000	12,096,600	137,209,600
Federal	21,646,200	36,302,300	36,154,800	2,715,100	38,869,900
Other	166,598,500	167,965,200	167,281,300	12,489,400	179,770,700

359.90 Social Security Income

Social Security Income funds are collected on behalf of and used for services provided to that child while in state custody. Child Support funds are received from the Department of Human Services and are used to support residential treatment services for children in state custody.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	13,791,000	13,737,200	13,737,200	0	13,737,200
Total	\$13,791,000	\$13,737,200	\$13,737,200	\$0	\$13,737,200
State	0	0	0	0	0
Federal	7,418,900	7,637,200	7,637,200	0	7,637,200
Other	6,372,100	6,100,000	6,100,000	0	6,100,000

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Juvenile Justice

The department operates one youth development center that provides individualized treatment programs and services to juvenile offenders that contribute to their successful reintegration into society. The center assesses and properly cares for the needs of juveniles while offering counseling and educational services. A youth development center student either has needs that cannot be met in the community, is committed for a violent offense resulting in injury to another person, or has three or more felony offenses. Services provided to students at the center include parental responsibility counseling, academic education, general educational development, work-study programs, special education, abuse victimization counseling, family counseling, medical care, remedial reading and math, adult basic education, and vocational training. Some specialized services provided include drug and alcohol abuse treatment, sex-abuse and sex offender treatment, violent offender treatment, gang activity awareness, speech therapy, dental care, and behavioral management.

359.60 John S. Wilder Youth Development Center

John S. Wilder Youth Development Center, located in Somerville, is a regional hardware-secure residential treatment program for delinquent youth ages 13 to 18 who are committed by the courts to the department.

Full-Time	228	222	222	0	222
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
Total	229	223	223	0	223
Payroll	6,907,300	14,269,200	14,222,600	1,112,900	15,335,500
Operational	5,323,400	5,338,100	4,683,100	323,600	5,006,700
Total	\$12,230,700	\$19,607,300	\$18,905,700	\$1,436,500	\$20,342,200
State	11,669,900	19,206,500	18,504,900	1,436,500	19,941,400
Federal	0	0	0	0	0
Other	560,800	400,800	400,800	0	400,800

359.80 Major Maintenance

The Major Maintenance program provides institutional maintenance funds for the state youth development centers in the event of an emergency, as well as assists institutions with facility maintenance projects that do not meet the criteria for capital maintenance

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	202,200	385,100	385,100	129,900	515,000
Total	\$202,200	\$385,100	\$385,100	\$129,900	\$515,000
State	202,200	370,100	370,100	129,900	500,000
Federal	0	0	0	0	0
Other	0	15,000	15,000	0	15,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
359.00 Total Children's Services					
Full-Time	3,850	3,847	3,847	10	3,857
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
Total	3,851	3,848	3,848	10	3,858
Payroll	258,911,900	326,046,200	324,375,600	17,960,700	342,336,300
Operational	693,242,000	849,803,350	828,393,400	175,517,200	1,003,910,600
Total	\$952,153,900	\$1,175,849,550	\$1,152,769,000	\$193,477,900	\$1,346,246,900
State	334,032,900	478,280,050	474,757,400	87,171,200	561,928,600
Federal	177,885,300	196,925,100	196,236,800	42,715,900	238,952,700
Other	440,235,700	500,644,400	481,774,800	63,590,800	545,365,600

Statistical Data Youth Development Centers

	Wilder 359.60	Woodland Hills 359.62	Mountain View 359.63	Total
Annual Admissions				
2016-2017	156	32	112	300
2017-2018	156	32	0	188
2018-2019	156	30	0	186
2019-2020	98	0	0	98
2020-2021	87	0	0	87
2021-2022	99	0	0	99
2022-2023	99	0	0	99
2023-2024	36	0	0	36
Annual Releases				
2016-2017	152	36	102	290
2017-2018	152	36	0	188
2018-2019	152	36	0	188
2019-2020	98	0	0	98
2020-2021	122	0	0	122
2021-2022	100	0	0	100
2022-2023	96	0	0	96
2023-2024	36	0	0	36
Average Daily Census				
2016-2017	116	30	40	186
2017-2018	116	40	0	156
2018-2019	116	44	0	160
2019-2020	99	0	0	99
2020-2021	94	0	0	94
2021-2022	52	0	0	52
2022-2023	37	0	0	37
2023-2024	37	0	0	37
Cost Per Occupancy Day *				
2016-2017	\$322.53	\$670.45	\$602.63	\$438.88
2017-2018	\$350.01	\$481.60	N/A	\$383.75
2018-2019	\$363.95	\$91.59	N/A	\$289.05
2019-2020	\$427.78	N/A	N/A	\$427.78
2020-2021	\$406.36	N/A	N/A	\$406.36
2021-2022	\$644.40	N/A	N/A	\$644.40
2022-2023	\$1,451.85	N/A	N/A	\$1,451.85
2023-2024	\$1,502.16	N/A	N/A	\$1,502.16

* Last column indicates average cost per day for all institutions.

Law, Safety, and Correction



Law, Safety, and Correction

Table of Contents



Introduction	B-207
Total Personnel and Funding.....	B-208
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-209
Cost Increases for Fiscal Year 2023-2024.....	B-210
Program Statements.....	B-227
Court System.....	B-227
Attorney General and Reporter.....	B-236
District Attorneys General Conference.....	B-238
District Public Defenders Conference.....	B-240
Office of the Post-Conviction Defender	B-242
Alcoholic Beverage Commission.....	B-243
Tennessee Rehabilitative Initiative in Correction (TRICOR).....	B-244
Corrections Institute.....	B-245
Board of Parole	B-246
Department of Correction.....	B-247
Statistical Data – Correctional Institutions	B-258
Military Department.....	B-261
Tennessee Bureau of Investigation	B-266
Department of Safety	B-267

Law, Safety, and Correction

Recommended Budget, Fiscal Year 2023 – 2024

The agencies and departments that comprise this functional group are responsible for the interpretation and enforcement of the state's laws.

The judicial branch of state government ensures the proper administration of justice within the state and consists of the following agencies:

- The Court System
- Attorney General and Reporter
- District Attorneys General Conference
- District Public Defenders Conference
- Office of the Post-Conviction Defender.

The public's welfare and safety are protected through confinement and control of the state's convicted adult criminal offenders. These activities are executed in the executive branch of government by the following agencies:

- Tennessee Rehabilitative Initiative in Correction (TRICOR)
- Tennessee Corrections Institute
- Board of Parole
- Department of Correction.

The state agencies responsible for regulation and enforcement of the law make up the remainder of the functional group. Law and order, public safety, and security are maintained through the efforts of the following agencies:

- Alcoholic Beverage Commission
- Military Department
- Tennessee Bureau of Investigation
- Department of Safety.

Cost Increases and Program Statements

The following section includes: (1) a table on personnel and funding for all agencies in this functional area of state government; (2) a table on the recommended budget for each agency by funding source; (3) a statement of recommended cost increases for the ensuing fiscal year; (4) departmental program statements, indicating the recommended funding and staffing for the ensuing year, compared with actual amounts for the last year and the amounts budgeted for the current year.

Law, Safety, and Correction Total Personnel and Funding

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
Personnel			
Full-Time	12,275	12,576	12,921
Part-Time	102	105	102
Seasonal	0	0	0
TOTAL	12,377	12,681	13,023
Expenditures			
Payroll	\$ 967,295,600	\$ 1,193,422,700	\$ 1,302,773,800
Operational	1,173,520,600	1,480,382,331	1,673,933,600
TOTAL	\$ 2,140,816,200	\$ 2,673,805,031	\$ 2,976,707,400
Funding			
State	\$ 1,677,908,800	\$ 2,274,116,631	\$ 2,628,089,800
Federal	242,499,400	188,087,100	149,509,900
Other	220,408,000	211,601,300	199,107,700
Tuition/Fees	0	0	0

Law, Safety, and Correction
Recommended Budget for Fiscal Year 2023-2024
By Funding Source

Department	State	Federal	Other	Total
302.00 Court System	184,290,200	980,000	6,362,400	191,632,600
303.00 Attorney General and Reporter	51,961,200	0	15,505,200	67,466,400
304.00 District Attorneys General Conference	129,400,700	47,300	45,660,800	175,108,800
306.00 District Public Defenders Conference	80,479,200	0	576,000	81,055,200
308.00 Office of the Post-Conviction Defender	3,115,600	0	0	3,115,600
316.03 Alcoholic Beverage Commission	0	27,000	11,101,900	11,128,900
316.08 TRICOR	0	0	26,062,500	26,062,500
316.09 Corrections Institute	7,331,100	0	95,500	7,426,600
324.00 Board of Parole	10,131,600	0	1,000	10,132,600
329.00 Correction	1,293,600,500	13,149,700	20,333,600	1,327,083,800
341.00 Military Department	42,687,300	88,122,500	258,900	131,068,700
348.00 Tennessee Bureau of Investigation	107,905,200	12,777,900	24,416,100	145,099,200
349.00 Safety	717,187,200	34,405,500	48,733,800	800,326,500
Total	\$2,628,089,800	\$149,509,900	\$199,107,700	\$2,976,707,400

Law, Safety, and Correction
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Court System					
<ul style="list-style-type: none"> • Mandated Salary Increase 					
To provide recurring funding for the judges' Consumer Price Index (CPI) salary adjustment required by TCA 8-23-103, effective July 1, 2023. This represents a 5 percent increase in CPI.					
302.01 Appellate and Trial Courts	\$2,383,700	\$0	\$0	\$2,383,700	0
Sub-total	\$2,383,700	\$0	\$0	\$2,383,700	0
<ul style="list-style-type: none"> • Salary Market Adjustment 					
To provide recurring funding for salary market adjustments for state employees in the Court System, effective July 1, 2023.					
302.01 Appellate and Trial Courts	\$4,881,000	\$0	\$0	\$4,881,000	0
Sub-total	\$4,881,000	\$0	\$0	\$4,881,000	0
<ul style="list-style-type: none"> • Courtroom Security Grants 					
To provide non-recurring funding for grants to reimburse counties for the purchase of equipment related to courtroom security.					
302.01 Appellate and Trial Courts	\$4,000,000	\$0	\$0	\$4,000,000	0
Sub-total	\$4,000,000	\$0	\$0	\$4,000,000	0
<ul style="list-style-type: none"> • Information Technology Positions 					
To provide funding to establish three positions to assist in new technology adaptation. Of this total cost, \$380,600 is recurring and \$7,500 is non-recurring.					
302.27 Administrative Office of the Courts	\$388,100	\$0	\$0	\$388,100	3
Sub-total	\$388,100	\$0	\$0	\$388,100	3
<ul style="list-style-type: none"> • Senior Judge Program 					
To provide recurring funding to support a sixth senior judge.					
302.01 Appellate and Trial Courts	\$285,000	\$0	\$0	\$285,000	0
Sub-total	\$285,000	\$0	\$0	\$285,000	0
Total Court System	\$11,937,800	\$0	\$0	\$11,937,800	3

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Attorney General and Reporter					
• Mandated Salary Increase					
303.01 Attorney General and Reporter	\$13,400	\$0	\$0	\$13,400	0
Sub-total	\$13,400	\$0	\$0	\$13,400	0
• Salary Market Adjustment					
To provide recurring funding for salary market adjustments for state employees in the Attorney General and Reporter, effective July 1, 2023.					
303.01 Attorney General and Reporter	\$4,164,500	\$0	\$922,000	\$5,086,500	0
Sub-total	\$4,164,500	\$0	\$922,000	\$5,086,500	0
• Strategic Litigation Unit					
To provide recurring funding to establish ten positions to create the Strategic Litigation Unit.					
303.01 Attorney General and Reporter	\$2,254,000	\$0	\$0	\$2,254,000	10
Sub-total	\$2,254,000	\$0	\$0	\$2,254,000	10
Total Attorney General and Reporter	\$6,431,900	\$0	\$922,000	\$7,353,900	10

District Attorneys General Conference

• Statutory Salary Step Raises					
To provide recurring funding for assistant district attorneys' and criminal investigators' salary increases required by TCA 8-7-201, 8-7-226, and 8-7-230. These step raises are effective July 1, 2023.					
304.01 District Attorneys General	\$1,459,300	\$0	\$237,300	\$1,696,600	0
304.10 Executive Director	\$0	\$0	\$3,200	\$3,200	0
304.15 IV-D Child Support Enforcement	\$0	\$0	\$126,000	\$126,000	0
Sub-total	\$1,459,300	\$0	\$366,500	\$1,825,800	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Prosecution Positions					
To provide funding to establish 24 positions, including six secretaries, six assistant district attorneys, and 12 assistant victim witness coordinators, to support increased caseloads. Of this total cost, \$1,891,400 is recurring and \$110,400 is non-recurring.					
304.01 District Attorneys General	\$2,001,800	\$0	\$0	\$2,001,800	24
Sub-total	\$2,001,800	\$0	\$0	\$2,001,800	24
• Additional Prosecution Positions					
To establish eight positions, including three assistant district attorneys and five assistant victim witness coordinators, to support increased caseloads. The positions will be funded with existing salary equity.					
304.01 District Attorneys General	\$0	\$0	\$0	\$0	8
Sub-total	\$0	\$0	\$0	\$0	8
• District Office Rent Increases					
To provide recurring funding for increased rent costs at district offices.					
304.01 District Attorneys General	\$582,200	\$0	\$0	\$582,200	0
304.15 IV-D Child Support Enforcement	\$0	\$0	\$285,900	\$285,900	0
Sub-total	\$582,200	\$0	\$285,900	\$868,100	0
• Information System Upgrade					
To provide recurring funding for the addition of the 11th Judicial District to streamline criminal file sharing across the state.					
304.01 District Attorneys General	\$225,000	\$0	\$0	\$225,000	0
Sub-total	\$225,000	\$0	\$0	\$225,000	0
Total District Attorneys General Conference	\$4,268,300	\$0	\$652,400	\$4,920,700	32

District Public Defenders Conference

• Statutory Salary Step Raises					
To provide recurring funding for the assistant district public defenders' and criminal investigators' salary increases required by TCA 8-14-107. These step raises are based on employees' service anniversary dates.					
306.01 District Public Defenders	\$925,400	\$0	\$0	\$925,400	0
Sub-total	\$925,400	\$0	\$0	\$925,400	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Statutory Increases for Shelby County and Davidson County					
	To provide recurring funding for increased state support of the public defender offices in Davidson and Shelby counties required by TCA 8-14-110.				
306.10	Shelby County Public Defender	\$300,800	\$0	\$300,800	0
306.12	Davidson County Public Defender	\$131,400	\$0	\$131,400	0
Sub-total		\$432,200	\$0	\$432,200	0
• Defense Positions					
	To provide funding to establish 22 positions, including seven social workers and 15 other positions, to handle increased caseloads. Of this total cost, \$2,269,700 is recurring and \$153,900 is non-recurring.				
306.01	District Public Defenders	\$2,423,600	\$0	\$2,423,600	22
Sub-total		\$2,423,600	\$0	\$2,423,600	22
• District Office Rent Increase					
	To provide recurring funding for increased rent costs at district offices.				
306.01	District Public Defenders	\$392,000	\$0	\$392,000	0
Sub-total		\$392,000	\$0	\$392,000	0
• Information Technology Upgrade					
	To provide recurring funding for the Microsoft 365 annual subscription.				
306.01	District Public Defenders	\$132,000	\$0	\$132,000	0
Sub-total		\$132,000	\$0	\$132,000	0
Total District Public Defenders Conference		\$4,305,200	\$0	\$4,305,200	22

Law, Safety, and Correction
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Office of the Post-Conviction Defender					
• Statutory Salary Step Raises					
To provide recurring funding for step raises for assistant post-conviction defenders required by TCA 40-30-209(b) and TCA 8-14-107.					
308.00 Office of the Post-Conviction Defender	\$38,100	\$0	\$0	\$38,100	0
Sub-total	\$38,100	\$0	\$0	\$38,100	0
Total Office of the Post-Conviction Defender	\$38,100	\$0	\$0	\$38,100	0
Corrections Institute					
• Evidence-Based Programming - Sheriff Training					
To provide recurring funding for validated risk and needs assessment training and evidence-based programming facilitator training for sheriffs and jail administrators. These trainings will help local jails meet accreditation requirements and better align them with the evidence-based practices of the Tennessee Department of Correction.					
316.09 Corrections Institute	\$25,000	\$0	\$0	\$25,000	0
Sub-total	\$25,000	\$0	\$0	\$25,000	0
Total Corrections Institute	\$25,000	\$0	\$0	\$25,000	0
Board of Parole					
• Salary Market Adjustment					
To provide recurring funding for salary market adjustments for Board of Parole members, effective July 1, 2023.					
324.02 Board of Parole	\$180,600	\$0	\$0	\$180,600	0
Sub-total	\$180,600	\$0	\$0	\$180,600	0
• Human Resources Position					
To provide funding to establish one human resources position. This position will oversee various duties, including recruiting, interviewing, and payroll. Of this total cost, \$60,800 is recurring and \$1,500 is non-recurring.					
324.02 Board of Parole	\$62,300	\$0	\$0	\$62,300	1
Sub-total	\$62,300	\$0	\$0	\$62,300	1

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Technology Upgrade					
To provide funding to upgrade network bandwidth in the offices of board members and to replace conference room video equipment. Of this total cost, \$54,400 is recurring and \$155,600 is non-recurring.					
324.02 Board of Parole	\$210,000	\$0	\$0	\$210,000	0
Sub-total	\$210,000	\$0	\$0	\$210,000	0
Total Board of Parole	\$452,900	\$0	\$0	\$452,900	1

Correction

- Medical Contract**

To provide recurring funding for the medical contract annual inflator.

329.13 Debra K. Johnson Rehabilitation Center	\$834,300	\$0	\$0	\$834,300	0
329.14 Turney Center Industrial Complex	\$879,400	\$0	\$0	\$879,400	0
329.16 Mark Luttrell Transition Center	\$445,300	\$0	\$0	\$445,300	0
329.18 Bledsoe County Correctional Complex	\$1,655,000	\$0	\$0	\$1,655,000	0
329.41 West Tennessee State Penitentiary	\$2,504,200	\$0	\$0	\$2,504,200	0
329.42 Riverbend Maximum Security Institution	\$795,400	\$0	\$0	\$795,400	0
329.43 Northeast Correctional Complex	\$776,900	\$0	\$0	\$776,900	0
329.45 Northwest Correctional Complex	\$1,253,900	\$0	\$0	\$1,253,900	0
329.47 Morgan County Correctional Complex	\$1,538,000	\$0	\$0	\$1,538,000	0
Sub-total	\$10,682,400	\$0	\$0	\$10,682,400	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

		State	Federal	Other	Total	Positions
• Private Prison Contracts						
To provide recurring funding for private prison annual contract inflators.						
329.21	Hardeman County Incarceration Agreement	\$1,424,700	\$0	\$0	\$1,424,700	0
329.22	Hardeman County Agreement - Whiteville	\$1,661,400	\$0	\$0	\$1,661,400	0
329.23	Trousdale County Incarceration Agreement	\$2,334,200	\$0	\$0	\$2,334,200	0
329.44	South Central Correctional Facility	\$1,605,800	\$0	\$0	\$1,605,800	0
Sub-total		\$7,026,100	\$0	\$0	\$7,026,100	0
• Food Service Contract						
To provide recurring funding for the food services contract.						
329.13	Debra K. Johnson Rehabilitation Center	\$89,600	\$0	\$0	\$89,600	0
329.14	Turney Center Industrial Complex	\$197,100	\$0	\$0	\$197,100	0
329.16	Mark Luttrell Transition Center	\$48,900	\$0	\$0	\$48,900	0
329.18	Bledsoe County Correctional Complex	\$280,500	\$0	\$0	\$280,500	0
329.41	West Tennessee State Penitentiary	\$287,300	\$0	\$0	\$287,300	0
329.42	Riverbend Maximum Security Institution	\$92,600	\$0	\$0	\$92,600	0
329.43	Northeast Correctional Complex	\$186,700	\$0	\$0	\$186,700	0
329.45	Northwest Correctional Complex	\$269,800	\$0	\$0	\$269,800	0
329.46	Lois M. DeBerry Special Needs Facility	\$89,000	\$0	\$0	\$89,000	0
329.47	Morgan County Correctional Complex	\$254,900	\$0	\$0	\$254,900	0
Sub-total		\$1,796,400	\$0	\$0	\$1,796,400	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Evidence-Based Programming Contract					
To provide recurring funding for the evidence-based programming contract inflator.					
329.51 Probation and Parole Field Supervision	\$1,009,900	\$0	\$0	\$1,009,900	0
Sub-total	\$1,009,900	\$0	\$0	\$1,009,900	0
• Re-Entry Success Act of 2021					
To provide funding to establish 20 positions for the standardization and modernization of re-entry supervision and to establish mandatory re-entry supervision. Of this total cost, \$1,610,900 is recurring and \$330,000 is non-recurring.					
329.51 Probation and Parole Field Supervision	\$1,940,900	\$0	\$0	\$1,940,900	20
Sub-total	\$1,940,900	\$0	\$0	\$1,940,900	20
• Re-Entry Program Grants					
To provide recurring funding for statewide re-entry program grants. This funding will support additional re-entry transitional housing, delivery of re-entry specific programming, and re-entry document assistance.					
329.01 Administration	\$1,000,000	\$0	\$0	\$1,000,000	0
Sub-total	\$1,000,000	\$0	\$0	\$1,000,000	0
• Education as Job Classification for Inmates					
To provide recurring funding to categorize education program attendance in the same way as inmate jobs are categorized, as to incentivize program participation and allow for expansion of education programming hours.					
329.13 Debra K. Johnson Rehabilitation Center	\$49,500	\$0	\$0	\$49,500	0
329.14 Turney Center Industrial Complex	\$55,000	\$0	\$0	\$55,000	0
329.41 West Tennessee State Penitentiary	\$156,500	\$0	\$0	\$156,500	0
329.42 Riverbend Maximum Security Institution	\$23,600	\$0	\$0	\$23,600	0
329.43 Northeast Correctional Complex	\$18,900	\$0	\$0	\$18,900	0
329.45 Northwest Correctional Complex	\$130,500	\$0	\$0	\$130,500	0
329.47 Morgan County Correctional Complex	\$66,000	\$0	\$0	\$66,000	0
Sub-total	\$500,000	\$0	\$0	\$500,000	0

Law, Safety, and Correction
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Victim Automated Notification System Contract					
To provide recurring funding for maintenance of the Victim Automated Notification (VINE) System, which allows victims of crime to obtain information about criminal cases and the custody status of offenders.					
329.01 Administration	\$206,000	\$0	\$0	\$206,000	0
Sub-total	\$206,000	\$0	\$0	\$206,000	0
• Contraband Interdiction Unit Expansion					
To provide funding for the expansion of the Contraband Interdiction Unit and the purchase of a mobile contraband interdiction system. The department will utilize existing vacant positions. Of this total cost, \$1,052,300 is recurring and \$1,380,000 is non-recurring.					
329.01 Administration	\$2,432,300	\$0	\$0	\$2,432,300	0
Sub-total	\$2,432,300	\$0	\$0	\$2,432,300	0
• Building, Site, and Electronic Security Updates					
To provide recurring funding to update the building, site, and electronic security abilities at various state prison facilities.					
329.32 Major Maintenance	\$1,500,000	\$0	\$0	\$1,500,000	0
Sub-total	\$1,500,000	\$0	\$0	\$1,500,000	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Operational Supplies					
	To provide recurring funding for increased costs associated with basic supplies used by inmates and staff within state prison facilities.				
329.06 Correction Academy	\$48,000	\$0	\$0	\$48,000	0
329.13 Debra K. Johnson Rehabilitation Center	\$76,400	\$0	\$0	\$76,400	0
329.14 Turney Center Industrial Complex	\$213,200	\$0	\$0	\$213,200	0
329.16 Mark Luttrell Transition Center	\$50,200	\$0	\$0	\$50,200	0
329.18 Bledsoe County Correctional Complex	\$349,300	\$0	\$0	\$349,300	0
329.32 Major Maintenance	\$595,800	\$0	\$0	\$595,800	0
329.41 West Tennessee State Penitentiary	\$303,400	\$0	\$0	\$303,400	0
329.42 Riverbend Maximum Security Institution	\$85,000	\$0	\$0	\$85,000	0
329.43 Northeast Correctional Complex	\$94,100	\$0	\$0	\$94,100	0
329.45 Northwest Correctional Complex	\$298,100	\$0	\$0	\$298,100	0
329.46 Lois M. DeBerry Special Needs Facility	\$542,800	\$0	\$0	\$542,800	0
329.47 Morgan County Correctional Complex	\$560,300	\$0	\$0	\$560,300	0
329.48 Office of Investigations and Conduct	\$23,200	\$0	\$0	\$23,200	0
329.51 Probation and Parole Field Supervision	\$1,075,900	\$0	\$0	\$1,075,900	0
Sub-total	\$4,315,700	\$0	\$0	\$4,315,700	0

• Radios

To provide non-recurring funding for the replacement of portable radios currently in use at Turney Center Industrial Complex and Turney Center Industrial Complex Annex.

329.32 Major Maintenance	\$3,019,300	\$0	\$0	\$3,019,300	0
Sub-total	\$3,019,300	\$0	\$0	\$3,019,300	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Medication Dispensing Cabinet					
	To provide recurring funding for secure and automated medication dispensing cabinets at Debra K. Johnson Rehabilitation Center, Bledsoe Correctional Complex, and DeBerry Special Needs Facility.				
329.13	Debra K. Johnson Rehabilitation Center	\$15,200	\$0	\$0	\$15,200
329.18	Bledsoe County Correctional Complex	\$15,200	\$0	\$0	\$15,200
329.46	Lois M. DeBerry Special Needs Facility	\$30,400	\$0	\$0	\$30,400
Sub-total		\$60,800	\$0	\$0	\$60,800
• Training Simulators					
	To provide non-recurring funding to replace an outdated training simulator system as well as to purchase two additional training systems.				
329.32	Major Maintenance	\$180,000	\$0	\$0	\$180,000
Sub-total		\$180,000	\$0	\$0	\$180,000
• Utilities					
	To provide recurring funding for increased utility costs at various state prison facilities.				
329.14	Turney Center Industrial Complex	\$210,600	\$0	\$0	\$210,600
329.18	Bledsoe County Correctional Complex	\$580,300	\$0	\$0	\$580,300
329.41	West Tennessee State Penitentiary	\$33,700	\$0	\$0	\$33,700
329.43	Northeast Correctional Complex	\$480,400	\$0	\$0	\$480,400
329.47	Morgan County Correctional Complex	\$308,100	\$0	\$0	\$308,100
Sub-total		\$1,613,100	\$0	\$0	\$1,613,100
• Dental Equipment					
	To provide non-recurring funding for the replacement of outdated dental equipment.				
329.32	Major Maintenance	\$116,400	\$0	\$0	\$116,400
Sub-total		\$116,400	\$0	\$0	\$116,400

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Lease Expansion					
	To provide funding to increase square footage and modify existing space of community supervision offices, day reporting centers, and the office of investigations and conduct. Of this total cost, \$729,200 is recurring and \$39,500 is non-recurring.				
329.48 Office of Investigations and Conduct	\$239,400	\$0	\$0	\$239,400	0
329.51 Probation and Parole Field Supervision	\$529,300	\$0	\$0	\$529,300	0
Sub-total	\$768,700	\$0	\$0	\$768,700	0
• 340B Program Audit					
	To provide recurring funding for an audit of the 340B prescription drug program.				
329.01 Administration	\$100,000	\$0	\$0	\$100,000	0
Sub-total	\$100,000	\$0	\$0	\$100,000	0
• Major Maintenance					
	To provide recurring funding to recognize maintenance cost inflation and State Building Commission policy changes regarding cost thresholds for capital maintenance projects.				
329.32 Major Maintenance	\$1,000,000	\$0	\$0	\$1,000,000	0
Sub-total	\$1,000,000	\$0	\$0	\$1,000,000	0
Total Correction	\$39,268,000	\$0	\$0	\$39,268,000	20

Military Department

• Tennessee Emergency Management Agency (TEMA) Positions					
	To provide funding to establish 11 positions to support emergency management activities in the state. Of this total cost, \$882,000 is recurring and \$255,000 is non-recurring.				
341.04 Tennessee Emergency Management Agency	\$1,137,000	\$0	\$0	\$1,137,000	11
Sub-total	\$1,137,000	\$0	\$0	\$1,137,000	11
• TEMA Mitigation Positions					
	To provide funding to establish seven positions to assist in recovery and mitigation activities. Of this total cost, \$468,700 is recurring and \$61,300 is non-recurring.				
341.04 Tennessee Emergency Management Agency	\$128,300	\$401,700	\$0	\$530,000	7
Sub-total	\$128,300	\$401,700	\$0	\$530,000	7

Law, Safety, and Correction
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• TEMA Incident Management Vehicle					
To provide funding to replace an incident management vehicle that will support local and state government response efforts to disasters and special events. Of this total cost, \$100,000 is recurring and \$2,000,000 is non-recurring.					
341.04 Tennessee Emergency Management Agency	\$2,100,000	\$0	\$0	\$2,100,000	0
Sub-total	\$2,100,000	\$0	\$0	\$2,100,000	0
• TEMA Statewide Training Management System					
To provide funding for a training management system to build capability for remote training and coursework to reach students and customers across the state. Of this total cost, \$250,000 is recurring and \$500,000 is non-recurring.					
341.04 Tennessee Emergency Management Agency	\$750,000	\$0	\$0	\$750,000	0
Sub-total	\$750,000	\$0	\$0	\$750,000	0
• TEMA STORM Act Revolving Loan Fund Program					
To provide funding and to establish two positions to assist local governments to expedite flood mitigation activities. Of this total cost, \$150,500 is recurring and \$5,010,000 is non-recurring.					
341.04 Tennessee Emergency Management Agency	\$5,160,500	\$0	\$0	\$5,160,500	2
Sub-total	\$5,160,500	\$0	\$0	\$5,160,500	2
• Disaster Relief Grants					
To provide recurring funding for the Disaster Relief Grants program to support the increasing number of disaster declarations.					
341.09 TEMA Disaster Relief Grants	\$6,000,000	\$0	\$0	\$6,000,000	0
Sub-total	\$6,000,000	\$0	\$0	\$6,000,000	0
• War Records Digitization Project					
To provide non-recurring funding to complete the War Records Digitization Project.					
341.01 Administration	\$389,600	\$0	\$0	\$389,600	0
Sub-total	\$389,600	\$0	\$0	\$389,600	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Armories Maintenance					
To provide recurring funding to recognize maintenance cost inflation and State Building Commission policy changes regarding cost thresholds for capital maintenance projects.					
341.07 Armories Maintenance	\$450,500	\$450,500	\$0	\$901,000	0
Sub-total	\$450,500	\$450,500	\$0	\$901,000	0
• Volunteer Training Site in Milan					
To provide funding to support two positions to meet federal requirements at the site. Two existing positions will be utilized. Of this total cost, \$124,200 is recurring and \$5,000 is non-recurring.					
341.02 Army National Guard	\$0	\$129,200	\$0	\$129,200	0
Sub-total	\$0	\$129,200	\$0	\$129,200	0
• State Burial Flags					
To provide recurring funding for flags to be given to families of deceased members of the Tennessee National Guard.					
341.02 Army National Guard	\$32,000	\$0	\$0	\$32,000	0
Sub-total	\$32,000	\$0	\$0	\$32,000	0
Total Military Department	\$16,147,900	\$981,400	\$0	\$17,129,300	20

Tennessee Bureau of Investigation

• Salary Market Adjustment					
To provide recurring funding for salary market adjustments for state employees within the Tennessee Bureau of Investigation (TBI), effective July 1, 2023.					
348.00 Tennessee Bureau of Investigation	\$21,387,200	\$1,673,000	\$0	\$23,060,200	0
Sub-total	\$21,387,200	\$1,673,000	\$0	\$23,060,200	0
• Forensic Services Positions					
To provide funding to establish 25 positions, including 20 forensic scientists, four forensic technicians, and one administrative assistant to address increased caseloads. Of this total cost, \$4,180,100 is recurring and \$348,000 is non-recurring.					
348.00 Tennessee Bureau of Investigation	\$4,528,100	\$0	\$0	\$4,528,100	25
Sub-total	\$4,528,100	\$0	\$0	\$4,528,100	25

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Operational Support Positions					
To provide funding for six operational support positions within TBI. Of this total cost, \$541,400 is recurring and \$43,200 is non-recurring.					
348.00 Tennessee Bureau of Investigation	\$584,600	\$0	\$0	\$584,600	6
Sub-total	\$584,600	\$0	\$0	\$584,600	6
• Equipment and Supplies					
To provide non-recurring funding for equipment, projects, and supplies to help the bureau better accomplish its mission.					
348.00 Tennessee Bureau of Investigation	\$4,620,000	\$0	\$0	\$4,620,000	0
Sub-total	\$4,620,000	\$0	\$0	\$4,620,000	0
Total Tennessee Bureau of Investigation	\$31,119,900	\$1,673,000	\$0	\$32,792,900	31

Safety

• Statutory Salary Step Raises

To provide recurring funding for the mandated annual trooper salary step raises required by TCA 4-7-206, effective July 1, 2023.

349.03 Highway Patrol	\$1,595,000	\$0	\$0	\$1,595,000	0
Sub-total	\$1,595,000	\$0	\$0	\$1,595,000	0

• Highway Patrol Market Adjustment

To provide recurring funding for salary market adjustments in the Tennessee Highway Patrol.

349.03 Highway Patrol	\$39,473,800	\$0	\$0	\$39,473,800	0
Sub-total	\$39,473,800	\$0	\$0	\$39,473,800	0

• Trooper Positions

To provide funding to establish 142 positions. Of this total cost, \$15,230,300 is recurring and \$13,495,200 is non-recurring.

349.01 Administration	\$384,000	\$0	\$0	\$384,000	5
349.03 Highway Patrol	\$28,341,500	\$0	\$0	\$28,341,500	137
Sub-total	\$28,725,500	\$0	\$0	\$28,725,500	142

• Highway Patrol Equipment Modernization

To provide funding to replace outdated equipment. Of this total cost, \$249,100 is recurring and \$25,932,300 is non-recurring.

349.03 Highway Patrol	\$26,181,400	\$0	\$0	\$26,181,400	0
Sub-total	\$26,181,400	\$0	\$0	\$26,181,400	0

Law, Safety, and Correction

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Digital Forensic Technician Positions					
To provide funding to establish three digital forensic technician positions to support the increased workload. Of this total cost, \$212,200 is recurring and \$22,800 is non-recurring.					
349.03 Highway Patrol	\$235,000	\$0	\$0	\$235,000	3
Sub-total	\$235,000	\$0	\$0	\$235,000	3
• Incentive Program in Shelby County					
To provide recurring funding for salary increases for Tennessee Highway Patrol members assigned to Shelby County.					
349.03 Highway Patrol	\$599,900	\$0	\$0	\$599,900	0
Sub-total	\$599,900	\$0	\$0	\$599,900	0
• Office of Homeland Security - School Safety Initiative					
To provide funding to establish 122 positions to support the mission of the division related to school safety. The funding will also enable the creation of a records management system. Of this total cost, \$14,589,300 is recurring and \$15,150,800 is non-recurring.					
349.15 Office of Homeland Security	\$29,740,100	\$0	\$0	\$29,740,100	122
Sub-total	\$29,740,100	\$0	\$0	\$29,740,100	122
• Fusion Center Positions					
To provide funding to establish nine positions at the Tennessee Fusion Center. Of this total cost, \$1,096,700 is recurring and \$619,600 is non-recurring.					
349.15 Office of Homeland Security	\$1,716,300	\$0	\$0	\$1,716,300	9
Sub-total	\$1,716,300	\$0	\$0	\$1,716,300	9
• Intelligence Analyst Market Adjustment					
To provide recurring funding for salary market adjustments for intelligence analysts, effective July 1, 2023.					
349.15 Office of Homeland Security	\$149,800	\$0	\$0	\$149,800	0
Sub-total	\$149,800	\$0	\$0	\$149,800	0
• Statewide Radio System Maintenance					
To provide recurring funding for the annual maintenance fees in the Motorola contract to expand the Tennessee Advanced Communications Network (TACN).					
349.16 Communications	\$1,257,100	\$0	\$0	\$1,257,100	0
Sub-total	\$1,257,100	\$0	\$0	\$1,257,100	0

Law, Safety, and Correction
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Statewide Radio System Expansion					
To provide non-recurring funding for the expansion of TACN to transition state agencies into the system, improve radio coverage, and purchase radios for local agencies.					
349.16 Communications	\$357,000,000	\$0	\$0	\$357,000,000	0
Sub-total	\$357,000,000	\$0	\$0	\$357,000,000	0
• Communications Division					
To provide funding to establish two administrative positions and replace infrastructure. Of this total cost, \$3,793,700 is recurring and \$8,282,500 is non-recurring.					
349.16 Communications	\$12,076,200	\$0	\$0	\$12,076,200	2
Sub-total	\$12,076,200	\$0	\$0	\$12,076,200	2
• Administration Legislation - Tennessee Only License Plate					
To provide non-recurring funding for administration legislation relative to Tennessee Only license plates.					
349.02 Driver License Issuance	\$63,000	\$0	\$0	\$63,000	0
Sub-total	\$63,000	\$0	\$0	\$63,000	0
Total Safety	\$498,813,100	\$0	\$0	\$498,813,100	278
Total Law, Safety, and Correction	\$612,808,100	\$2,654,400	\$1,574,400	\$617,036,900	417

Court System

The judicial branch is one of three basic divisions of state government and serves as a check on the powers of the legislative and executive branches. Judicial power is vested in trial courts and two levels of appeals courts that comprise the state's court system.

The Supreme Court is comprised of five justices elected to eight-year terms. The workload of the court consists of cases appealed from lower courts. Supreme Court decisions act to resolve controversies arising out of Tennessee law and to establish guidelines for the lower courts to use in future decisions.

The intermediate appellate courts are the Court of Appeals and the Court of Criminal Appeals. The Court of Appeals hears appeals only in civil cases from the lower courts. The Court of Criminal Appeals has jurisdiction to hear most felony and misdemeanor appeals from general trial courts, as well as post-conviction petitions.

The state's trial courts include Chancery, Criminal, Circuit, and Probate courts. Chancery courts are the traditional equity courts used when common law or statutory law proves inadequate for cases. Circuit courts, which sometimes overlap with the jurisdiction of Chancery courts, have jurisdiction to hear civil and criminal cases. Criminal courts have jurisdiction over criminal cases and hearing misdemeanor appeals from lower courts. Probate courts have primary jurisdiction over probate of wills and administration of estates.

Courts of limited jurisdiction are funded locally and include General Sessions, Juvenile, and Municipal courts. Jurisdiction of General Sessions courts vary by county based on state laws and private acts; they hear civil, criminal, and juvenile cases, except in counties in which the Legislature has established separate Juvenile courts. Municipal courts have jurisdiction in cases involving violations of city ordinances.

The court system is grouped into the following functions: Judicial Services, Support Services, and Professional Standards.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Judicial Services

The Judicial Services functional area includes Appellate and Trial Courts, Child Support Referees, the Guardian Ad Litem program, the Indigent Defendants' Counsel program, the Civil Legal Representation Fund, Verbatim Transcripts, Court Interpreter Services, and the Council of Juvenile and Family Court Judges.

302.01 Appellate and Trial Courts

The Appellate and Trial Courts program provides salaries and benefits for judges of the state trial and appellate courts, their law clerks and other staff. This program also includes funds for judges' travel expenses, law books, and other operational expenses.

Full-Time	442	442	442	0	442
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	442	442	442	0	442

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	66,670,500	74,579,200	74,352,200	7,504,400	81,856,600
Operational	2,649,500	3,176,800	3,176,800	4,045,300	7,222,100
Total	\$69,320,000	\$77,756,000	\$77,529,000	\$11,549,700	\$89,078,700
State	69,196,900	77,728,700	77,501,700	11,549,700	89,051,400
Federal	0	0	0	0	0
Other	123,100	27,300	27,300	0	27,300

302.08 Child Support Referees

The Child Support Referees program provides personnel and operational funding to ensure the timely fulfillment of financial support by parents in child support cases.

Full-Time	24	24	24	0	24
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	24	24	24	0	24
Payroll	2,529,300	2,970,300	2,957,500	0	2,957,500
Operational	175,000	315,200	315,200	0	315,200
Total	\$2,704,300	\$3,285,500	\$3,272,700	\$0	\$3,272,700
State	922,200	1,076,000	1,071,600	0	1,071,600
Federal	0	0	0	0	0
Other	1,782,100	2,209,500	2,201,100	0	2,201,100

302.09 Guardian Ad Litem

The Guardian ad Litem program provides funding for advocates appointed by the court to represent the best interests of an indigent child or a person determined to be incompetent in cases involving dependency, neglect, abuse, or custodial disputes.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	9,725,000	11,047,500	11,047,500	0	11,047,500
Total	\$9,725,000	\$11,047,500	\$11,047,500	\$0	\$11,047,500
State	9,725,000	11,047,500	11,047,500	0	11,047,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

302.10 Indigent Defendants' Counsel

The Indigent Defendants' Counsel program provides funding for court-appointed counsel, experts, investigators, and other support services for indigents in criminal cases.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	35,346,900	44,805,700	44,805,700	0	44,805,700
Total	\$35,346,900	\$44,805,700	\$44,805,700	\$0	\$44,805,700
State	35,206,300	44,800,700	44,800,700	0	44,800,700
Federal	0	0	0	0	0
Other	140,600	5,000	5,000	0	5,000

302.11 Civil Legal Representation Fund

The Civil Legal Representation Fund provides funding for legal services for indigent clients in civil matters. A small portion of funds is used for continuing education of professional bail bond agents.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,650,000	3,327,900	3,327,900	0	3,327,900
Total	\$2,650,000	\$3,327,900	\$3,327,900	\$0	\$3,327,900
State	2,650,000	3,327,900	3,327,900	0	3,327,900
Federal	0	0	0	0	0
Other	0	0	0	0	0

302.12 Verbatim Transcripts

The Verbatim Transcripts program provides funding for personnel and operational costs of court reporting and verbatim transcripts.

Full-Time	15	15	15	0	15
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	15	15	15	0	15
Payroll	841,900	2,891,400	2,885,400	0	2,885,400
Operational	2,862,800	2,286,900	2,286,900	0	2,286,900
Total	\$3,704,700	\$5,178,300	\$5,172,300	\$0	\$5,172,300
State	3,704,700	5,178,300	5,172,300	0	5,172,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

302.13 Court Interpreter Services

The Court Interpreter Services program provides interpreter services, in accordance with the rules prescribed by the Supreme Court, to persons with limited English proficiency who have a matter before courts established by or pursuant to Tennessee law.

Full-Time	1	1	1	0	1
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1	1	1	0	1

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	86,500	94,400	93,800	0	93,800
Operational	2,244,400	2,372,400	2,372,400	0	2,372,400
Total	\$2,330,900	\$2,466,800	\$2,466,200	\$0	\$2,466,200
State	2,330,900	2,466,800	2,466,200	0	2,466,200
Federal	0	0	0	0	0
Other	0	0	0	0	0

302.16 Council of Juvenile and Family Court Judges

The Council of Juvenile and Family Court Judges provides training and assistance to juvenile courts on state and federal laws, regulations, and policies affecting children and families, as well as keeping judges and court staff informed of services available to children and families. The council is comprised of 17 county-approved juvenile judges and general sessions judges who have juvenile court jurisdiction. Judges serve on the council for eight-year terms.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	57,500	127,300	127,300	0	127,300
Total	\$57,500	\$127,300	\$127,300	\$0	\$127,300
State	57,500	60,300	60,300	0	60,300
Federal	0	0	0	0	0
Other	0	67,000	67,000	0	67,000

Support Services

The Support Services functional area consists of the Administrative Office of the Courts, Supreme Court Buildings, Tennessee State Law Libraries, Judicial Conference, Judicial Programs and Commissions, State Court Clerks' Conference, and Appellate Court Clerks.

302.27 Administrative Office of the Courts

The Administrative Office of the Courts provides services and support to the entire state court system. The office is responsible for preparation and oversight of the court system's budget, administration of the court automation fund and Tennessee court information system, and support services to the courts.

Full-Time	81	81	81	3	84
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
Total	82	82	82	3	85
Payroll	8,427,100	8,919,100	8,874,900	380,600	9,255,500
Operational	9,923,300	7,975,400	6,975,400	7,500	6,982,900
Total	\$18,350,400	\$16,894,500	\$15,850,300	\$388,100	\$16,238,400
State	16,473,800	14,630,800	13,586,600	388,100	13,974,700
Federal	669,900	980,000	980,000	0	980,000
Other	1,206,700	1,283,700	1,283,700	0	1,283,700

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

302.05 Supreme Court Buildings

The Supreme Court Buildings program provides funding for the operation, maintenance, and security of Supreme Court buildings in Nashville, Knoxville, and Jackson.

Full-Time	5	5	5	0	5
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	5	5	5	0	5
Payroll	533,800	817,400	814,400	0	814,400
Operational	2,771,500	3,186,400	3,186,400	0	3,186,400
Total	\$3,305,300	\$4,003,800	\$4,000,800	\$0	\$4,000,800
State	2,576,100	3,390,800	3,387,800	0	3,387,800
Federal	0	0	0	0	0
Other	729,200	613,000	613,000	0	613,000

302.15 Tennessee State Law Libraries

The Tennessee State Law Libraries provide legal resources to the state judiciary. The libraries are located in Nashville, Knoxville, and Jackson.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	7,100	74,500	74,500	0	74,500
Total	\$7,100	\$74,500	\$74,500	\$0	\$74,500
State	7,100	74,500	74,500	0	74,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

302.18 Judicial Conference

The Judicial Conference provides continuing legal education and legal updates to judges.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	316,200	413,700	413,700	0	413,700
Total	\$316,200	\$413,700	\$413,700	\$0	\$413,700
State	311,400	373,700	373,700	0	373,700
Federal	0	0	0	0	0
Other	4,800	40,000	40,000	0	40,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

302.20 Judicial Programs and Commissions

The Judicial Programs and Commissions division provides operational funding for commissions appointed by the Supreme Court to study issues, monitor judicial programs, and make recommendations. Programs and commissions include the Court of the Judiciary, Victim Offender Reconciliation Program, Alternative Dispute Resolution, Judicial Nominating Commission, Judicial Evaluation Program, and foreign language interpreters.

Full-Time	3	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3	3	3	0	3
Payroll	406,400	427,300	427,300	0	427,300
Operational	343,700	795,700	795,700	0	795,700
Total	\$750,100	\$1,223,000	\$1,223,000	\$0	\$1,223,000
State	533,600	724,800	724,800	0	724,800
Federal	0	0	0	0	0
Other	216,500	498,200	498,200	0	498,200

302.22 State Court Clerks' Conference

The State Court Clerks' Conference provides education and legal updates to the clerks, as required by law.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	233,200	260,100	260,100	0	260,100
Total	\$233,200	\$260,100	\$260,100	\$0	\$260,100
State	233,200	260,100	260,100	0	260,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

302.30 Appellate Court Clerks

The Appellate Court Clerks' offices are located at the Supreme Court buildings in Nashville, Knoxville, and Jackson and are responsible for administrative matters of the Supreme Court, Court of Appeals, and Court of Criminal Appeals.

Full-Time	30	30	30	0	30
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	30	30	30	0	30
Payroll	2,188,300	2,643,500	2,627,700	0	2,627,700
Operational	203,300	343,700	343,700	0	343,700
Total	\$2,391,600	\$2,987,200	\$2,971,400	\$0	\$2,971,400

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	1,271,400	1,360,100	1,344,300	0	1,344,300
Federal	0	0	0	0	0
Other	1,120,200	1,627,100	1,627,100	0	1,627,100

Professional Standards

The Professional Standards functional area is responsible for maintaining professional standards of licensed attorneys; it includes the Board of Law Examiners, Board of Professional Responsibility, Tennessee Lawyers Assistance Program, Continuing Legal Education, and Client Protection Fund.

302.35 Board of Law Examiners

The Board of Law Examiners governs the examination and admission of attorneys applying to practice law in Tennessee.

Full-Time	14	14	14	0	14
Part-Time	7	7	7	0	7
Seasonal	0	0	0	0	0
Total	21	21	21	0	21
Payroll	750,300	699,400	696,400	0	696,400
Operational	516,400	446,400	401,700	0	401,700
Total	\$1,266,700	\$1,145,800	\$1,098,100	\$0	\$1,098,100
State	1,260,100	1,145,800	1,098,100	0	1,098,100
Federal	0	0	0	0	0
Other	6,600	0	0	0	0

302.40 Board of Professional Responsibility

The Board of Professional Responsibility reviews and investigates allegations of attorney misconduct and imposes disciplinary action on those who violate professional standards. Also, the board publishes ethics opinions, conducts seminars, and operates an ethics hotline for attorneys. The board is funded from a dedicated annual registration fee set by Supreme Court Rule 9 and paid by each attorney.

Full-Time	33	33	33	0	33
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	33	33	33	0	33
Payroll	3,541,100	3,155,800	3,135,800	0	3,135,800
Operational	949,900	1,123,100	1,123,100	0	1,123,100
Total	\$4,491,000	\$4,278,900	\$4,258,900	\$0	\$4,258,900
State	4,097,400	4,278,900	4,258,900	0	4,258,900
Federal	0	0	0	0	0
Other	393,600	0	0	0	0

302.50 Tennessee Lawyers Assistance Program

The Tennessee Lawyers Assistance Program provides education and assistance to members of the bench and bar suffering from physical or mental disabilities that impair their ability to practice or to serve. The program is funded from a dedicated annual registration fee set by Supreme Court Rule 33 and paid by each attorney.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	4	4	4	0	4
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	4	4	4	0	4
Payroll	385,500	435,700	433,300	0	433,300
Operational	119,600	123,800	123,800	0	123,800
Total	\$505,100	\$559,500	\$557,100	\$0	\$557,100
State	503,100	559,500	557,100	0	557,100
Federal	0	0	0	0	0
Other	2,000	0	0	0	0

302.60 Continuing Legal Education

The Continuing Legal Education staff administers Supreme Court Rule 21, which governs continuing legal education annual requirements. Supreme Court Rule 21 authorizes the collection of annual certification or recertification fees from each attorney for operation of the program.

Full-Time	5	5	5	0	5
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	5	5	5	0	5
Payroll	655,800	620,500	616,900	0	616,900
Operational	449,100	412,900	412,900	0	412,900
Total	\$1,104,900	\$1,033,400	\$1,029,800	\$0	\$1,029,800
State	1,005,500	1,033,400	1,029,800	0	1,029,800
Federal	0	0	0	0	0
Other	99,400	0	0	0	0

302.65 Client Protection Fund

The Client Protection Fund reimburses claimants for losses caused by misconduct of attorneys licensed to practice in this state and is funded from the annual registration fee collected by the Board of Professional Responsibility.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	223,500	208,500	208,500	0	208,500
Total	\$223,500	\$208,500	\$208,500	\$0	\$208,500
State	208,500	208,500	208,500	0	208,500
Federal	0	0	0	0	0
Other	15,000	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
302.00 Total Court System					
Full-Time	657	657	657	3	660
Part-Time	8	8	8	0	8
Seasonal	0	0	0	0	0
Total	665	665	665	3	668
Payroll	87,016,500	98,254,000	97,915,600	7,885,000	105,800,600
Operational	71,767,900	82,823,900	81,779,200	4,052,800	85,832,000
Total	\$158,784,400	\$181,077,900	\$179,694,800	\$11,937,800	\$191,632,600
State	152,274,700	173,727,100	172,352,400	11,937,800	184,290,200
Federal	669,900	980,000	980,000	0	980,000
Other	5,839,800	6,370,800	6,362,400	0	6,362,400

Attorney General and Reporter

The Attorney General and Reporter is the state's chief legal officer and is appointed by the Tennessee Supreme Court for a term of eight years. The Attorney General has the following responsibilities: represent state officers and agencies in all litigation in state and federal courts; prosecute criminal cases in the appellate courts; prosecute securities and state contract fraud cases; represent the interests of Tennessee consumers; institute proceedings relating to antitrust violations, consumer fraud, and environmental enforcement; provide departments, agencies, and the General Assembly with legal advice; approve all administrative regulations and leases as to form and legality; issue legal opinions to state officials; and report opinions of the Tennessee Supreme Court, Court of Appeals, and Court of Criminal Appeals.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
303.01 Attorney General and Reporter					
Full-Time	351	351	351	10	361
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	351	351	351	10	361
Payroll	35,997,100	45,764,200	45,604,600	7,353,900	52,958,500
Operational	9,261,000	9,159,800	9,103,000	0	9,103,000
Total	\$45,258,100	\$54,924,000	\$54,707,600	\$7,353,900	\$62,061,500
State	35,542,700	41,045,700	40,913,200	6,431,900	47,345,100
Federal	155,900	56,800	0	0	0
Other	9,559,500	13,821,500	13,794,400	922,000	14,716,400

303.05 Publication of Tennessee Reports

The Publication of Tennessee Reports provides funding for the publication of opinions of the Tennessee Supreme Court, Court of Appeals, and Court of Criminal Appeals. The opinions of the Attorney General and Reporter are published on the Attorney General's website.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	253,400	262,500	260,700	0	260,700
Operational	48,400	65,700	65,700	0	65,700
Total	\$301,800	\$328,200	\$326,400	\$0	\$326,400
State	301,800	328,200	326,400	0	326,400
Federal	0	0	0	0	0
Other	0	0	0	0	0

303.08 Special Litigation

The Special Litigation program provides funding for the use of private counsel for complex or special litigation cases requiring particular expertise. Hiring of private counsel requires approval of the Governor and the Attorney General.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	6,000,900	5,078,500	5,078,500	0	5,078,500
Total	\$6,000,900	\$5,078,500	\$5,078,500	\$0	\$5,078,500
State	4,289,900	4,289,700	4,289,700	0	4,289,700
Federal	0	0	0	0	0
Other	1,711,000	788,800	788,800	0	788,800
303.00 Total Attorney General and Reporter					
Full-Time	353	353	353	10	363
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	353	353	353	10	363
Payroll	36,250,500	46,026,700	45,865,300	7,353,900	53,219,200
Operational	15,310,300	14,304,000	14,247,200	0	14,247,200
Total	\$51,560,800	\$60,330,700	\$60,112,500	\$7,353,900	\$67,466,400
State	40,134,400	45,663,600	45,529,300	6,431,900	51,961,200
Federal	155,900	56,800	0	0	0
Other	11,270,500	14,610,300	14,583,200	922,000	15,505,200

District Attorneys General Conference

District Attorneys General are elected for each of the state's 32 judicial districts and serve eight-year terms. The elected officials are the state's prosecutors for all violations of state criminal statutes. In addition, the district attorneys prosecute all criminal cases in the federal courts that are removed from a state court and give opinions to county officials on criminal law. District attorneys and support staff also consult with and advise law enforcement agencies on cases or investigations within the district. Some of the district attorneys enforce court-ordered child support obligations through an agreement with the Department of Human Services.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

District Attorneys

304.01 District Attorneys General

The District Attorneys General program provides funding for the personnel and operational costs of the district attorneys general, assistant district attorneys general, criminal investigators, and other agency support staff. The offices also provide an assistance program for victims and witnesses.

Full-Time	861	916	893	32	925
Part-Time	8	7	7	0	7
Seasonal	0	0	0	0	0
Total	869	923	900	32	932
Payroll	101,550,500	121,700,500	119,293,700	3,443,400	122,737,100
Operational	10,254,300	11,472,231	11,265,800	1,062,200	12,328,000
Total	\$111,804,800	\$133,172,731	\$130,559,500	\$4,505,600	\$135,065,100
State	102,598,500	122,480,931	121,481,600	4,268,300	125,749,900
Federal	0	47,300	47,300	0	47,300
Other	9,206,300	10,644,500	9,030,600	237,300	9,267,900

304.05 Education, Training, and Strategic Planning

Education, Training, and Strategic Planning affects all district attorneys. State law requires a conference to be held annually to consider matters related to members. A second conference is held annually to provide continuing legal education to the members.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	640,600	628,300	628,300	0	628,300
Total	\$640,600	\$628,300	\$628,300	\$0	\$628,300
State	413,200	467,300	467,300	0	467,300
Federal	0	0	0	0	0
Other	227,400	161,000	161,000	0	161,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

304.10 Executive Director

The Office of the Executive Director provides administrative support services to the 32 elected district attorneys. Duties include multi-district prosecution coordination; other prosecution assistance; provision of continuing education, budgeting, accounting, payroll, personnel, and property management services; management of federal grants; and liaison with state agencies and the General Assembly. The Executive Director of the District Attorneys General Conference is elected every four years.

Full-Time	33	35	33	0	33
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	33	35	33	0	33
Payroll	3,699,900	4,306,700	4,115,700	3,200	4,118,900
Operational	784,800	1,126,200	1,082,100	0	1,082,100
Total	\$4,484,700	\$5,432,900	\$5,197,800	\$3,200	\$5,201,000
State	2,582,000	3,249,000	3,183,500	0	3,183,500
Federal	0	0	0	0	0
Other	1,902,700	2,183,900	2,014,300	3,200	2,017,500

304.15 IV-D Child Support Enforcement

The IV-D Child Support Enforcement program provides personnel and funding resources, under contract with the Department of Human Services, for some district attorneys to enforce child support collection orders. The authority stems from Title IV-D of the federal Social Security Act.

Full-Time	383	383	383	0	383
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
Total	384	384	384	0	384
Payroll	27,636,300	29,673,600	29,480,600	126,000	29,606,600
Operational	3,097,500	4,321,900	4,321,900	285,900	4,607,800
Total	\$30,733,800	\$33,995,500	\$33,802,500	\$411,900	\$34,214,400
State	3,800	0	0	0	0
Federal	0	0	0	0	0
Other	30,730,000	33,995,500	33,802,500	411,900	34,214,400

304.00 Total District Attorneys General Conference

Full-Time	1,277	1,334	1,309	32	1,341
Part-Time	9	8	8	0	8
Seasonal	0	0	0	0	0
Total	1,286	1,342	1,317	32	1,349
Payroll	132,886,700	155,680,800	152,890,000	3,572,600	156,462,600
Operational	14,777,200	17,548,631	17,298,100	1,348,100	18,646,200
Total	\$147,663,900	\$173,229,431	\$170,188,100	\$4,920,700	\$175,108,800
State	105,597,500	126,197,231	125,132,400	4,268,300	129,400,700
Federal	0	47,300	47,300	0	47,300
Other	42,066,400	46,984,900	45,008,400	652,400	45,660,800

District Public Defenders Conference

As required by the United States Constitution and the Tennessee Constitution, district public defenders and support staff provide legal representation at trial and through the state appellate process for indigent persons charged with the commission of a crime. In Tennessee, a statewide system of public defenders was created by the General Assembly in 1989. Public defenders are appointed as counsel for indigent persons in any criminal prosecution or juvenile delinquency proceeding involving the possible deprivation of liberty or in any habeas corpus or other post-conviction proceeding. Thirty judicial districts participate directly in the District Public Defenders Conference. The public defenders for Shelby and Davidson counties receive direct appropriations with no administrative support or control from the conference.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
306.01 District Public Defenders					
Full-Time	415	443	443	22	465
Part-Time	22	22	22	0	22
Seasonal	0	0	0	0	0
Total	437	465	465	22	487
Payroll	52,434,300	59,490,100	59,280,700	2,890,700	62,171,400
Operational	5,587,000	6,068,900	5,866,500	982,300	6,848,800
Total	\$58,021,300	\$65,559,000	\$65,147,200	\$3,873,000	\$69,020,200
State	56,622,500	64,923,000	64,571,200	3,873,000	68,444,200
Federal	0	0	0	0	0
Other	1,398,800	636,000	576,000	0	576,000

306.03 Executive Director

The Executive Director's office provides administrative support to the conference, such as training, fiscal services, coordination of multi-district cases, legal research, and information technology support. The Executive Director is elected by the District Public Defenders Conference and serves a four-year term.

Full-Time	17	17	17	0	17
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	17	17	17	0	17
Payroll	2,404,800	2,666,100	2,656,300	0	2,656,300
Operational	229,200	302,400	302,400	0	302,400
Total	\$2,634,000	\$2,968,500	\$2,958,700	\$0	\$2,958,700
State	2,634,000	2,968,500	2,958,700	0	2,958,700
Federal	0	0	0	0	0
Other	0	0	0	0	0

306.10 Shelby County Public Defender

The Shelby County Public Defender program provides an appropriation to the Shelby County public defender's office.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	5,745,200	6,015,200	6,015,200	300,800	6,316,000
Total	\$5,745,200	\$6,015,200	\$6,015,200	\$300,800	\$6,316,000
State	5,745,200	6,015,200	6,015,200	300,800	6,316,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

306.12 Davidson County Public Defender

The Davidson County Public Defender program provides an appropriation to the Davidson County public defender's office.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,510,900	2,628,900	2,628,900	131,400	2,760,300
Total	\$2,510,900	\$2,628,900	\$2,628,900	\$131,400	\$2,760,300
State	2,510,900	2,628,900	2,628,900	131,400	2,760,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

306.00 Total District Public Defenders Conference

Full-Time	432	460	460	22	482
Part-Time	22	22	22	0	22
Seasonal	0	0	0	0	0
Total	454	482	482	22	504
Payroll	54,839,100	62,156,200	61,937,000	2,890,700	64,827,700
Operational	14,072,300	15,015,400	14,813,000	1,414,500	16,227,500
Total	\$68,911,400	\$77,171,600	\$76,750,000	\$4,305,200	\$81,055,200
State	67,512,600	76,535,600	76,174,000	4,305,200	80,479,200
Federal	0	0	0	0	0
Other	1,398,800	636,000	576,000	0	576,000

Office of the Post-Conviction Defender

The Office of the Post-Conviction Defender was created in 1995 in order to provide for the representation of any person convicted and sentenced to death who is unable to secure counsel due to indigence. This office also provides continuing legal education and consulting services to attorneys representing indigent clients in capital cases and recruits qualified members of the private bar who are willing to provide representation in state death penalty proceedings.

The Post-Conviction Defender Oversight Commission has oversight of the office. The commission is comprised of nine members: three appointed by the Governor, three by the Speaker of the Senate, and three by the Speaker of the House of Representatives.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
308.00 Office of the Post-Conviction Defender					
Full-Time	20	20	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	20	20	20	0	20
Payroll	2,241,800	2,593,600	2,581,400	38,100	2,619,500
Operational	479,800	496,100	496,100	0	496,100
Total	\$2,721,600	\$3,089,700	\$3,077,500	\$38,100	\$3,115,600
State	2,721,600	3,089,700	3,077,500	38,100	3,115,600
Federal	0	0	0	0	0
Other	0	0	0	0	0

Alcoholic Beverage Commission

The Alcoholic Beverage Commission (ABC) regulates the liquor industry and enforces liquor laws. The ABC's regulatory functions include licensing and inspecting wineries and distilleries, liquor wholesalers and retailers, temporary liquor sales venues, and establishments offering on-premise liquor consumption. The commission is governed by three members appointed by the Governor to terms concurrent with the Governor's term.

ABC conducts felony investigations originating under its jurisdiction and enforces laws pertaining to the illegal manufacture, transportation, and sale of alcoholic beverages. The commission enforces laws against underage drinking. ABC issues server permits to employees of establishments offering on-premise liquor consumption, and requires servers to complete alcohol awareness training certified by the commission. The server training program is designed to properly train employees to responsibly sell and serve alcoholic beverages.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.03 Alcoholic Beverage Commission					
Full-Time	87	87	87	0	87
Part-Time	3	3	3	0	3
Seasonal	0	0	0	0	0
Total	90	90	90	0	90
Payroll	6,390,700	7,509,700	7,468,300	0	7,468,300
Operational	4,139,800	2,769,200	3,660,600	0	3,660,600
Total	\$10,530,500	\$10,278,900	\$11,128,900	\$0	\$11,128,900
State	0	0	0	0	0
Federal	77,000	27,000	27,000	0	27,000
Other	10,453,500	10,251,900	11,101,900	0	11,101,900

TRICOR

The Tennessee Rehabilitative Initiative in Correction (TRICOR) mission is to employ inmates in manufacturing, business, and agricultural jobs that integrate work opportunities with educational and vocational training and to develop good work habits and marketable skills to assist with a successful reintegration into society. TRICOR markets products and services to state agencies, local governments, nonprofit organizations, and private partners.

TRICOR has a central headquarters with operations at correctional facilities and warehouse and distribution centers. Manufacturing and service operations include administrative support services, printing and braille transcription, call center services, warehousing and fulfillment services, license plate manufacturing, apparel and textile manufacturing for uniforms and institutional clothing, recycling, floor manufacturing, industrial cleaning supply fulfillment, and packaging services. Agricultural operations, which include field crops and beef operations, are located at West Tennessee State Penitentiary and Bledsoe County Correctional Complex.

To assist inmates with successful reintegration into society, TRICOR also administers a post-release placement program that provides job placement assistance to eligible inmates who have been released from Tennessee Department of Correction custody.

A nine-member board of directors, appointed by the Governor, oversees the agency. The Commissioner of Correction serves as a board member, but only casts a vote if the vote of the other board members results in a tie.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.08 TRICOR					
Full-Time	126	126	100	0	100
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	126	126	100	0	100
Payroll	7,588,700	8,914,000	7,792,700	0	7,792,700
Operational	21,877,900	20,245,300	18,269,800	0	18,269,800
Total	\$29,466,600	\$29,159,300	\$26,062,500	\$0	\$26,062,500
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	29,466,600	29,159,300	26,062,500	0	26,062,500

Corrections Institute

The Tennessee Corrections Institute (TCI) is responsible for educating local correctional staff and certifying local adult correctional facilities. TCI also establishes standards to inspect and certify local correctional facilities in such areas as physical environment, medical services, and inmate supervision. TCI provides technical assistance, performs studies, and research for all local correctional facilities. TCI also provides training to local correctional personnel in the following areas: legal issues, report writing, suicide prevention, hostage survival, substance abuse, security measures, communications, and stress management.

A seven-member Board of Control appoints the agency director. The board consists of the Governor or the Governor's designee, the Commissioner of the Department of Correction, the chairs of the criminal justice departments at Tennessee State University and Middle Tennessee State University, two sheriffs and either a police chief or county commissioner appointed by the Governor.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.09 Corrections Institute					
Full-Time	18	23	23	0	23
Part-Time	0	1	1	0	1
Seasonal	0	0	0	0	0
Total	18	24	24	0	24
Payroll	1,426,300	2,490,100	2,483,500	0	2,483,500
Operational	1,343,200	4,993,100	4,918,100	25,000	4,943,100
Total	\$2,769,500	\$7,483,200	\$7,401,600	\$25,000	\$7,426,600
State	1,908,300	7,312,700	7,306,100	25,000	7,331,100
Federal	0	0	0	0	0
Other	861,200	170,500	95,500	0	95,500

Board of Parole

The Board of Parole protects public safety through the orderly release of incarcerated adult felons. The board conducts parole hearings at state and local prisons and jails and makes recommendations to the Governor regarding executive clemency. The Board of Parole is comprised of seven full-time members appointed by the Governor. Members serve six-year terms and are eligible for reappointment.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
324.02 Board of Parole					
Full-Time	81	82	82	1	83
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	81	82	82	1	83
Payroll	6,780,000	7,285,400	7,250,200	233,700	7,483,900
Operational	1,923,000	2,441,400	2,429,500	219,200	2,648,700
Total	\$8,703,000	\$9,726,800	\$9,679,700	\$452,900	\$10,132,600
State	8,701,200	9,725,800	9,678,700	452,900	10,131,600
Federal	0	0	0	0	0
Other	1,800	1,000	1,000	0	1,000

Department of Correction

The Tennessee Department of Correction (TDOC) protects public safety through the incarceration of felons in a variety of secured institutional settings, supervision of probationers and parolees, and management of community corrections grant programs. In addition, the department provides felons with educational and vocational training, substance abuse treatment, and pre-release programs to prepare them for community reentrance and to reduce re-offenses.

TDOC carries out its responsibilities through four major functional areas: Administrative and Other Services, Institutional Operations, Special Purpose Facilities, and Contract Management Facilities.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administrative and Other Services

The Administrative and Other Services functional area includes Administration, State Prosecutions, the Tennessee Correction Academy, Correction Release Centers, Major Maintenance, the Office of Investigations and Conduct, the Sex Offender Treatment Program, Probation and Parole Field Supervision, Community Corrections, and Operating Funds for Imprisonment Changes.

329.01 Administration

Administration provides department-wide support services, including fiscal, personnel, policy, planning and research, and communications. Additional department-wide services include the diagnostic unit, which assigns the most appropriate institution or special program requirements for each inmate; sentence management services, which provides sentence management information, computes all felony sentences, and monitors and reports release dates; inspector general's office, which oversees compliance functions for the department including operational quality and accreditation by the American Correctional Association; and rehabilitative services, which provides educational, victim, and mental health services, as well as inmate jobs and alcohol and drug treatment.

Full-Time	246	264	263	0	263
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	246	264	263	0	263
Payroll	23,734,000	27,511,100	27,377,900	669,300	28,047,200
Operational	20,875,100	50,239,800	42,478,100	3,069,000	45,547,100
Total	\$44,609,100	\$77,750,900	\$69,856,000	\$3,738,300	\$73,594,300
State	36,582,100	59,075,100	52,571,900	3,738,300	56,310,200
Federal	1,009,200	13,683,700	13,149,700	0	13,149,700
Other	7,017,800	4,992,100	4,134,400	0	4,134,400

329.04 State Prosecutions

State Prosecutions reimburses counties for the expense of housing state felons in local jails and for other statutorily authorized felony expenses. The state is liable for county reimbursement when felons are sentenced to serve their time in the local jail, when counties contract with the state to house felons sentenced to TDOC, and when counties house felons who have been sentenced to TDOC and are awaiting transfer. Certain other expenses are paid from the division, including court costs associated with felony charges, inmate transportation costs, extradition costs, witness fees, jury boarding costs, and emergency medical expenses.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	116,547,300	173,577,800	173,577,800	0	173,577,800
Total	\$116,547,300	\$173,577,800	\$173,577,800	\$0	\$173,577,800
State	114,339,100	172,777,800	172,777,800	0	172,777,800
Federal	0	0	0	0	0
Other	2,208,200	800,000	800,000	0	800,000

329.06 Correction Academy

The Tennessee Correction Academy serves as the state's primary training and staff development center for TDOC and as a specialty training site for other law enforcement and selected emergency management-type agencies. The academy provides pre-service, in-service, and specialized training schools and certification programs on campus as well as regionally at the institutions and district offices across the state.

Full-Time	75	76	76	0	76
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	75	76	76	0	76
Payroll	4,600,200	5,352,900	5,316,300	0	5,316,300
Operational	2,212,400	2,050,900	2,050,900	48,000	2,098,900
Total	\$6,812,600	\$7,403,800	\$7,367,200	\$48,000	\$7,415,200
State	6,778,300	7,338,900	7,302,300	48,000	7,350,300
Federal	0	0	0	0	0
Other	34,300	64,900	64,900	0	64,900

329.28 Correction Release Centers

The Correction Release Centers offer programs to assist offenders in transitioning back into society. The programs consist of transitional housing for qualifying offenders who have been granted parole, diversion programs such as drug courts, and a residential program consisting of pre-release treatment and job training for TDOC offenders who have been recommended for parole and are within 60 days of release from prison.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,130,500	2,716,500	2,716,500	0	2,716,500
Total	\$2,130,500	\$2,716,500	\$2,716,500	\$0	\$2,716,500
State	2,130,500	2,716,500	2,716,500	0	2,716,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

329.32 Major Maintenance

The Major Maintenance program is responsible for maintenance of the state's prison facilities and the Tennessee Correction Academy whenever costs exceed routine daily maintenance requirements. The program also provides information systems services and technology; this includes repair and preventive maintenance of security electronic systems, including fence detection systems, locking-control panels, alarm panels, closed-circuit TV, paging and intercom systems, mobile mapping systems, and installation and maintenance of the prisons' computer systems.

Full-Time	57	60	60	0	60
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	57	60	60	0	60
Payroll	4,558,100	5,353,100	5,326,500	0	5,326,500
Operational	5,064,400	10,893,800	6,716,500	6,411,500	13,128,000
Total	\$9,622,500	\$16,246,900	\$12,043,000	\$6,411,500	\$18,454,500
State	9,622,500	16,246,900	12,043,000	6,411,500	18,454,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

329.48 Office of Investigations and Conduct

The Office of Investigations and Conduct provides canine, apprehension, and enforcement units to support the central office, institutions, the Tennessee Correction Academy, Community Corrections, and Probation and Parole Field Supervision.

Full-Time	71	71	71	0	71
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	71	71	71	0	71
Payroll	6,794,800	6,991,700	6,961,100	0	6,961,100
Operational	1,683,700	1,751,300	1,590,300	262,600	1,852,900
Total	\$8,478,500	\$8,743,000	\$8,551,400	\$262,600	\$8,814,000
State	8,349,800	8,743,000	8,551,400	262,600	8,814,000
Federal	128,700	0	0	0	0
Other	0	0	0	0	0

329.50 Sex Offender Treatment Program

The Sex Offender Treatment Program conducts pre-trial evaluations as ordered by the courts for indigent defendants accused of a sexual offense. The program also provides funding for therapy required by conditions of probation or parole for indigent offenders. The 13-member Sex Offender Treatment Board, comprised of representatives of the law enforcement, legal, and medical professions, oversees the program and develops standardized procedures for evaluation and treatment of sex offenders.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	1,511,800	3,030,200	3,030,200	0	3,030,200
Total	\$1,511,800	\$3,030,200	\$3,030,200	\$0	\$3,030,200
State	1,511,800	3,030,200	3,030,200	0	3,030,200
Federal	0	0	0	0	0
Other	0	0	0	0	0

329.51 Probation and Parole Field Supervision

Probation and Parole Field Supervision officers supervise parolees and offenders placed on probation by the state criminal and circuit courts. Probation and parole officers also collect supervision and criminal injuries fees and write pre-sentence investigation reports for use by the Court System and TDOC. The program includes eight Day Reporting Centers that offer a one-year three-phase program that will assist moderate to high-risk offenders with a substance use issue.

Full-Time	1,343	1,388	1,388	20	1,408
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1,343	1,388	1,388	20	1,408
Payroll	85,460,200	102,386,900	101,752,900	1,260,000	103,012,900
Operational	26,108,500	29,578,900	28,769,900	3,296,000	32,065,900
Total	\$111,568,700	\$131,965,800	\$130,522,800	\$4,556,000	\$135,078,800
State	111,229,100	130,618,800	129,453,300	4,556,000	134,009,300
Federal	0	0	0	0	0
Other	339,600	1,347,000	1,069,500	0	1,069,500

329.52 Community Corrections

The Community Corrections program provides grants to locally-operated programs that provide alternatives to incarceration for non-violent felony offenders as adjudicated by state courts. Felons sentenced to Community Corrections programs are subject to non-custodial intensive supervision, residential treatment, community service work, victim restitution, and supervision fees.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	13,814,200	14,793,300	14,793,300	0	14,793,300
Total	\$13,814,200	\$14,793,300	\$14,793,300	\$0	\$14,793,300
State	13,790,400	14,793,300	14,793,300	0	14,793,300
Federal	0	0	0	0	0
Other	23,800	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

329.99 Operating Funds for Imprisonment Changes

During the regular legislative session of 2021, the General Assembly passed Public Chapter 412. The law requires that for any law enacted after January 1, 2022, which results in a net increase in periods of imprisonment in state correctional facilities, there is to be appropriated from recurring revenues the estimated increased operating cost, in current dollars, based upon the highest cost of the next three years, beginning with the year the additional sentence to be served impacts the correctional facilities' population. For laws enacted that result in a net decrease in periods of imprisonment in state correctional facilities, an appropriation reduction shall occur. These funds will be allocated to the operational needs of the department during the following year's budget process.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	25,502,000	0	0	0
Total	\$0	\$25,502,000	\$0	\$0	\$0
State	0	25,502,000	0	0	0
Federal	0	0	0	0	0
Other	0	0	0	0	0

Institutional Operations

Institutional Operations manages the inmate population in state prisons, including diagnostic centers and time-building institutions. Diagnostic centers evaluate inmates entering the correctional system, including physical and mental health, work and training experience, educational background, religious affiliation, and family background. Decisions are made about institutional placement or special program requirements. Diagnostic centers are located at the Debra K. Johnson Rehabilitation Center, Lois M. DeBerry Special Needs Facility, and Bledsoe County Correctional Complex. Time-building prisons range in security levels from minimum security and work-release to maximum security and death row. These institutions provide education, counseling, and treatment programs.

329.13 Debra K. Johnson Rehabilitation Center

The Debra K. Johnson Rehabilitation Center (DJRC) opened in Nashville in 1898 and relocated to its present site in 1966. The institution is a reception, diagnostic, and time-building prison, which houses all levels of female inmates, from those under death sentence to those assigned to work-release. DJRC also provides academic and vocational programs, as well as transitional services.

Full-Time	231	230	230	0	230
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	231	230	230	0	230
Payroll	13,092,800	17,988,100	17,911,300	0	17,911,300
Operational	20,188,000	20,401,100	20,401,100	1,065,000	21,466,100
Total	\$33,280,800	\$38,389,200	\$38,312,400	\$1,065,000	\$39,377,400
State	31,801,800	37,504,500	37,427,700	1,065,000	38,492,700
Federal	0	0	0	0	0
Other	1,479,000	884,700	884,700	0	884,700

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

329.14 Turney Center Industrial Complex

Turney Center Industrial Complex (TCIX) is a time-building institution with an emphasis on prison industry, with a main site in Hickman County and an annex in Wayne County. It has a security classification range from minimum to close supervision. Inmates are assigned to industry, academic, farming, or vocational programs, as well as support and transitional services inside the main compound.

Full-Time	411	409	409	0	409
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	411	409	409	0	409
Payroll	24,231,100	32,571,200	32,423,800	0	32,423,800
Operational	23,727,500	25,059,700	25,059,700	1,555,300	26,615,000
Total	\$47,958,600	\$57,630,900	\$57,483,500	\$1,555,300	\$59,038,800
State	45,574,500	55,718,300	55,570,900	1,555,300	57,126,200
Federal	0	0	0	0	0
Other	2,384,100	1,912,600	1,912,600	0	1,912,600

329.16 Mark Luttrell Transition Center

The Mark Luttrell Transition Center (MLTC), located in Shelby County, is a transition center for male offenders. MLTC offers phase-based programming focusing on cognitive and behavioral care, education, and job skills that help offenders prepare for reentry into the community.

Full-Time	154	154	154	0	154
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	154	154	154	0	154
Payroll	9,294,200	12,044,400	11,980,000	0	11,980,000
Operational	4,911,600	8,417,400	8,417,400	544,400	8,961,800
Total	\$14,205,800	\$20,461,800	\$20,397,400	\$544,400	\$20,941,800
State	13,688,600	19,798,100	19,733,700	544,400	20,278,100
Federal	0	0	0	0	0
Other	517,200	663,700	663,700	0	663,700

329.18 Bledsoe County Correctional Complex

Bledsoe County Correctional Complex (BCCX) includes a male reception and diagnostic center, a time-building facility housing male inmates with a close security designation, and a 300-bed annex housing female inmates with a medium security designation. The facility has academic, substance abuse, and vocational programs.

Full-Time	688	687	687	0	687
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	688	687	687	0	687
Payroll	42,594,100	53,322,900	53,012,500	0	53,012,500
Operational	35,811,700	41,552,900	41,552,900	2,880,300	44,433,200
Total	\$78,405,800	\$94,875,800	\$94,565,400	\$2,880,300	\$97,445,700

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	76,171,600	92,443,000	92,132,600	2,880,300	95,012,900
Federal	0	0	0	0	0
Other	2,234,200	2,432,800	2,432,800	0	2,432,800

329.41 West Tennessee State Penitentiary

West Tennessee State Penitentiary (WTSP), located near Henning, consists of two separate time-building sites. Site One houses the Women's Therapeutic Residential Center, which provides gender-responsive treatment and reentry services. Site Two houses male felons and provides a dedicated Opioid therapeutic community, as well as educational and vocational programming.

Full-Time	649	645	645	0	645
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	649	645	645	0	645
Payroll	34,967,200	51,375,100	51,170,900	0	51,170,900
Operational	38,715,300	45,102,700	45,102,700	3,285,100	48,387,800
Total	\$73,682,500	\$96,477,800	\$96,273,600	\$3,285,100	\$99,558,700
State	71,428,900	94,713,600	94,509,400	3,285,100	97,794,500
Federal	0	0	0	0	0
Other	2,253,600	1,764,200	1,764,200	0	1,764,200

329.42 Riverbend Maximum Security Institution

Riverbend Maximum Security Institution (RMSI) in Nashville is a time-building maximum-security facility. Inmates not assigned to educational, vocational, or industry programs are required to work in support service roles throughout the facility. RMSI houses high-risk male felons, including those sentenced to death. This facility carries out all executions in the state.

Full-Time	335	333	333	0	333
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	335	333	333	0	333
Payroll	18,649,300	26,760,200	26,654,600	0	26,654,600
Operational	15,429,700	15,921,700	15,921,700	996,600	16,918,300
Total	\$34,079,000	\$42,681,900	\$42,576,300	\$996,600	\$43,572,900
State	33,189,200	42,030,000	41,924,400	996,600	42,921,000
Federal	0	0	0	0	0
Other	889,800	651,900	651,900	0	651,900

329.43 Northeast Correctional Complex

The Northeast Correctional Complex (NECX), located in Johnson County, is a time-building prison with a close security designation. NECX houses male inmates and offers educational, mental health, and community service programs.

Full-Time	429	426	426	0	426
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	429	426	426	0	426

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	27,249,600	35,289,100	35,125,700	0	35,125,700
Operational	25,680,600	24,350,200	24,350,200	1,557,000	25,907,200
Total	\$52,930,200	\$59,639,300	\$59,475,900	\$1,557,000	\$61,032,900
State	51,255,900	58,212,400	58,049,000	1,557,000	59,606,000
Federal	0	0	0	0	0
Other	1,674,300	1,426,900	1,426,900	0	1,426,900

329.45 Northwest Correctional Complex

Northwest Correctional Complex (NWCX), located in Lake County, houses male inmates with a custody level of minimum-trustee to close. The annex houses minimum restricted-custody inmates and juvenile offenders who have been adjudicated as adults. Inmates are assigned to educational or vocational programs or community service crews.

Full-Time	616	609	609	0	609
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	616	609	609	0	609
Payroll	29,990,700	48,382,000	48,221,800	0	48,221,800
Operational	27,051,000	32,798,000	32,798,000	1,952,300	34,750,300
Total	\$57,041,700	\$81,180,000	\$81,019,800	\$1,952,300	\$82,972,100
State	55,136,100	79,012,500	78,852,300	1,952,300	80,804,600
Federal	3,900	0	0	0	0
Other	1,901,700	2,167,500	2,167,500	0	2,167,500

329.47 Morgan County Correctional Complex

Morgan County Correctional Complex (MCCX), located in Wartburg, houses inmates of all custody levels. The facility operates transitional services, educational, vocational, and substance abuse programs and community service crews.

Full-Time	655	653	653	0	653
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	655	653	653	0	653
Payroll	37,393,100	51,299,300	51,042,900	0	51,042,900
Operational	34,111,400	38,159,500	38,159,500	2,727,300	40,886,800
Total	\$71,504,500	\$89,458,800	\$89,202,400	\$2,727,300	\$91,929,700
State	69,348,300	87,731,700	87,475,300	2,727,300	90,202,600
Federal	0	0	0	0	0
Other	2,156,200	1,727,100	1,727,100	0	1,727,100

Special Purpose Facilities

329.46 Lois M. DeBerry Special Needs Facility

The Lois M. DeBerry Special Needs Facility (LDSNF), located in Davidson County, includes a reception and diagnostic center and provides quality health care, intensive mental health care, and geriatric services. The facility has a maximum-security designation.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	403	398	398	0	398
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	403	398	398	0	398
Payroll	26,916,100	33,555,300	33,398,500	0	33,398,500
Operational	22,274,800	36,656,300	36,656,300	662,200	37,318,500
Total	\$49,190,900	\$70,211,600	\$70,054,800	\$662,200	\$70,717,000
State	48,541,800	69,647,700	69,490,900	662,200	70,153,100
Federal	0	0	0	0	0
Other	649,100	563,900	563,900	0	563,900

Contract Management Facilities

The state prison system has four prisons operated under contracts: Hardeman County Correctional Facility, Whiteville Correctional Facility, Trousdale Turner Correctional Center, and South Central Correctional Facility.

329.21 Hardeman County Incarceration Agreement

The Hardeman County Incarceration Agreement covers the Hardeman County Correctional Facility (HCCF), which is a time-building medium-security prison that offers educational, vocational, and mental health programs. The prison is owned by Hardeman County, which contracts with a private operator.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	171,000	219,900	218,700	0	218,700
Operational	45,423,300	50,666,900	49,384,300	1,424,700	50,809,000
Total	\$45,594,300	\$50,886,800	\$49,603,000	\$1,424,700	\$51,027,700
State	45,589,700	50,867,900	49,584,100	1,424,700	51,008,800
Federal	0	0	0	0	0
Other	4,600	18,900	18,900	0	18,900

329.22 Hardeman County Agreement - Whiteville

The Hardeman County Agreement - Whiteville covers the Whiteville Correctional Facility (WCFA), which is a time-building medium-security prison that offers educational, vocational, substance abuse, anger management, and family and pre-release counseling programs. The prison is privately owned and operated for the state's benefit under contract between the state and Hardeman County.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	182,100	221,700	221,100	0	221,100
Operational	41,932,000	44,515,700	44,515,700	1,661,400	46,177,100
Total	\$42,114,100	\$44,737,400	\$44,736,800	\$1,661,400	\$46,398,200

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	42,104,900	44,718,700	44,718,100	1,661,400	46,379,500
Federal	0	0	0	0	0
Other	9,200	18,700	18,700	0	18,700

329.23 Trousdale County Incarceration Agreement

The Trousdale County Incarceration Agreement covers the Trousdale Turner Correctional Center (TCCC), which is a time-building medium-security prison that became operational in early 2016. The prison is owned by Trousdale County, which contracts with a private operator.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	229,500	200,300	199,700	0	199,700
Operational	66,183,800	75,195,800	75,195,800	2,334,200	77,530,000
Total	\$66,413,300	\$75,396,100	\$75,395,500	\$2,334,200	\$77,729,700
State	66,397,000	75,382,900	75,382,300	2,334,200	77,716,500
Federal	0	0	0	0	0
Other	16,300	13,200	13,200	0	13,200

329.44 South Central Correctional Facility

South Central Correctional Facility (SCCF) is a time-building prison in Wayne County. The facility houses men of minimum, medium, and close custody levels and offers educational, vocational, mental health, and pre-release programs. The prison is state-owned but operated by a private contractor for the state's benefit.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	164,000	212,600	211,400	0	211,400
Operational	38,516,700	46,049,400	46,049,400	1,605,800	47,655,200
Total	\$38,680,700	\$46,262,000	\$46,260,800	\$1,605,800	\$47,866,600
State	38,673,700	46,243,300	46,242,100	1,605,800	47,847,900
Federal	0	0	0	0	0
Other	7,000	18,700	18,700	0	18,700

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
329.00 Total Correction					
Full-Time	6,371	6,411	6,410	20	6,430
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	6,371	6,411	6,410	20	6,430
Payroll	390,272,100	511,037,800	508,527,600	1,929,300	510,456,900
Operational	629,905,300	818,981,800	779,288,200	37,338,700	816,626,900
Total	\$1,020,177,400	\$1,330,019,600	\$1,287,815,800	\$39,268,000	\$1,327,083,800
State	993,235,600	1,294,867,100	1,254,332,500	39,268,000	1,293,600,500
Federal	1,141,800	13,683,700	13,149,700	0	13,149,700
Other	25,800,000	21,468,800	20,333,600	0	20,333,600

Statistical Data Correctional Institutions

	DJRC 329.13	TCIX 329.14	MLTC 329.16	BCCX 329.18	WTSP 329.41
Annual Admissions					
2016-2017	1,334	962	376	6,256	2,723
2017-2018	1,275	959	220	5,332	2,044
2018-2019	1,122	955	167	4,810	1,727
2019-2020	923	721	164	4,174	1,444
2020-2021	1,387	666	135	5,432	1,327
2021-2022	723	625	209	4,566	1,179
2022-2023	1,300	960	350	5,790	1,850
2023-2024	1,300	960	350	5,790	1,850
Annual Releases					
2016-2017	1,486	900	540	5,955	1,843
2017-2018	1,365	927	167	5,196	1,851
2018-2019	1,118	918	141	4,441	1,742
2019-2020	1,039	930	240	4,368	1,540
2020-2021	1,355	583	207	4,912	1,142
2021-2022	757	723	170	4,795	1,296
2022-2023	1,300	960	350	5,790	1,850
2023-2024	1,300	960	350	5,790	1,850
Average Daily Census					
2016-2017	770	1,571	189	2,368	1,501
2017-2018	734	1,573	244	2,370	1,804
2018-2019	770	1,604	268	2,385	1,870
2019-2020	724	1,530	249	2,359	1,843
2020-2021	695	1,326	155	2,156	1,694
2021-2022	686	1,426	170	1,879	1,751
2022-2023	805	1,772	440	2,521	2,582
2023-2024	805	1,772	440	2,521	2,582
Cost Per Occupancy Day (Total Expenditures)**					
2016-2017	\$94.17	\$74.55	\$176.43	\$93.41	\$99.13
2017-2018	\$92.25	\$75.17	\$157.61	\$96.32	\$91.08
2018-2019	\$104.09	\$74.31	\$142.43	\$82.00	\$97.45
2019-2020	\$115.13	\$81.00	\$163.53	\$89.57	\$109.61
2020-2021	\$129.94	\$93.46	\$228.80	\$103.67	\$119.16
2021-2022	\$132.92	\$92.14	\$228.94	\$114.32	\$115.29
2022-2023	\$130.65	\$89.10	\$127.41	\$103.11	\$102.37
2023-2024	\$133.65	\$91.03	\$130.04	\$105.61	\$105.35

DJRC: Debra K. Johnson Rehabilitation Center
 TCIX: Turney Center Industrial Complex
 MLTC: Mark Luttrell Transition Center

BCCX: Bledsoe County Correctional Complex
 WTSP: West Tennessee State Penitentiary

**Fiscal years 2016-2017 to 2021-2022 are actual expenditures from all sources; 2022-2023 to 2023-2024 are estimates.

Statistical Data Correctional Institutions

	RMSI 329.42	NECX 329.43	NWCX 329.45	LDSNF 329.46	MCCX 329.47
Annual Admissions					
2016-2017	450	860	1,187	360	1,584
2017-2018	484	1,018	1,205	488	1,194
2018-2019	506	769	914	288	1,054
2019-2020	300	606	711	274	964
2020-2021	257	796	491	316	948
2021-2022	396	868	755	397	776
2022-2023	470	940	1,200	420	1,390
2023-2024	470	940	1,200	420	1,390
Annual Releases					
2016-2017	430	783	1,143	455	1,965
2017-2018	490	861	1,129	573	1,592
2018-2019	479	793	1,200	370	1,257
2019-2020	346	679	772	397	1,103
2020-2021	214	650	776	418	929
2021-2022	386	1,055	633	469	973
2022-2023	470	940	1,200	420	1,390
2023-2024	470	940	1,200	420	1,390
Average Daily Census					
2016-2017	776	1,719	2,263	766	2,143
2017-2018	777	1,736	2,289	749	2,109
2018-2019	769	1,679	2,158	751	2,046
2019-2020	759	1,590	2,002	714	2,037
2020-2021	711	1,528	1,699	656	1,961
2021-2022	717	1,454	1,599	663	1,799
2022-2023	832	1,678	2,425	800	2,291
2023-2024	832	1,678	2,425	800	2,291
Cost Per Occupancy Day (Total Expenditures)*					
2016-2017	\$106.56	\$77.99	\$68.66	\$172.26	\$83.54
2017-2018	\$112.78	\$80.47	\$71.77	\$186.51	\$89.59
2018-2019	\$110.55	\$84.75	\$75.70	\$186.21	\$88.57
2019-2020	\$116.87	\$96.36	\$83.00	\$207.92	\$94.94
2020-2021	\$130.75	\$105.27	\$94.02	\$227.28	\$103.89
2021-2022	\$130.22	\$99.73	\$97.74	\$203.27	\$108.90
2022-2023	\$140.55	\$97.38	\$91.72	\$240.45	\$106.98
2023-2024	\$143.09	\$99.38	\$93.48	\$241.52	\$109.64

RMSI: Riverbend Maximum Security Institution

NECX: Northeast Correctional Complex

NWCX: Northwest Correctional Complex

LDSNF: Lois M. DeBerry Special Needs Facility

MCCX: Morgan County Correctional Complex

*Fiscal years 2016-2017 to 2021-2022 are actual expenditures from all sources; 2022-2023 to 2023-2024 are estimates.

Statistical Data Correctional Institutions

	HCCF <u>329.21</u>	WCFA <u>329.22</u>	TTCC <u>329.23</u>	SCCF <u>329.44</u>	Total**
Annual Admissions					
2016-2017	1,068	1,081	2,101	786	10,697
2017-2018	981	744	1,415	826	10,867
2018-2019	971	776	1,192	973	10,700
2019-2020	1,121	907	1,129	1,149	8,751
2020-2021	918	632	1,198	671	7,229
2021-2022	953	685	1,173	789	7,746
2022-2023	1,020	910	1,320	810	10,700
2023-2024	1,020	910	1,320	810	10,700
Annual Releases					
2016-2017	1,040	1,078	1,272	750	9,286
2017-2018	959	688	1,361	808	10,713
2018-2019	949	751	1,168	951	10,700
2019-2020	1,243	1,006	1,249	1,225	10,644
2020-2021	749	471	1,020	591	6,603
2021-2022	864	628	1,089	1,089	9,220
2022-2023	1,020	910	1,320	810	10,700
2023-2024	1,020	910	1,320	810	10,700
Average Daily Census					
2016-2017	1,969	1,500	2,332	1,633	21,500
2017-2018	1,969	1,500	2,482	1,626	21,962
2018-2019	1,968	1,500	2,507	1,627	21,902
2019-2020	1,943	1,480	2,477	1,606	21,313
2020-2021	1,808	1,445	2,284	1,545	19,633
2021-2022	1,950	1,515	2,468	1,465	19,542
2022-2023	2,016	1,536	2,552	1,676	23,926
2023-2024	2,016	1,536	2,552	1,676	23,926
Cost Per Occupancy Day (Total Expenditures)*					
2016-2017	\$57.05	\$63.17	\$61.60	\$51.72	\$79.64
2017-2018	\$51.62	\$64.07	\$63.00	\$52.19	\$80.90
2018-2019	\$52.78	\$64.10	\$63.06	\$55.23	\$81.04
2019-2020	\$54.97	\$66.97	\$67.90	\$59.14	\$88.23
2020-2021	\$60.75	\$70.14	\$73.17	\$72.67	\$98.41
2021-2022	\$64.06	\$76.16	\$73.73	\$72.34	\$98.85
2022-2023	\$69.15	\$79.80	\$80.94	\$75.62	\$99.43
2023-2024	\$69.16	\$82.53	\$83.22	\$78.03	\$101.59

HCCF: Hardeman Co. Correctional Facility
WCFA: Whiteville Correctional Facility

TTCC: Trousdale Turner Correctional Center
SCCF: South Central Correctional Facility

*Fiscal years 2016-2017 to 2021-2022 are actual expenditures from all sources; 2022-2023 to 2023-2024 are estimates.

**Total admissions and releases are department-wide and will not equal the sum of the columns due to double counting caused by movement of inmates among the facilities.

Military Department

The Military Department provides leadership, direction, and organization for the state's Army and Air National Guard and the Tennessee Emergency Management Agency. The Adjutant General, a constitutional officer of the state appointed by the Governor, is responsible for the leadership and command of the Tennessee Army and Air National Guard, the Tennessee Emergency Management Agency, and the Bureau of War Records. The department is organized into three functional areas: Administration, National Guard, and Emergency Management.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administration

341.01 Administration

Administration performs all fiscal and administrative duties for the Military Department, maintains war records of all soldiers from Tennessee, and oversees the maintenance of Tennessee Army National Guard armories. The Office of the Adjutant General and the Tennessee State Guard are funded from this division.

Full-Time	35	35	35	0	35
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	35	35	35	0	35
Payroll	3,471,600	3,535,400	3,516,000	389,600	3,905,600
Operational	1,813,900	2,117,000	2,049,500	0	2,049,500
Total	\$5,285,500	\$5,652,400	\$5,565,500	\$389,600	\$5,955,100
State	4,526,700	4,764,600	4,677,700	389,600	5,067,300
Federal	758,800	884,800	884,800	0	884,800
Other	0	3,000	3,000	0	3,000

National Guard

The National Guard's primary objective is to be prepared as a first-line reserve for the active duty Army and Air Force. The National Guard is comprised of full-time and part-time personnel. At the request of the Governor, the National Guard can be called upon to assist in emergency situations such as riots, rescues, and disasters.

341.02 Army National Guard

The Army National Guard provides trained, skilled, and ready reserve defense in support of the state and nation and assists in recovery from any man-made or natural disasters and emergencies.

Full-Time	99	108	108	0	108
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	99	108	108	0	108
Payroll	6,326,900	8,985,000	8,942,000	124,200	9,066,200
Operational	3,027,700	1,559,200	759,200	37,000	796,200
Total	\$9,354,600	\$10,544,200	\$9,701,200	\$161,200	\$9,862,400

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	1,227,000	2,383,300	1,874,700	32,000	1,906,700
Federal	8,127,600	8,138,400	7,804,000	129,200	7,933,200
Other	0	22,500	22,500	0	22,500

341.03 Air National Guard

The Air National Guard operates three air bases located in Nashville, Knoxville, and Memphis, along with a unit in Chattanooga. The mission is to administer command and control of the Air National Guard forces and to provide direction for the implementation of administration, personnel, training, security, and fiscal policy while maintaining a safe and healthy work environment.

Full-Time	153	153	133	0	133
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	153	153	133	0	133
Payroll	9,494,800	10,474,600	10,404,600	0	10,404,600
Operational	7,300,600	4,379,600	4,379,600	0	4,379,600
Total	\$16,795,400	\$14,854,200	\$14,784,200	\$0	\$14,784,200
State	2,241,700	3,164,300	3,150,300	0	3,150,300
Federal	14,553,700	11,689,900	11,633,900	0	11,633,900
Other	0	0	0	0	0

341.07 Armories Maintenance

Armories Maintenance provides funding for the maintenance of armories, training sites, and aircraft maintenance facilities.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	7,300,300	9,034,300	8,484,300	901,000	9,385,300
Total	\$7,300,300	\$9,034,300	\$8,484,300	\$901,000	\$9,385,300
State	1,290,600	1,049,500	1,049,500	450,500	1,500,000
Federal	5,871,400	7,301,800	7,301,800	450,500	7,752,300
Other	138,300	683,000	133,000	0	133,000

341.10 Armories Utilities

Armories Utilities provides funding for the cost of utilities at Army National Guard armories, training sites, and aircraft maintenance facilities.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	4,511,800	5,211,800	5,211,800	0	5,211,800
Total	\$4,511,800	\$5,211,800	\$5,211,800	\$0	\$5,211,800

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	1,327,400	1,285,600	1,285,600	0	1,285,600
Federal	3,184,400	3,926,200	3,926,200	0	3,926,200
Other	0	0	0	0	0

341.11 Station Commanders Upkeep and Maintenance Fund

The Station Commanders Upkeep and Maintenance Fund (SCUMF) is exclusively utilized to repair, maintain, and provide viable upkeep for Military Department facilities. The SCUMF is supported by armory rental and service fees.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	242,500	400,000	400,000	0	400,000
Total	\$242,500	\$400,000	\$400,000	\$0	\$400,000
State	107,400	150,000	150,000	0	150,000
Federal	135,100	250,000	250,000	0	250,000
Other	0	0	0	0	0

341.13 STRONG Act of 2017

The Support Training and Renewing Opportunity for National Guardsmen (STRONG) Act provides funding for tuition reimbursement to eligible members of the Tennessee National Guard.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,340,800	3,000,000	3,000,000	0	3,000,000
Total	\$2,340,800	\$3,000,000	\$3,000,000	\$0	\$3,000,000
State	0	3,000,000	3,000,000	0	3,000,000
Federal	0	0	0	0	0
Other	2,340,800	0	0	0	0

Emergency Management

The Military Department provides emergency management services and administers federally-funded homeland security grants.

341.04 Tennessee Emergency Management Agency

The Tennessee Emergency Management Agency (TEMA) is responsible for the planning and management of emergency operations of the state, and for the training of and assistance to local governments during man-made or natural disasters.

Full-Time	116	122	122	20	142
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	116	122	122	20	142

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	9,292,500	12,524,900	12,470,700	1,501,200	13,971,900
Operational	49,469,200	14,562,800	5,206,400	8,176,300	13,382,700
Total	\$58,761,700	\$27,087,700	\$17,677,100	\$9,677,500	\$27,354,600
State	6,172,600	13,207,900	7,351,600	9,275,800	16,627,400
Federal	51,624,100	13,779,400	10,225,100	401,700	10,626,800
Other	965,000	100,400	100,400	0	100,400

341.08 Homeland Security Grants

The Homeland Security Grants program provides federal funds to state and local governments to enhance readiness against terrorism. Funds are available for planning, equipment, training exercises, and program oversight.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	106,600	248,100	246,100	0	246,100
Operational	4,376,300	4,869,200	4,869,200	0	4,869,200
Total	\$4,482,900	\$5,117,300	\$5,115,300	\$0	\$5,115,300
State	81,800	0	0	0	0
Federal	4,401,100	5,117,300	5,115,300	0	5,115,300
Other	0	0	0	0	0

341.09 TEMA Disaster Relief Grants

TEMA Disaster Relief Grants is responsible for administering federal and state grants to eligible applicants of presidentially-declared disasters. Funds are available for the repair and restoration of damaged bridges, buildings, and other public services and infrastructure.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	3,717,600	0	0	0	0
Operational	120,957,400	86,663,000	44,000,000	6,000,000	50,000,000
Total	\$124,675,000	\$86,663,000	\$44,000,000	\$6,000,000	\$50,000,000
State	4,000,000	10,000,000	4,000,000	6,000,000	10,000,000
Federal	106,273,200	76,663,000	40,000,000	0	40,000,000
Other	14,401,800	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
341.00 Total Military Department					
Full-Time	405	420	400	20	420
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	405	420	400	20	420
Payroll	32,410,000	35,768,000	35,579,400	2,015,000	37,594,400
Operational	201,340,500	131,796,900	78,360,000	15,114,300	93,474,300
Total	\$233,750,500	\$167,564,900	\$113,939,400	\$17,129,300	\$131,068,700
State	20,975,200	39,005,200	26,539,400	16,147,900	42,687,300
Federal	194,929,400	127,750,800	87,141,100	981,400	88,122,500
Other	17,845,900	808,900	258,900	0	258,900

Tennessee Bureau of Investigation

The Tennessee Bureau of Investigation (TBI) is responsible for assisting the District Attorneys General and local law enforcement agencies in the investigation and prosecution of criminal offenses. TBI's operations are organized into eight divisions: Administrative Services, Criminal Investigation, Drug Investigation, Forensic Services, Criminal Justice Information Services, Medicaid Fraud Control, Information Systems, and Training.

The Administrative Services division provides overall direction and support for the bureau, including professional standards, accreditation, fiscal, human resources, internal audit, and public information.

The Criminal Investigation division is responsible for providing specialized law enforcement services to agencies across Tennessee and houses the Field Investigation, Criminal Intelligence, Technical Services, and Victim Services Units.

The Drug Investigation division has original jurisdiction to investigate violations of Tennessee's drug control laws and is responsible for investigating and assisting prosecution of crimes involving controlled substances, narcotics, and other illegal drugs.

The Forensic Services division provides forensic examinations for the law enforcement community and medical examiners statewide. TBI operates laboratories in Nashville, Knoxville, and Memphis.

The Criminal Justice Information Services division houses the state repository of criminal history records and assists law enforcement agencies in conducting background checks for gun purchasers.

The Medicaid Fraud Control division investigates and provides support in provider fraud and patient abuse cases within the TennCare system.

The Information Systems division provides technical support and is responsible for integrating the use of modern technology into policies.

The Training division provides training to TBI employees, law enforcement officers, state agency employees, private citizens, and college students through classroom instruction, online training, and internship programs.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
348.00 Tennessee Bureau of Investigation					
Full-Time	653	705	705	31	736
Part-Time	5	8	5	0	5
Seasonal	0	0	0	0	0
Total	658	713	710	31	741
Payroll	61,673,300	71,644,300	71,302,700	25,864,200	97,166,900
Operational	40,169,200	63,432,900	41,003,600	6,928,700	47,932,300
Total	\$101,842,500	\$135,077,200	\$112,306,300	\$32,792,900	\$145,099,200
State	62,873,500	91,743,400	76,785,300	31,119,900	107,905,200
Federal	12,494,400	11,129,700	11,104,900	1,673,000	12,777,900
Other	26,474,600	32,204,100	24,416,100	0	24,416,100

Department of Safety

The Tennessee Department of Safety works to provide safe highways for Tennessee's citizens and visitors by enforcing the laws governing the use of state and federal roads. Development and management of a comprehensive state homeland security strategy is also a function of the department. The department also provides services to motorists, including drivers license issuance, public safety education, and training assistance to local law enforcement officers. Responsibilities of the department focus on the following areas: Administrative and Support Services, Public Services, Investigation and Enforcement, and Education.

Actual 2021-2022	Estimated 2022-2023	Base 2023-2024	Cost Increase 2023-2024	Recommended 2023-2024
---------------------	------------------------	-------------------	----------------------------	--------------------------

Administrative and Support Services

The Administrative and Support Services functional area includes Administration, Major Maintenance, Technical Services, and Communications.

349.01 Administration

The Administration division provides support services for departmental operations, such as fiscal services, internal audit, human resources, supply, and legal services. Legal services administers asset forfeiture cases that arise out of the seizure of property pursuant to drug control, automobile anti-theft laws, and driver improvement hearings.

Full-Time	90	92	96	5	101
Part-Time	2	2	2	0	2
Seasonal	0	0	0	0	0
Total	92	94	98	5	103
Payroll	7,470,800	9,681,000	9,869,400	324,500	10,193,900
Operational	4,043,300	4,970,900	4,940,900	59,500	5,000,400
Total	\$11,514,100	\$14,651,900	\$14,810,300	\$384,000	\$15,194,300
State	11,169,700	14,105,900	14,264,300	384,000	14,648,300
Federal	0	0	0	0	0
Other	344,400	546,000	546,000	0	546,000

349.12 Major Maintenance

The Major Maintenance division provides funding for maintenance of Department of Safety buildings and other facilities.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	4,100	9,600	0	0	0
Total	\$4,100	\$9,600	\$0	\$0	\$0
State	4,100	9,600	0	0	0
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

349.13 Technical Services

The Technical Services division maintains motor vehicle records, identifies frequent traffic violators for license revocation, and analyzes and processes traffic crashes administered by the Tennessee Highway Patrol and local police agencies.

Full-Time	25	23	23	0	23
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	25	23	23	0	23
Payroll	1,430,000	1,592,600	1,580,400	0	1,580,400
Operational	4,086,000	4,880,800	4,880,800	0	4,880,800
Total	\$5,516,000	\$6,473,400	\$6,461,200	\$0	\$6,461,200
State	0	464,400	452,200	0	452,200
Federal	173,100	165,000	165,000	0	165,000
Other	5,342,900	5,844,000	5,844,000	0	5,844,000

349.16 Communications

The Communications division provides funding for sustaining the public safety service levels of the operations and maintenance of the communication system and facilities, which includes radio towers and radio repeater sites.

Full-Time	26	26	26	2	28
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	26	26	26	2	28
Payroll	1,707,800	1,709,200	1,659,000	333,500	1,992,500
Operational	48,660,200	192,915,000	13,520,200	369,999,800	383,520,000
Total	\$50,368,000	\$194,624,200	\$15,179,200	\$370,333,300	\$385,512,500
State	49,207,400	193,358,400	13,913,400	370,333,300	384,246,700
Federal	0	341,400	341,400	0	341,400
Other	1,160,600	924,400	924,400	0	924,400

Public Services

The Public Services functional area includes Driver License Issuance and the Tennessee Highway Safety Office.

349.02 Driver License Issuance

Services provided by the Driver License Issuance division include testing and issuing driver licenses to qualifying motorists, school bus drivers, and commercial drivers; monitoring third party commercial driver license testers; administering graduated driver license provisions; issuing handgun carry permits; issuing photo identifications; collecting organ donor information; processing voter registration applications; and registering individuals for the selective service. This division also administers the Financial Responsibility Law, which involves canceling and restoring driving privileges.

Full-Time	520	525	522	0	522
Part-Time	53	53	53	0	53
Seasonal	0	0	0	0	0
Total	573	578	575	0	575

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	25,615,200	33,419,600	32,972,000	0	32,972,000
Operational	28,243,000	29,720,200	29,366,800	63,000	29,429,800
Total	\$53,858,200	\$63,139,800	\$62,338,800	\$63,000	\$62,401,800
State	21,857,000	29,138,800	28,441,300	63,000	28,504,300
Federal	135,400	311,600	309,100	0	309,100
Other	31,865,800	33,689,400	33,588,400	0	33,588,400

349.17 Tennessee Highway Safety Office

The Tennessee Highway Safety Office (THSO) works with law enforcement, judicial personnel, and community advocates to coordinate activities and initiatives relating to the human behavioral aspects of highway safety. The THSO's mission is to develop, execute, and evaluate programs to reduce the number of fatalities, injuries, and related economic losses resulting from traffic crashes on Tennessee's roadways. The office works in tandem with the National Highway Safety Administration to implement programs focusing on occupant protection, impaired driving, speed enforcement, truck and school bus safety, pedestrian and bicycle safety, and crash data collection and analysis.

Full-Time	10	10	10	0	10
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	10	10	10	0	10
Payroll	1,401,800	2,080,100	2,076,300	0	2,076,300
Operational	22,944,300	25,475,400	25,475,400	0	25,475,400
Total	\$24,346,100	\$27,555,500	\$27,551,700	\$0	\$27,551,700
State	326,100	357,900	357,900	0	357,900
Federal	23,984,800	27,017,600	27,013,800	0	27,013,800
Other	35,200	180,000	180,000	0	180,000

Investigation and Enforcement

The department's enforcement efforts focus on roadway safety, criminal investigation, and other safety-related functions through the Highway Patrol and Auto Theft Investigations divisions. In addition, the Office of Homeland Security develops and manages a comprehensive strategy to secure the state from terrorism threats.

349.03 Highway Patrol

The Tennessee Highway Patrol (THP) protects the motoring public through the enforcement of all traffic laws and federal and state commercial vehicle standards. THP's enforcement activities include patrolling the highways, issuing citations, investigating and reconstructing traffic crashes, performing searches and seizures, and inspecting and weighing commercial vehicles. Other activities include pupil transportation safety, security of state officials, drug-abuse resistance education, and assistance to educators in reducing gang and individual violence.

Full-Time	1,092	1,191	1,190	140	1,330
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	1,092	1,191	1,190	140	1,330
Payroll	107,082,600	132,597,000	132,044,200	52,506,400	184,550,600
Operational	47,006,100	44,463,400	36,563,400	43,920,200	80,483,600
Total	\$154,088,700	\$177,060,400	\$168,607,600	\$96,426,600	\$265,034,200

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	135,741,500	163,648,600	155,295,800	96,426,600	251,722,400
Federal	8,737,700	6,576,200	6,576,200	0	6,576,200
Other	9,609,500	6,835,600	6,735,600	0	6,735,600

349.06 Auto Theft Investigations

The Auto Theft Investigations division provides operational funding to support the work led by THP's automobile theft investigations unit. Seized and forfeited vehicles or parts may be sold by the department and the proceeds used to cover operational expenses of combating automobile theft.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	54,800	349,800	349,800	0	349,800
Total	\$54,800	\$349,800	\$349,800	\$0	\$349,800
State	48,000	0	0	0	0
Federal	0	0	0	0	0
Other	6,800	349,800	349,800	0	349,800

349.15 Office of Homeland Security

The Office of Homeland Security develops, coordinates, and implements a comprehensive strategy to secure the State of Tennessee from terrorist threats and attacks and coordinates the response to these events, if required. The office has three regional offices located in East, Middle, and West Tennessee to assist local officials with planning, training, and conducting exercises; effectively using federal grants; and improving communications. The state also has 11 homeland security districts that provide coordinated multi-county responses to chemical, biological, radiological, and nuclear threats. The office, in partnership with Tennessee Bureau of Investigation, operates the Tennessee Fusion Center, which enhances the state's ability to analyze terrorism information and improves information sharing among state, local, and federal agencies.

Full-Time	28	27	27	131	158
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	28	27	27	131	158
Payroll	2,443,300	2,491,600	2,978,800	12,565,700	15,544,500
Operational	1,182,100	2,365,600	2,365,600	19,040,500	21,406,100
Total	\$3,625,400	\$4,857,200	\$5,344,400	\$31,606,200	\$36,950,600
State	3,061,700	4,291,600	4,778,800	31,606,200	36,385,000
Federal	0	0	0	0	0
Other	563,700	565,600	565,600	0	565,600

Education

The Education functional area includes the divisions of Motorcycle Rider Education and Driver Education.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

349.04 Motorcycle Rider Education

The Motorcycle Rider Education program promotes safe motorcycling through training, certifying, and monitoring instructors who provide basic and experienced rider courses.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	222,700	223,500	221,700	0	221,700
Operational	127,500	328,600	328,600	0	328,600
Total	\$350,200	\$552,100	\$550,300	\$0	\$550,300
State	350,200	552,100	550,300	0	550,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

349.08 Driver Education

Driver Education promotes safety on the highways by developing, promoting, and coordinating programs that increase public awareness of safety on Tennessee highways. The program also regulates commercial driving schools.

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	2	2	0	2
Payroll	145,700	267,500	265,700	0	265,700
Operational	62,800	54,400	54,400	0	54,400
Total	\$208,500	\$321,900	\$320,100	\$0	\$320,100
State	208,500	321,900	320,100	0	320,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

349.00 Total Safety

Full-Time	1,795	1,898	1,898	278	2,176
Part-Time	55	55	55	0	55
Seasonal	0	0	0	0	0
Total	1,850	1,953	1,953	278	2,231
Payroll	147,519,900	184,062,100	183,667,500	65,730,100	249,397,600
Operational	156,414,200	305,533,700	117,845,900	433,083,000	550,928,900
Total	\$303,934,100	\$489,595,800	\$301,513,400	\$498,813,100	\$800,326,500
State	221,974,200	406,249,200	218,374,100	498,813,100	717,187,200
Federal	33,031,000	34,411,800	34,405,500	0	34,405,500
Other	48,928,900	48,934,800	48,733,800	0	48,733,800

Resources and Regulation



Resources and Regulation

Table of Contents



Introduction	B-277
Total Personnel and Funding.....	B-278
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-279
Cost Increases for Fiscal Year 2023-2024.....	B-280
Program Statements.....	B-287
Arts Commission	B-287
State Museum	B-288
Department of Environment and Conservation.....	B-289
Tennessee Wildlife Resources Agency.....	B-304
Department of Commerce and Insurance.....	B-307
Department of Financial Institutions.....	B-314
Department of Labor and Workforce Development	B-315

Resources and Regulation

Recommended Budget, Fiscal Year 2023 – 2024

The Resources and Regulation functional group includes eight agencies and departments that promote and protect the state's natural, historical, and cultural resources and its consumers and workers.

Three agencies promote consumer protection and safety in the work place:

- Department of Commerce and Insurance
- Department of Financial Institutions
- Department of Labor and Workforce Development.

These agencies regulate and promote education in businesses and occupations to ensure professionalism and consumer safety; regulate insurance, commercial banking, and money-lending industries to ensure soundness and protect the interests of depositors and policy-holders; and regulate the work place to ensure worker health and safety, fair wages, and compensation for work-related injuries. In addition to these activities, the Department of Commerce and Insurance is responsible for law enforcement personnel training duties.

Three agencies promote and protect cultural and historical resources:

- Tennessee Arts Commission
- Tennessee State Museum
- Tennessee Historical Commission.

Together, these agencies promote interest, education, and participation in the arts through financial support to artists and supporters of the arts; protect and preserve artifacts that are significant to our natural and cultural history;

and promote the preservation of and public access to historical sites across the state through purchase and financial support.

The following two agencies promote and ensure the conservation of Tennessee's agricultural, environmental, and natural resources:

- Department of Environment and Conservation
- Tennessee Wildlife Resources Agency.

These agencies promote preservation of the state's environmental resources, protection from hazardous waste and radiation exposure, and reclamation of abandoned lands; promote recreation on public and private lands, including the state's geological, archaeological, and park resources; protect and conserve all species of wildlife native to the state; administer hunting and boating safety laws; enforce the litter control laws; stabilize river banks; and maintain drainage patterns to conserve agricultural land in West Tennessee.

Cost Increases and Program Statements

The following section includes: (1) a table on personnel and funding for all agencies in this functional area of state government; (2) a table on the recommended budget for each agency by funding source; (3) a statement of recommended cost increases for the ensuing fiscal year; (4) departmental program statements, indicating the recommended funding and staffing for the ensuing year, compared with actual amounts for the last year and the amounts budgeted for the current year.

Resources and Regulation

Total Personnel and Funding

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
Personnel			
Full-Time	4,980	5,133	5,203
Part-Time	426	390	397
Seasonal	215	215	215
TOTAL	5,621	5,738	5,815
Expenditures			
Payroll	\$ 361,222,400	\$ 452,762,800	\$ 458,249,400
Operational	692,910,000	2,419,581,050	1,001,055,300
TOTAL	\$ 1,054,132,400	\$ 2,872,343,850	\$ 1,459,304,700
Funding			
State	\$ 518,169,600	\$ 841,917,450	\$ 854,454,900
Federal	287,413,600	1,760,368,400	321,650,600
Other	248,549,200	270,058,000	283,199,200
Tuition/Fees	0	0	0

Resources and Regulation
Recommended Budget for Fiscal Year 2023-2024
By Funding Source

Department	State	Federal	Other	Total
316.25 Arts Commission	12,147,100	26,010,600	2,487,800	40,645,500
316.27 State Museum	9,684,700	0	5,000	9,689,700
327.00 Environment and Conservation	399,530,600	112,323,900	141,092,800	652,947,300
328.00 Tennessee Wildlife Resources Agency	73,464,900	38,857,900	35,325,300	147,648,100
335.00 Commerce and Insurance	251,023,600	324,800	77,817,900	329,166,300
336.00 Financial Institutions	32,358,300	0	2,400	32,360,700
337.00 Labor and Workforce Development	76,245,700	144,133,400	26,468,000	246,847,100
Total	\$854,454,900	\$321,650,600	\$283,199,200	\$1,459,304,700

Resources and Regulation

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Arts Commission					
• Arts Grants					
To provide funding for arts education, community enrichment, and other arts grants and program activities. Grant programs are intended to promote interest and participation in the performing, visual, and literary arts by developing cultural resources across the state. Other funding is from the license plate reserve and is non-recurring. Of the dedicated state funding, \$1,200,000 is recurring and \$2,600,000 is non-recurring.					
316.25 Arts Commission	\$3,800,000	\$0	\$2,000,000	\$5,800,000	0
Sub-total	\$3,800,000	\$0	\$2,000,000	\$5,800,000	0
• Person-Centered Music Program					
To provide non-recurring funding for the person-centered music program, which improves quality of life and care in nursing homes through individualized therapeutic music for residents. Other funding is interdepartmental revenue from the Tennessee Health Facilities Commission.					
316.25 Arts Commission	\$0	\$0	\$250,000	\$250,000	0
Sub-total	\$0	\$0	\$250,000	\$250,000	0
Total Arts Commission	\$3,800,000	\$0	\$2,250,000	\$6,050,000	0
Environment and Conservation					
• Preserving Tennessee's Outdoor Heritage - Environmental					
To provide funding and to establish six positions for various environmental cleanup efforts, water improvements, and other remediation efforts. Of this total cost, \$10,245,400 is recurring and \$71,485,000 is non-recurring.					
327.12 Tennessee State Parks	\$300,000	\$0	\$0	\$300,000	0
327.28 Tennessee Dry Cleaners Environmental Response Fund	\$5,000,000	\$0	\$0	\$5,000,000	0
327.34 Division of Water Resources	\$6,094,600	\$0	\$0	\$6,094,600	3
327.38 Hazardous Waste Remedial Action Fund	\$70,335,800	\$0	\$0	\$70,335,800	3
Sub-total	\$81,730,400	\$0	\$0	\$81,730,400	6

Resources and Regulation

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Preserving Tennessee's Outdoor Heritage - Trails					
To provide funding and to establish two positions to expand and improve Tennessee's trails. This item includes grants for the Cumberland Trail (\$15,000,000), the Tweetsie Trail (\$6,300,000), Wolf River Greenway (\$10,300,000), and the Mountain Goat Trail (\$9,200,000). Of this total cost, \$355,000 is recurring and 40,800,000 is non-recurring.					
327.12 Tennessee State Parks	\$41,155,000	\$0	\$0	\$41,155,000	2
Sub-total	\$41,155,000	\$0	\$0	\$41,155,000	2
• Preserving Tennessee's Outdoor Heritage - State Parks, Natural Areas, and Forests					
To provide funding and to establish 33 positions to enhance Tennessee's state parks, natural areas, and recreation areas. Of this total cost, \$3,885,900 is recurring and \$36,779,800 is non-recurring.					
327.12 Tennessee State Parks	\$8,810,500	\$0	\$0	\$8,810,500	22
327.14 Natural Areas	\$1,855,200	\$0	\$0	\$1,855,200	11
327.50 Tennessee Heritage Conservation Trust Fund	\$30,000,000	\$0	\$0	\$30,000,000	0
Sub-total	\$40,665,700	\$0	\$0	\$40,665,700	33
• Preventing Outages and Enhancing the Resilience of the Electric Grid Formula Grant - Year Two					
To provide non-recurring funding and to establish two positions to improve the resilience of the electric grid against disruptive events.					
327.52 Office of Energy Programs	\$1,142,200	\$7,614,400	\$0	\$8,756,600	2
Sub-total	\$1,142,200	\$7,614,400	\$0	\$8,756,600	2
• State Energy Program (SEP) Grant					
To provide non-recurring funding and to establish two positions for the State Energy Program, which provides funding and technical assistance to states to enhance energy security, advance state-led energy initiatives, and increase energy affordability.					
327.52 Office of Energy Programs	\$0	\$1,702,900	\$0	\$1,702,900	2
Sub-total	\$0	\$1,702,900	\$0	\$1,702,900	2
• State Parks - Capital Maintenance					
To provide recurring funding for state parks capital maintenance.					
327.12 Tennessee State Parks	\$1,500,000	\$0	\$0	\$1,500,000	0
Sub-total	\$1,500,000	\$0	\$0	\$1,500,000	0

Resources and Regulation

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Abandoned Mine Lands Positions					
To establish nine positions for the Abandoned Mine Lands (AML) program funded through existing funds from the federal Infrastructure Investment and Jobs Act. The AML program helps to reclaim Tennessee coalfields.					
327.34 Division of Water Resources	\$0	\$0	\$0	\$0	9
Sub-total	\$0	\$0	\$0	\$0	9
• Surface Coal Mining Program					
To provide recurring funding to meet the federal funding match requirement for the Surface Coal Mining Program.					
327.37 Abandoned Lands	\$216,000	\$0	\$0	\$216,000	0
Sub-total	\$216,000	\$0	\$0	\$216,000	0
• Information Technology Infrastructure Modernization					
To provide recurring funding for the modernization and maintenance of the department's information technology systems.					
327.01 Administrative Services	\$563,000	\$0	\$0	\$563,000	0
Sub-total	\$563,000	\$0	\$0	\$563,000	0
• Realty Tax Growth for Civil War Fund					
To recognize non-recurring growth in the realty tax to be credited to the Tennessee Civil War site preservation fund, per TCA 67-4-409(m). The fund provides grants to acquire, protect, and preserve Civil War and Underground Railroad sites.					
327.04 Historical Commission	\$0	\$0	\$7,188,300	\$7,188,300	0
Sub-total	\$0	\$0	\$7,188,300	\$7,188,300	0
• Realty Tax Growth for Historic Property Land Fund					
To recognize non-recurring growth in the realty tax to be credited to the historic property land fund, per TCA 67-4-409(m). The fund provides grants to preserve and maintain historic places.					
327.04 Historical Commission	\$0	\$0	\$4,043,400	\$4,043,400	0
Sub-total	\$0	\$0	\$4,043,400	\$4,043,400	0
Total Environment and Conservation	\$166,972,300	\$9,317,300	\$11,231,700	\$187,521,300	54

Resources and Regulation

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Tennessee Wildlife Resources Agency					
• Statutory Salary Step Raises					
To provide recurring dedicated funding for the mandated salary step raises, pursuant to TCA 70-1-309. The salary step raises are effective July 1, 2023, and affect the agency's officers, biologists, and other unique positions.					
328.01 Wildlife Resources Agency	\$718,900	\$0	\$0	\$718,900	0
328.02 Boating Safety	\$98,100	\$0	\$0	\$98,100	0
Sub-total	\$817,000	\$0	\$0	\$817,000	0
• Salary Survey					
To provide recurring dedicated funding for a salary increase for the annual salary survey results. The survey averages the current compensation levels for agency officers, biologists, and other unique positions in the bordering states. The salary increases will be effective July 1, 2023.					
328.01 Wildlife Resources Agency	\$2,067,600	\$0	\$0	\$2,067,600	0
328.02 Boating Safety	\$281,900	\$0	\$0	\$281,900	0
Sub-total	\$2,349,500	\$0	\$0	\$2,349,500	0
Total Tennessee Wildlife Resources Agency	\$3,166,500	\$0	\$0	\$3,166,500	0

Commerce and Insurance

• Statutory Salary Step Raises					
To provide recurring funding for the mandated annual trooper salary step raises, pursuant to TCA 4-7-206. The salary step raises are effective July 1, 2023.					
• Salary Survey - Commissioned Officers					
To provide recurring funding for a salary increase for the annual commissioned officer salary survey results, pursuant to TCA 4-7-2. The salary increases will be effective July 1, 2023. The survey averages the current compensation levels of commissioned officers in the eight adjacent states.					
335.11 Tennessee Law Enforcement Training Academy	\$30,000	\$0	\$0	\$30,000	0
Sub-total	\$30,000	\$0	\$0	\$30,000	0
335.11 Tennessee Law Enforcement Training Academy	\$104,000	\$0	\$0	\$104,000	0
Sub-total	\$104,000	\$0	\$0	\$104,000	0

Resources and Regulation

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Administration Legislation - Securities Update					
To provide recurring funding and to establish one position for administration legislation relative to a securities industry update.					
335.05 Securities	\$73,800	\$0	\$0	\$73,800	1
Sub-total	\$73,800	\$0	\$0	\$73,800	1
• Tennessee Law Enforcement Hiring, Training, and Recruitment Program - Recruitment Bonuses					
To provide non-recurring funding for grants to local law enforcement agencies to support bonuses for new hires to address the current law enforcement officer shortage.					
335.12 POST Commission	\$30,000,000	\$0	\$0	\$30,000,000	0
Sub-total	\$30,000,000	\$0	\$0	\$30,000,000	0
• Emergency Responder Death Benefits					
To provide recurring funding for emergency responder death benefits to address increased claims.					
335.03 Fire Prevention	\$200,000	\$0	\$0	\$200,000	0
335.12 POST Commission	\$800,000	\$0	\$0	\$800,000	0
Sub-total	\$1,000,000	\$0	\$0	\$1,000,000	0
• Volunteer Firefighter Training					
To provide recurring funding and to establish 11 positions to help support no-cost training at the Tennessee Fire and Codes Enforcement Academy for volunteer firefighters within the state.					
335.07 Fire Service and Codes Enforcement Academy	\$690,000	\$0	\$0	\$690,000	11
Sub-total	\$690,000	\$0	\$0	\$690,000	11
• Codes Enforcement System Modernization					
To provide non-recurring funding for codes enforcement system modernization to streamline inspection tracking and reduce reporting plan review times.					
335.03 Fire Prevention	\$0	\$0	\$2,250,000	\$2,250,000	0
Sub-total	\$0	\$0	\$2,250,000	\$2,250,000	0
• Manufactured Housing System Modernization					
To provide non-recurring funding for the manufactured housing section to transfer from a legacy system to an integrated system.					
335.03 Fire Prevention	\$0	\$0	\$1,500,000	\$1,500,000	0
Sub-total	\$0	\$0	\$1,500,000	\$1,500,000	0

Resources and Regulation

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Codes Enforcement Inspector Positions					
To provide funding and to establish eight positions to help enforce building and fire codes. Of this total cost, \$522,600 is recurring and \$231,600 is non-recurring.					
335.03 Fire Prevention	\$0	\$0	\$754,200	\$754,200	8
Sub-total	\$0	\$0	\$754,200	\$754,200	8
• Captive Insurance Positions					
To provide recurring funding to establish two captive insurance positions to create increased capacity to complete financial analysis and examinations.					
335.02 Insurance	\$155,700	\$0	\$0	\$155,700	2
Sub-total	\$155,700	\$0	\$0	\$155,700	2
• Emergency Communications District Subsidy Increase					
To provide recurring dedicated funding to local emergency communications districts for 911 operations due to the increase in 911 revenue. The funds are dedicated fees collected from telephone subscribers.					
335.08 911 Emergency Communications Fund	\$11,477,500	\$0	\$0	\$11,477,500	0
Sub-total	\$11,477,500	\$0	\$0	\$11,477,500	0
• Go Build Funding					
To provide non-recurring funding for the continuation of the Go Build program, which promotes entry into construction-related professions. The other funding is from reserves of the contractor's board.					
335.10 Regulatory Boards	\$0	\$0	\$250,000	\$250,000	0
Sub-total	\$0	\$0	\$250,000	\$250,000	0
Total Commerce and Insurance	\$43,531,000	\$0	\$4,754,200	\$48,285,200	22

Labor and Workforce Development

• Tennessee Strong Families - Summer Youth Employment Program

To provide non-recurring funding to expand the summer youth employment program. The program connects youth and young adults with career exploration opportunities and paid work experiences.

337.01 Administration	\$15,000,000	\$0	\$0	\$15,000,000	0
Sub-total	\$15,000,000	\$0	\$0	\$15,000,000	0

Resources and Regulation

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Administration Legislation - Workers' Compensation Update					
To provide recurring funding for administration legislation relative to a Workers' Compensation update.					
337.03 Workers' Compensation	\$20,000	\$0	\$0	\$20,000	0
Sub-total	\$20,000	\$0	\$0	\$20,000	0
• Strategic Plan for Workforce Development					
To provide recurring funding to establish two positions for a strategic plan for workforce development.					
337.01 Administration	\$295,000	\$0	\$0	\$295,000	2
Sub-total	\$295,000	\$0	\$0	\$295,000	2
• Decreased Federal Participation					
To provide recurring state funding to reflect a decrease in federal funding.					
337.01 Administration	\$400,000	(\$400,000)	\$0	\$0	0
Sub-total	\$400,000	(\$400,000)	\$0	\$0	0
• Computer Replacement					
To provide non-recurring funding to replace aging computers.					
337.03 Workers' Compensation	\$72,100	\$0	\$0	\$72,100	0
Sub-total	\$72,100	\$0	\$0	\$72,100	0
Total Labor and Workforce Development	\$15,787,100	(\$400,000)	\$0	\$15,387,100	2
Total Resources and Regulation	\$233,256,900	\$8,917,300	\$18,235,900	\$260,410,100	78

Arts Commission

The Tennessee Arts Commission promotes interest and participation in the performing, visual, musical, and literary arts by developing cultural resources across the state. The commission provides financial support to artists, arts organizations, and arts supporters through various grant programs and by matching private contributions with federal funds to provide technical assistance and other services.

The commission and its professional staff provide opportunities in the arts for all Tennesseans, especially children. These opportunities include workshops, competitions, and student ticket subsidies for productions across the state. Newsletters and special publications are used to increase public awareness.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.25 Arts Commission					
Full-Time	20	20	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	20	20	20	0	20
Payroll	1,874,700	2,120,500	2,109,500	0	2,109,500
Operational	39,273,700	35,684,850	32,486,000	6,050,000	38,536,000
Total	\$41,148,400	\$37,805,350	\$34,595,500	\$6,050,000	\$40,645,500
State	8,457,000	9,370,950	8,347,100	3,800,000	12,147,100
Federal	31,150,400	26,446,600	26,010,600	0	26,010,600
Other	1,541,000	1,987,800	237,800	2,250,000	2,487,800

State Museum

The Tennessee State Museum was created by public law in 1937 to bring together all the collections already owned or managed by the state. The State Museum's mandate is to "procure, preserve, exhibit and interpret objects, which relate to the social, political, economic, and cultural history of Tennessee and Tennesseans, and to provide exhibitions and programs for the educational and cultural enrichment of the citizens of the state."

The State Museum, located in Nashville, collects, preserves, interprets, and exhibits artifacts that are significant to the natural and cultural history of the state. Through the acquisition, restoration, and stewardship of the collection, the museum's professional staff provides Tennesseans with numerous educational and cultural experiences. Many of the programs reach school-aged children across the state.

The museum secures and sponsors exhibits of distinction from renowned artists and collections to further enrich the citizens of the state. The museum provides technical assistance in conserving and restoring artifacts for historical sites and other museums and organizations in the state. The State Museum maintains administrative oversight of the National Civil Rights Museum in Memphis.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.27 State Museum					
Full-Time	59	59	59	0	59
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	59	59	59	0	59
Payroll	3,651,400	4,282,300	4,255,500	0	4,255,500
Operational	6,269,900	5,434,200	5,434,200	0	5,434,200
Total	\$9,921,300	\$9,716,500	\$9,689,700	\$0	\$9,689,700
State	9,397,100	9,711,500	9,684,700	0	9,684,700
Federal	0	0	0	0	0
Other	524,200	5,000	5,000	0	5,000

Department of Environment and Conservation

The Department of Environment and Conservation enhances the quality of life for all Tennesseans by protecting, preserving, and improving the quality of Tennessee's air, land, and water; providing an understandable and responsive regulatory system; conserving and promoting Tennessee's natural and cultural resources; and providing a variety of quality recreational experiences. The department has three functional areas: Administration, Tennessee State Parks and Conservation Services, and Environment.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administration

327.01 Administrative Services

The Administrative Services division provides departmental management and support services including policy, planning, fiscal services, human resources, internal audit, legal services, external affairs, and public information.

Full-Time	137	136	136	0	136
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	137	136	136	0	136
Payroll	12,971,300	15,303,100	15,236,100	0	15,236,100
Operational	12,359,800	10,834,000	10,008,500	563,000	10,571,500
Total	\$25,331,100	\$26,137,100	\$25,244,600	\$563,000	\$25,807,600
State	12,115,100	10,768,500	9,903,700	563,000	10,466,700
Federal	2,868,600	3,012,600	3,012,600	0	3,012,600
Other	10,347,400	12,356,000	12,328,300	0	12,328,300

Tennessee State Parks and Conservation Services

Tennessee State Parks and Conservation Services provides a variety of services that maintain state natural areas for preservation, historical significance, and outdoor enjoyment.

327.03 Recreation Educational Services

The Recreation Educational Services division assists public recreation providers and promotes recreation development through grants, technical assistance, and monitoring of local and state planning efforts. The program houses the Parks and Recreation Technical Advisory Service to specifically assist county and municipal governments and other recreation providers.

Full-Time	12	12	12	0	12
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	12	12	12	0	12
Payroll	777,300	1,161,100	1,154,300	0	1,154,300
Operational	1,041,900	6,719,800	6,719,800	0	6,719,800
Total	\$1,819,200	\$7,880,900	\$7,874,100	\$0	\$7,874,100
State	726,900	780,100	773,300	0	773,300
Federal	14,400	4,791,300	4,791,300	0	4,791,300
Other	1,077,900	2,309,500	2,309,500	0	2,309,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

327.04 Historical Commission

The Tennessee Historical Commission administers state historic sites; places historical markers that denote important locations, persons, and events; assists in publication projects; and promotes preservation and interpretation of structures, buildings, sites, and battlefields. The commission implements the National Historic Preservation Act.

Full-Time	18	20	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	18	20	20	0	20
Payroll	1,250,400	1,708,600	1,697,600	0	1,697,600
Operational	4,568,500	12,533,400	2,628,200	11,231,700	13,859,900
Total	\$5,818,900	\$14,242,000	\$4,325,800	\$11,231,700	\$15,557,500
State	4,918,300	6,402,200	3,746,200	0	3,746,200
Federal	865,500	529,600	529,600	0	529,600
Other	35,100	7,310,200	50,000	11,231,700	11,281,700

327.06 Land and Water Conservation Fund

The Land and Water Conservation Fund provides grants to assist in preserving, developing, and assuring accessibility to outdoor recreation resources. This federal program provides grants for the acquisition and development of public outdoor recreation areas and facilities. The Recreation Educational Services division administers these grants to local governments and agencies that provide recreational areas and parks.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	750,000	750,000	0	750,000
Total	\$0	\$750,000	\$750,000	\$0	\$750,000
State	0	0	0	0	0
Federal	0	750,000	750,000	0	750,000
Other	0	0	0	0	0

327.08 Archaeology

The Archaeology division operates a statewide program of archaeological surveying, excavation, research, publication of findings, custodianship of artifacts, and educational programs. The program is a primary source of information and advice on archaeological matters for the public, professional archaeologists, museums, state agencies, law enforcement agencies, and the private development community. The state reviews all federal undertakings to determine their effect on archaeological sites.

Full-Time	10	10	10	0	10
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	10	10	10	0	10

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	841,300	1,026,800	1,022,000	0	1,022,000
Operational	519,800	193,100	193,100	0	193,100
Total	\$1,361,100	\$1,219,900	\$1,215,100	\$0	\$1,215,100
State	915,800	1,159,400	1,154,600	0	1,154,600
Federal	0	0	0	0	0
Other	445,300	60,500	60,500	0	60,500

327.12 Tennessee State Parks

The Tennessee State Parks program protects, conserves, and manages natural, cultural, and historic resources in 56 state parks located throughout Tennessee. State parks provide opportunities for the public to enjoy outdoor recreation through a variety of activities in rustic, day-use, and resort parks. Rustic and day-use parks provide recreation through swimming, fishing, rafting, camping, and hiking. Resort parks provide inns, restaurants, golf courses, marinas, camping, and other recreational activities. The program also publishes the Tennessee Conservationist magazine, which features articles and photography regarding the protection of the state's natural and cultural resources.

Full-Time	1,141	1,144	1,144	24	1,168
Part-Time	53	50	50	0	50
Seasonal	215	215	215	0	215
Total	1,409	1,409	1,409	24	1,433
Payroll	61,565,100	71,296,300	70,759,900	1,692,800	72,452,700
Operational	45,077,400	35,562,200	35,387,200	50,072,700	85,459,900
Total	\$106,642,500	\$106,858,500	\$106,147,100	\$51,765,500	\$157,912,600
State	49,089,000	66,631,700	66,081,200	51,765,500	117,846,700
Federal	370,700	131,100	131,100	0	131,100
Other	57,182,800	40,095,700	39,934,800	0	39,934,800

327.14 Natural Areas

The Natural Areas program promotes the restoration and conservation of Tennessee's natural and biological diversity by cooperative management of land and scenic rivers and by collecting and disseminating information on rare plants. Scenic rivers are designated and protected under the 1968 Scenic Rivers Act to protect rivers of exceptional scenic quality and to protect rare species of plants and animals. State natural areas are designated and protected under the 1971 Natural Areas Preservation Act to protect natural biological diversity, preserve areas of exceptional scenic and geological value, and protect habitats for rare plants and animals. The division also studies rare plants and maintains a state list of endangered, threatened, and special-concern plants. The department is the lead agency for the listing and recovery of plants under the 1973 Federal Endangered Species Act. The division also regulates the export of ginseng.

Full-Time	13	13	13	11	24
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	13	13	13	11	24
Payroll	1,173,700	1,304,800	1,298,800	1,141,200	2,440,000
Operational	418,000	665,300	292,100	714,000	1,006,100
Total	\$1,591,700	\$1,970,100	\$1,590,900	\$1,855,200	\$3,446,100

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	1,284,700	1,810,000	1,430,800	1,855,200	3,286,000
Federal	162,500	90,000	90,000	0	90,000
Other	144,500	70,100	70,100	0	70,100

327.15 State Parks Maintenance

The State Parks Maintenance program provides funding for maintenance projects at state parks. These projects, because of cost or duration, do not meet the criteria for capital maintenance, for which funds are separately provided in the capital budget.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	13,597,300	33,129,100	5,129,100	0	5,129,100
Total	\$13,597,300	\$33,129,100	\$5,129,100	\$0	\$5,129,100
State	13,312,000	33,029,100	5,029,100	0	5,029,100
Federal	0	0	0	0	0
Other	285,300	100,000	100,000	0	100,000

327.18 Maintenance of Historic Sites

The Maintenance of Historic Sites program ensures that state-owned historical sites are properly maintained according to historic preservation standards and for visitation by the public. Sites are maintained through contractual agreements between the Tennessee Historical Commission and nonprofit organizations.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	547,600	500,000	500,000	0	500,000
Total	\$547,600	\$500,000	\$500,000	\$0	\$500,000
State	500,000	500,000	500,000	0	500,000
Federal	0	0	0	0	0
Other	47,600	0	0	0	0

327.19 Local Parks Acquisition Fund

The Local Parks Acquisition Fund, administered in conjunction with the Department of Agriculture and the Tennessee Wildlife Resources Agency, provides funding for grants to county and municipal governments for the purchase of land for parks, natural areas, greenways, and other recreational facilities. Funding for these grants comes from the real estate transfer tax. Local governments must match the grant on a one-to-one basis.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	3,132,200	3,718,700	3,718,700	0	3,718,700
Total	\$3,132,200	\$3,718,700	\$3,718,700	\$0	\$3,718,700
State	3,025,500	3,718,700	3,718,700	0	3,718,700
Federal	0	0	0	0	0
Other	106,700	0	0	0	0

327.20 State Lands Acquisition Fund

The State Lands Acquisition Fund, administered in conjunction with the Department of Agriculture and the Tennessee Wildlife Resources Agency, provides funding for the acquisition of land for state parks, forests, natural areas, boundary areas along scenic rivers, and easement protection for these areas. Funding also supports trail construction at these sites and historic preservation of old theatres. Funding for these grants comes from the real estate transfer tax.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,179,100	3,067,500	3,067,500	0	3,067,500
Total	\$2,179,100	\$3,067,500	\$3,067,500	\$0	\$3,067,500
State	2,179,100	3,067,500	3,067,500	0	3,067,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

327.22 State Lands Compensation Fund

The funds for this program come from the State Lands Acquisition Fund and are used to make in-lieu-of-tax payments to local governments, recognizing the loss of local property taxes resulting from the purchase of land by the state.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	224,800	145,000	145,000	0	145,000
Total	\$224,800	\$145,000	\$145,000	\$0	\$145,000
State	224,800	145,000	145,000	0	145,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

327.50 Tennessee Heritage Conservation Trust Fund

The Tennessee Heritage Conservation Trust Fund was established in 2005 to protect and conserve significant natural areas throughout Tennessee. Through strategic partnerships with landowners, government agencies, nonprofit organizations, and private companies, the program provides funding for acquisition of property and easements that preserve and protect the state's physical, cultural, archaeological, historical, and environmental resources.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	1,000,000	1,000,000	30,000,000	31,000,000
Total	\$0	\$1,000,000	\$1,000,000	\$30,000,000	\$31,000,000
State	0	0	0	30,000,000	30,000,000
Federal	0	0	0	0	0
Other	0	1,000,000	1,000,000	0	1,000,000

327.51 Conservation Compensation Fund

The Conservation Compensation Fund provides in-lieu-of-tax payments to local governments to offset the loss of local property taxes on land acquired by the state through the Tennessee heritage conservation trust fund.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	15,600	12,000	12,000	0	12,000
Total	\$15,600	\$12,000	\$12,000	\$0	\$12,000
State	12,000	12,000	12,000	0	12,000
Federal	0	0	0	0	0
Other	3,600	0	0	0	0

Environment

The environmental programs in the department are responsible for the preservation and enhancement of the state's environmental resources and for ensuring compliance with state and federal regulations.

327.11 Geology

The Geology division maps and identifies mineral resources, geology, and geological hazards across the state. The division also serves as a clearinghouse for geological information. Study results are published and distributed in the form of maps and reports. The program maps mineral deposits including coal, oil, and gas and maintains production records for oil and gas wells. The program is a primary source of information, advice, and education about Tennessee's geology, mineral resources, geological hazards, and oil and gas activity for the public, schools, professional geologists, state and federal agencies, environmental regulators, and industries.

Full-Time	7	7	7	0	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	7	7	7	0	7
Payroll	673,200	740,800	737,200	0	737,200
Operational	252,400	207,400	207,400	0	207,400
Total	\$925,600	\$948,200	\$944,600	\$0	\$944,600

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	291,200	318,800	315,200	0	315,200
Federal	151,900	192,500	192,500	0	192,500
Other	482,500	436,900	436,900	0	436,900

327.21 Division of Mineral and Geologic Resources

The Division of Mineral and Geologic Resources is responsible for ensuring the environmentally sound management, protection, and documentation of the state's mineral, land, and energy resources through regulation. The division regulates point source mine water discharge and surface disturbances related to mining. The division regulates oil and natural gas drilling operations, the exploration for minerals, and the underground injection of fluids associated with oil and natural gas production. The division administers the Abandoned Mine Land Program (AML), which protects and promotes the health and safety of rural Tennessee citizens while improving the quality of the state's coalfield land and water through a responsible reclamation program.

Full-Time	19	19	19	0	19
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	19	19	19	0	19
Payroll	2,425,500	2,660,400	2,660,400	0	2,660,400
Operational	400,900	435,200	435,200	0	435,200
Total	\$2,826,400	\$3,095,600	\$3,095,600	\$0	\$3,095,600
State	150,000	150,000	150,000	0	150,000
Federal	1,195,000	1,418,400	1,418,400	0	1,418,400
Other	1,481,400	1,527,200	1,527,200	0	1,527,200

327.23 Used Oil Collection Program

The Used Oil Collection Program promotes the proper disposal of used oil, and staff of the Solid Waste Management division inspects used oil facilities. The program provides technical and financial assistance to local governments and private agencies that provide used oil collection centers. The program also provides general information to the public on proper disposal of oil, location of oil disposal facilities, and other information pertinent to the proper handling of oil.

Full-Time	4	4	4	0	4
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	4	4	4	0	4
Payroll	180,500	347,100	345,300	0	345,300
Operational	387,100	1,000,400	1,000,200	0	1,000,200
Total	\$567,600	\$1,347,500	\$1,345,500	\$0	\$1,345,500
State	565,500	1,346,500	1,344,500	0	1,344,500
Federal	0	0	0	0	0
Other	2,100	1,000	1,000	0	1,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

327.26 West Tennessee River Basin Authority

The West Tennessee River Basin Authority (WTRBA), administratively attached to the Department of Environment and Conservation and governed by a board of directors, works to preserve the natural flow and function of the Hatchie, Obion, and Forked Deer rivers. Services include environmentally sensitive stream maintenance in the river basins; maintenance of flood control sediment retention structures; collection of timber easements; and restoration, in a self-sustaining manner, of natural streams and floodplains.

Full-Time	21	23	23	0	23
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	21	23	23	0	23
Payroll	1,497,600	1,943,000	1,932,800	0	1,932,800
Operational	3,419,600	13,659,900	4,860,100	0	4,860,100
Total	\$4,917,200	\$15,602,900	\$6,792,900	\$0	\$6,792,900
State	1,372,500	10,518,600	1,712,000	0	1,712,000
Federal	0	0	0	0	0
Other	3,544,700	5,084,300	5,080,900	0	5,080,900

327.24 West Tennessee River Basin Authority Maintenance

The West Tennessee River Basin Authority Maintenance program provides funding for maintenance projects for the WTRBA. These projects ensure the safe and efficient operation of flood control structures such as dams, sediment retention structures, and grade control structures.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,288,700	26,615,500	1,615,500	0	1,615,500
Total	\$2,288,700	\$26,615,500	\$1,615,500	\$0	\$1,615,500
State	1,615,600	26,615,500	1,615,500	0	1,615,500
Federal	0	0	0	0	0
Other	673,100	0	0	0	0

327.28 Tennessee Dry Cleaners Environmental Response Fund

The Tennessee Dry Cleaners Environmental Response Fund provides funding for the cost of oversight, investigation, and remediation of eligible properties contaminated with solvents from currently operating and former dry cleaning facilities. Dry cleaners are required to use practices that minimize the release of dry cleaning solvent.

Full-Time	3	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3	3	3	0	3

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	176,000	560,100	558,900	0	558,900
Operational	344,400	1,410,400	1,410,200	5,000,000	6,410,200
Total	\$520,400	\$1,970,500	\$1,969,100	\$5,000,000	\$6,969,100
State	518,600	1,970,500	1,969,100	5,000,000	6,969,100
Federal	0	0	0	0	0
Other	1,800	0	0	0	0

327.30 Environment Administration

Environment Administration serves as the central organizational unit, providing policy direction and oversight for all environmental activities of the department.

Full-Time	59	59	61	0	61
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	59	59	61	0	61
Payroll	4,159,800	4,530,600	4,497,400	0	4,497,400
Operational	1,102,300	1,061,500	1,061,500	0	1,061,500
Total	\$5,262,100	\$5,592,100	\$5,558,900	\$0	\$5,558,900
State	749,800	808,800	793,900	0	793,900
Federal	0	86,200	86,200	0	86,200
Other	4,512,300	4,697,100	4,678,800	0	4,678,800

327.31 Air Pollution Control

The Division of Air Pollution Control works to maintain the purity of the air resources of the State of Tennessee consistent with the protection of normal health, general welfare, and physical property of the people while preserving maximum employment and enhancing the industrial development of the state by regulating air contaminants that are emitted into the atmosphere. The division directly serves 91 counties within the state and oversees and assists in the actions of Davidson, Hamilton, Knox, and Shelby counties, which have local air pollution control programs. State, local, and federal agencies monitor the ambient air at several sites across the state to determine if Tennessee's air quality meets the National Ambient Air Quality Standards as required by the Clean Air Act. The division establishes emission standards and procedure requirements to monitor industries in the state through the issuance of construction and operating permits. Other duties include conducting source visits and compliance inspections, developing enforcement cases on violations of the regulations, performing and observing stack tests, certifying persons as Visible Emissions Readers, and collecting and disseminating information relative to the control of air pollution.

Full-Time	124	128	128	0	128
Part-Time	12	12	12	0	12
Seasonal	0	0	0	0	0
Total	136	140	140	0	140
Payroll	10,986,400	14,018,500	13,958,700	0	13,958,700
Operational	2,434,700	8,316,800	7,768,100	0	7,768,100
Total	\$13,421,100	\$22,335,300	\$21,726,800	\$0	\$21,726,800
State	3,010,200	4,340,600	3,776,900	0	3,776,900
Federal	1,679,200	1,777,500	1,777,500	0	1,777,500
Other	8,731,700	16,217,200	16,172,400	0	16,172,400

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

327.32 Radiological Health

The Radiological Health division regulates the use and possession of radioactive materials and radiation producing machines throughout the state. The program performs these functions through licensing and registering of x-ray equipment, inspecting registered facilities, and environmental monitoring of specific sites. The division also monitors the environment for radioactivity, particularly near nuclear reactors, and responds to accidents involving radioactive materials.

Full-Time	59	59	59	0	59
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	59	59	59	0	59
Payroll	4,571,500	5,801,900	5,775,100	0	5,775,100
Operational	1,021,500	1,745,400	1,745,400	0	1,745,400
Total	\$5,593,000	\$7,547,300	\$7,520,500	\$0	\$7,520,500
State	702,500	742,400	739,700	0	739,700
Federal	137,000	152,500	152,500	0	152,500
Other	4,753,500	6,652,400	6,628,300	0	6,628,300

327.33 Clean Water and Drinking Water State Revolving Fund

The Clean Water and Drinking Water State Revolving Fund provides funding to cities, counties, and utility districts for the creation and maintenance of wastewater and drinking water facilities. This division administers two low-interest revolving fund loan programs, the clean water state revolving fund, and the drinking water state revolving fund.

Full-Time	23	23	23	0	23
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	23	23	23	0	23
Payroll	1,236,400	2,485,200	1,948,200	0	1,948,200
Operational	36,561,000	137,011,800	60,674,100	0	60,674,100
Total	\$37,797,400	\$139,497,000	\$62,622,300	\$0	\$62,622,300
State	6,126,900	12,519,300	5,944,600	0	5,944,600
Federal	30,556,000	125,477,700	55,177,700	0	55,177,700
Other	1,114,500	1,500,000	1,500,000	0	1,500,000

327.34 Division of Water Resources

The Division of Water Resources is responsible for protecting the state's waters through a program of water quality planning, monitoring and assessment, regulation, and financial assistance. The division regulates stream channel modification, wetlands alteration, and gravel dredging. This program develops groundwater and wellhead protection plans to ensure that Tennessee's public water supply complies with state and federal standards. The program also regulates most of the dams across the state and the drilling of public and private wells. The division regulates subsurface sewage disposal systems, grants construction permits, and inspects and approves underground septic systems for wastewater disposal areas that lack wastewater treatment plants. In addition, the division is responsible for inspecting septic tank maintenance and recommending alternative methods of wastewater disposal for areas unable to support conventional underground septic systems.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	297	348	348	12	360
Part-Time	9	9	9	0	9
Seasonal	0	0	0	0	0
Total	306	357	357	12	369
Payroll	24,598,900	32,928,900	32,417,300	298,600	32,715,900
Operational	10,570,400	1,357,086,400	10,485,700	5,796,000	16,281,700
Total	\$35,169,300	\$1,390,015,300	\$42,903,000	\$6,094,600	\$48,997,600
State	15,533,000	21,227,700	21,114,900	6,094,600	27,209,500
Federal	5,131,000	1,355,467,500	8,528,800	0	8,528,800
Other	14,505,300	13,320,100	13,259,300	0	13,259,300

327.35 Solid Waste Management

The Solid Waste Management division protects public health and the environment through the regulation, management, and remediation of solid and hazardous wastes. The division regulates and monitors both solid and hazardous wastes through landfill permits, used oil permits, hazardous waste permits, and lead-based paint abatement.

Full-Time	122	120	120	0	120
Part-Time	12	12	12	0	12
Seasonal	0	0	0	0	0
Total	134	132	132	0	132
Payroll	10,514,300	12,508,800	12,447,600	0	12,447,600
Operational	1,530,300	14,029,900	2,029,900	0	2,029,900
Total	\$12,044,600	\$26,538,700	\$14,477,500	\$0	\$14,477,500
State	2,261,300	14,600,700	2,582,300	0	2,582,300
Federal	2,340,200	2,376,500	2,376,500	0	2,376,500
Other	7,443,100	9,561,500	9,518,700	0	9,518,700

327.36 DOE Oversight

The DOE Oversight program, by agreement with the U.S. Department of Energy (DOE), coordinates state government oversight of the federal government's environmental compliance, environmental restoration, waste management, health studies, and public awareness activities on the DOE's Oak Ridge reservation. The state, in cooperation with the U.S. DOE, works to achieve clean air, water, and land in Tennessee, while sustaining economic growth.

Full-Time	40	40	38	0	38
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	40	40	38	0	38
Payroll	3,042,400	4,530,800	4,512,000	0	4,512,000
Operational	1,314,500	2,672,700	2,672,700	0	2,672,700
Total	\$4,356,900	\$7,203,500	\$7,184,700	\$0	\$7,184,700
State	0	0	0	0	0
Federal	4,263,200	7,103,500	7,084,700	0	7,084,700
Other	93,700	100,000	100,000	0	100,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

327.37 Abandoned Lands

The Abandoned Lands program administers the Tennessee surface mining reclamation fund for reclamation and re-vegetation of land affected by surface mining. This program sponsors reclamation projects that remove safety hazards from abandoned mines and restore resources to make them available for economic development and recreational uses. The fund is comprised of fees and forfeited bonds from both active and inactive mining operations.

Full-Time	7	13	13	0	13
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	7	13	13	0	13
Payroll	380,900	1,521,400	1,517,000	162,000	1,679,000
Operational	542,500	9,551,100	9,551,100	54,000	9,605,100
Total	\$923,400	\$11,072,500	\$11,068,100	\$216,000	\$11,284,100
State	178,300	1,394,500	1,390,100	216,000	1,606,100
Federal	671,900	9,678,000	9,678,000	0	9,678,000
Other	73,200	0	0	0	0

327.38 Hazardous Waste Remedial Action Fund

The Hazardous Waste Remedial Action Fund supports activities to identify, investigate, and remedy properties contaminated by hazardous substances. Without this program, contaminated properties would remain abandoned and pose a threat to the health of Tennesseans and the environment. In addition to monetary support from the federal government, funds are derived from state appropriations and fees paid by generators and transporters of hazardous waste.

Full-Time	49	49	49	3	52
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	49	49	49	3	52
Payroll	4,174,600	5,898,000	5,875,000	335,800	6,210,800
Operational	2,765,700	38,291,300	6,173,500	70,000,000	76,173,500
Total	\$6,940,300	\$44,189,300	\$12,048,500	\$70,335,800	\$82,384,300
State	1,000,000	33,600,100	1,485,600	70,335,800	71,821,400
Federal	930,900	2,690,400	2,690,400	0	2,690,400
Other	5,009,400	7,898,800	7,872,500	0	7,872,500

327.41 Underground Storage Tanks

The Underground Storage Tanks program regulates the installation of underground petroleum storage tanks and performs mandatory inspections of these tanks. The division issues certificates, collects fees, reimburses allowable environmental investigation costs to eligible tank owners and operators, and manages the Tennessee petroleum underground storage tanks fund.

Full-Time	82	82	82	0	82
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	82	82	82	0	82

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	6,721,800	8,127,500	8,085,100	0	8,085,100
Operational	12,965,400	18,407,400	18,399,400	0	18,399,400
Total	\$19,687,200	\$26,534,900	\$26,484,500	\$0	\$26,484,500
State	17,551,000	24,561,500	24,511,100	0	24,511,100
Federal	1,781,700	1,973,400	1,973,400	0	1,973,400
Other	354,500	0	0	0	0

327.42 Solid Waste Assistance

Solid Waste Assistance supports programs that promote planning, development, and maintenance by local governments of comprehensive, integrated solid waste management. The program encourages generators and handlers of solid waste to minimize solid waste incineration and disposal by methods such as source reduction, re-use, composting, and recycling.

Full-Time	18	18	18	0	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	18	18	18	0	18
Payroll	1,034,400	1,722,100	1,714,100	0	1,714,100
Operational	2,016,900	10,899,100	5,397,900	0	5,397,900
Total	\$3,051,300	\$12,621,200	\$7,112,000	\$0	\$7,112,000
State	3,030,300	12,621,200	7,112,000	0	7,112,000
Federal	0	0	0	0	0
Other	21,000	0	0	0	0

327.43 Environmental Protection Fund

The Environmental Protection Fund (EPF) collects fees from environmental permits, inspections, and fines. Funds are dispersed from the EPF to other divisions of the department to reimburse expenses of permitting, monitoring, compliance investigating, enforcement, and administration. The divisions of Air Pollution Control, Radiological Health, Water Pollution Control, Ground Water Protection, Solid Waste Management, Administrative Services, and Environment Administration receive funding from the EPF.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	44,750,100	58,461,500	58,258,600	0	58,258,600
Total	\$44,750,100	\$58,461,500	\$58,258,600	\$0	\$58,258,600
State	44,650,800	58,461,500	58,258,600	0	58,258,600
Federal	0	0	0	0	0
Other	99,300	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

327.44 Fleming Training Center

The Fleming Training Center assists and trains operators in the water and wastewater industry. The center offers 14 types of certification for water and wastewater operators requiring that each certified operator possesses certain experience requirements and completes mandatory examinations. The center also provides opportunities for operators to complete the required number of continuing education hours every three years to maintain certification.

Full-Time	11	11	11	0	11
Part-Time	4	4	4	0	4
Seasonal	0	0	0	0	0
Total	15	15	15	0	15
Payroll	586,900	958,800	954,000	0	954,000
Operational	325,000	820,500	627,100	0	627,100
Total	\$911,900	\$1,779,300	\$1,581,100	\$0	\$1,581,100
State	0	0	0	0	0
Federal	403,300	997,900	804,500	0	804,500
Other	508,600	781,400	776,600	0	776,600

327.45 Office of Sustainable Practices

The Office of Sustainable Practices provides non-regulatory assistance to businesses, schools, government agencies, industries, organizations, and individuals. Program staff inform and advise these groups to minimize potentially adverse effects on the environment, encourage business compliance efforts, notify affected industries of regulatory requirements, publish information, provide training, conduct inspections, and promote outreach activities.

Full-Time	7	8	8	0	8
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	7	8	8	0	8
Payroll	679,700	823,900	820,100	0	820,100
Operational	760,800	1,889,100	1,889,100	0	1,889,100
Total	\$1,440,500	\$2,713,000	\$2,709,200	\$0	\$2,709,200
State	756,700	1,826,700	1,822,900	0	1,822,900
Federal	355,900	336,300	336,300	0	336,300
Other	327,900	550,000	550,000	0	550,000

327.52 Office of Energy Programs

The Office of Energy Programs promotes efficient, effective use of energy by the public and private sectors to enhance the environmental and economic health of the state. Through grants from the U.S. Department of Energy, including the State Energy Program, the division provides education, outreach, technical assistance, and/or funding opportunities for energy efficiency, energy management, renewable energy, energy security, and energy in transportation.

Full-Time	12	12	12	4	16
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	12	12	12	4	16

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	878,300	2,404,400	1,408,200	1,623,300	3,031,500
Operational	5,548,200	6,380,300	5,956,500	8,836,200	14,792,700
Total	\$6,426,500	\$8,784,700	\$7,364,700	\$10,459,500	\$17,824,200
State	34,800	1,354,800	34,800	1,142,200	1,177,000
Federal	881,500	1,524,600	1,424,600	9,317,300	10,741,900
Other	5,510,200	5,905,300	5,905,300	0	5,905,300

327.54 State Facility Utility Management

State Facility Utility Management (SFUM) oversees various statutory responsibilities related to utility data and energy management for state-owned and managed facilities per TCA 4-3-1012 and 4-3-1017-1019, including the development and maintenance of the utility data management platform. SFUM provides technical assistance to state agencies and higher education facilities to promote implementation of energy management, efficiency, or renewable energy projects.

Full-Time	3	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3	3	3	0	3
Payroll	285,700	291,700	290,500	0	290,500
Operational	25,000	32,000	32,000	0	32,000
Total	\$310,700	\$323,700	\$322,500	\$0	\$322,500
State	310,700	323,700	322,500	0	322,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

327.00 Total Environment and Conservation

Full-Time	2,298	2,364	2,364	54	2,418
Part-Time	90	87	87	0	87
Seasonal	215	215	215	0	215
Total	2,603	2,666	2,666	54	2,720
Payroll	157,383,900	196,604,600	193,623,600	5,253,700	198,877,300
Operational	215,009,400	1,818,815,700	271,802,400	182,267,600	454,070,000
Total	\$372,393,300	\$2,015,420,300	\$465,426,000	\$187,521,300	\$652,947,300
State	188,712,900	357,327,600	232,558,300	166,972,300	399,530,600
Federal	54,760,400	1,520,557,500	103,006,600	9,317,300	112,323,900
Other	128,920,000	137,535,200	129,861,100	11,231,700	141,092,800

Tennessee Wildlife Resources Agency

The Tennessee Wildlife Resources Agency (TWRA) is charged with preserving and managing all species of wildlife in Tennessee. The agency is governed by the Tennessee Wildlife Resources Commission. The commission establishes the agency's objectives; promulgates rules, regulations, and proclamations; approves the agency's budget; and hires the agency's executive director. TWRA generates revenue from a variety of sources including hunting and fishing licenses and permits; boat registration fees; excise taxes on arms, ammunition, bows and arrows, and fishing equipment; and fines for violations of wildlife, hunting, and boating regulations.

Program responsibilities are divided between the central office and regional offices. Administrative and support services provided by the central office include coordinating the agency's comprehensive planning system; coordinating the geographic information system; administering federal aid programs; publishing the Tennessee Wildlife magazine, hunting and fishing guides, and news releases; coordinating law enforcement activities and training; and coordinating equipment crews and engineering activities. Activities include building and maintaining boat access areas, levees, and forestry logging roads on agency property and investigating, reporting, and testifying on environmental issues.

Regional office responsibilities include sponsoring hunting and boating safety workshops and classes; providing technical assistance to farm pond and small lake owners; and developing, maintaining, and operating the wildlife management areas, state lakes, and fish hatcheries.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
328.01 Wildlife Resources Agency					
Full-Time	635	652	652	0	652
Part-Time	9	9	9	0	9
Seasonal	0	0	0	0	0
Total	644	661	661	0	661
Payroll	52,399,000	66,277,800	65,960,600	2,786,500	68,747,100
Operational	42,847,800	59,131,900	44,387,200	0	44,387,200
Total	\$95,246,800	\$125,409,700	\$110,347,800	\$2,786,500	\$113,134,300
State	39,933,600	66,687,200	42,864,500	2,786,500	45,651,000
Federal	34,023,700	30,306,800	34,605,000	0	34,605,000
Other	21,289,500	28,415,700	32,878,300	0	32,878,300

328.02 Boating Safety

The Boating Safety program provides funds for enforcement of safe boating laws and the registration of watercraft utilizing the state's waterways. In addition to law enforcement measures, this program maintains boat access areas and provides public educational courses on the safe operation of boating equipment.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	39	42	42	0	42
Part-Time	44	44	44	0	44
Seasonal	0	0	0	0	0
Total	83	86	86	0	86
Payroll	5,359,800	8,827,400	8,787,300	380,000	9,167,300
Operational	5,158,600	7,894,600	7,290,600	0	7,290,600
Total	\$10,518,400	\$16,722,000	\$16,077,900	\$380,000	\$16,457,900
State	7,629,600	8,350,300	11,040,000	380,000	11,420,000
Federal	2,866,700	5,095,000	4,252,900	0	4,252,900
Other	22,100	3,276,700	785,000	0	785,000

328.03 Wetlands Acquisition Fund

The Wetlands Acquisition Fund provides funds to purchase and maintain wetland properties throughout the state. The fund also supports the maintenance and protection of wetland properties through conservation projects including surveying, vegetation control, building and maintaining levees, and the installation of water control structures. The appropriation is from the real estate transfer tax.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	30,022,700	17,500,000	17,500,000	0	17,500,000
Total	\$30,022,700	\$17,500,000	\$17,500,000	\$0	\$17,500,000
State	15,838,000	15,838,000	15,838,000	0	15,838,000
Federal	0	0	0	0	0
Other	14,184,700	1,662,000	1,662,000	0	1,662,000

328.04 Wetlands Compensation Fund

The Wetlands Compensation Fund provides in-lieu-of-tax payments to counties in order to offset the loss of local property tax on lands acquired by the state from the wetlands acquisition fund. The appropriation is from the real estate transfer tax allocation to the wetlands acquisition fund.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	503,400	555,900	555,900	0	555,900
Total	\$503,400	\$555,900	\$555,900	\$0	\$555,900
State	501,900	555,900	555,900	0	555,900
Federal	0	0	0	0	0
Other	1,500	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
328.00 Total Tennessee Wildlife Resources Agency					
Full-Time	674	694	694	0	694
Part-Time	53	53	53	0	53
Seasonal	0	0	0	0	0
Total	727	747	747	0	747
Payroll	57,758,800	75,105,200	74,747,900	3,166,500	77,914,400
Operational	78,532,500	85,082,400	69,733,700	0	69,733,700
Total	\$136,291,300	\$160,187,600	\$144,481,600	\$3,166,500	\$147,648,100
State	63,903,100	91,431,400	70,298,400	3,166,500	73,464,900
Federal	36,890,400	35,401,800	38,857,900	0	38,857,900
Other	35,497,800	33,354,400	35,325,300	0	35,325,300

Department of Commerce and Insurance

The Department of Commerce and Insurance regulates numerous professions and industries conducting business within the state. The department provides this service through five functional areas including: Administration, Consumer Protection, 911 Wireless Communication, Fire Prevention, and Law Enforcement Training.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administration

335.01 Administration

The Administration division includes the Office of the Commissioner, Fiscal Services, Personnel, Legal Services, and Audit Consulting and Oversight. This division supports the operations of each division within the department.

Full-Time	97	97	97	0	97
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	97	97	97	0	97
Payroll	7,857,700	8,727,000	8,682,400	0	8,682,400
Operational	2,870,600	5,128,900	4,988,100	0	4,988,100
Total	\$10,728,300	\$13,855,900	\$13,670,500	\$0	\$13,670,500
State	2,010,200	2,174,600	2,145,600	0	2,145,600
Federal	0	0	0	0	0
Other	8,718,100	11,681,300	11,524,900	0	11,524,900

Consumer Protection

The Department of Commerce and Insurance strives to ensure Tennesseans' safety in the marketplace and supports education and awareness programs. Services include regulating insurance companies and agents, approving individual and group self-insurance proposals, regulating the securities market, enforcing the Tennessee Consumer Protection Act, promoting fair consumer practices and consumer education, regulating health clubs, and granting payments to consumers who are awarded judgments against real estate and auctioneer licensees.

335.02 Insurance

The Insurance division protects policyholders, enrollees, and captive entities by regulating insurance industry policies, rates, conduct, agents, captives and cells; and by regulating health maintenance organizations, self-insured entities, and workers' compensation insurance. The division collects insurance premium taxes and fees.

Full-Time	109	124	124	2	126
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	109	124	124	2	126
Payroll	8,343,100	11,245,400	11,194,800	155,700	11,350,500
Operational	6,250,100	13,627,400	13,735,600	0	13,735,600
Total	\$14,593,200	\$24,872,800	\$24,930,400	\$155,700	\$25,086,100

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
State	0	2,491,800	2,605,700	155,700	2,761,400
Federal	111,300	0	0	0	0
Other	14,481,900	22,381,000	22,324,700	0	22,324,700

335.04 TennCare Oversight

The TennCare Oversight division provides financial and systems oversight of the managed care organizations participating in the TennCare program, which is the state's Medicaid-waiver health-care program. The division performs financial and compliance examinations of the managed care organizations that provide TennCare services. Oversight includes the review and analysis of contracts and various operational documents, financial statements, medical-loss ratios, and claims data.

Full-Time	15	14	14	0	14
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	15	14	14	0	14
Payroll	1,816,100	2,135,000	2,125,200	0	2,125,200
Operational	426,300	676,900	675,800	0	675,800
Total	\$2,242,400	\$2,811,900	\$2,801,000	\$0	\$2,801,000
State	100	0	0	0	0
Federal	0	0	0	0	0
Other	2,242,300	2,811,900	2,801,000	0	2,801,000

335.05 Securities

The Securities division ensures investor protection by promoting and maintaining the integrity of the securities markets in Tennessee. The division promotes investor protection and market efficiency by examining broker-dealer applications, financial reports, and complaints. The division collects fees from the securities industry.

Full-Time	28	29	29	1	30
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	28	29	29	1	30
Payroll	1,846,800	2,418,800	2,404,800	73,800	2,478,600
Operational	1,380,600	1,382,100	1,377,500	0	1,377,500
Total	\$3,227,400	\$3,800,900	\$3,782,300	\$73,800	\$3,856,100
State	0	0	0	73,800	73,800
Federal	0	0	0	0	0
Other	3,227,400	3,800,900	3,782,300	0	3,782,300

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

335.10 Regulatory Boards

Regulatory Boards ensures that consumers receiving services from any professional regulated by the division are treated fairly, competently, and honestly. The boards, commissions, and licensing programs oversee individuals and entities engaging in various trades and professions within the state. The division provides administrative support to the boards and assists with complaints, inspections, and disciplinary actions. The following professions and businesses are overseen by regulatory boards: cosmetologists; funeral directors and embalmers; land surveyors; engineers; polygraph examiners and private investigators; real estate agents and brokers; accountants; alarm contractors; interior designers; barbers; general contractors; collection services; home inspectors; real estate appraisers; private protective services; automotive manufacturers, dealers, and salesmen; geologists; auctioneers; architects and landscape architects; scrap metal dealers; beauty pageants; credit services; debt management; court reporting; athletic commission; and employee leasing.

Full-Time	159	159	159	0	159
Part-Time	122	122	122	0	122
Seasonal	0	0	0	0	0
Total	281	281	281	0	281
Payroll	10,277,700	13,284,500	13,213,500	0	13,213,500
Operational	5,922,500	10,914,000	10,912,500	250,000	11,162,500
Total	\$16,200,200	\$24,198,500	\$24,126,000	\$250,000	\$24,376,000
State	15,305,300	23,016,600	22,944,100	0	22,944,100
Federal	0	0	0	0	0
Other	894,900	1,181,900	1,181,900	250,000	1,431,900

335.15 Real Estate Education and Recovery Fund

The Real Estate Education and Recovery Fund is available for paying court-awarded claims to consumers. Interest earned by the fund is used to further the education of real estate licensees and consumers.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	297,500	297,500	0	297,500
Total	\$0	\$297,500	\$297,500	\$0	\$297,500
State	0	297,500	297,500	0	297,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

335.16 Auctioneer Education and Recovery Fund

Court-awarded claims against auctioneers are paid from the Auctioneer Education and Recovery Fund. Interest on the account provides educational opportunities for both licensees and the general public.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	67,600	82,800	82,800	0	82,800
Total	\$67,600	\$82,800	\$82,800	\$0	\$82,800
State	67,100	82,800	82,800	0	82,800
Federal	0	0	0	0	0
Other	500	0	0	0	0

335.19 Cemetery Consumer Protection Fund

The Cemetery Consumer Protection Fund was established in 2006 by the General Assembly to provide additional funding to the cemetery registration program within the Division of Regulatory Boards. Additionally, the commissioner is authorized to utilize this fund for costs associated with receivership actions against private cemeteries.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	106,800	366,200	366,200	0	366,200
Total	\$106,800	\$366,200	\$366,200	\$0	\$366,200
State	106,200	361,200	361,200	0	361,200
Federal	0	0	0	0	0
Other	600	5,000	5,000	0	5,000

335.20 Pre-Need Funeral Consumer Protection Fund

The Pre-Need Funeral Consumer Protection Fund was established in 2007 by the General Assembly to register pre-need funeral retailers and to provide consumer protection for any receivership action taken against a pre-need funeral seller.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	217,100	350,100	350,100	0	350,100
Total	\$217,100	\$350,100	\$350,100	\$0	\$350,100
State	212,400	350,100	350,100	0	350,100
Federal	0	0	0	0	0
Other	4,700	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

911 Wireless Communications

335.08 911 Emergency Communications Fund

The 911 Emergency Communications Fund promotes uniform statewide enhanced 911 service through the activities of the Tennessee Emergency Communications Board. This enhanced service improves community safety by reducing response times in emergencies. The board also assists local Emergency Communications Districts in the areas of management, operations, and accountability. This program is funded through a dedicated service charge assessed on the users and subscribers of telecommunications service capable of connecting a caller to a 911 call center.

Full-Time	7	7	7	0	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	7	7	7	0	7
Payroll	947,200	1,134,900	1,130,500	0	1,130,500
Operational	138,915,500	154,391,600	151,915,000	11,477,500	163,392,500
Total	\$139,862,700	\$155,526,500	\$153,045,500	\$11,477,500	\$164,523,000
State	138,807,100	149,704,700	147,223,700	11,477,500	158,701,200
Federal	1,007,300	0	0	0	0
Other	48,300	5,821,800	5,821,800	0	5,821,800

Fire Prevention

The Department of Commerce and Insurance provides services to promote fire safety education and fire prevention. These efforts include inspecting institutional facilities and electrical installations; reviewing construction plans; maintaining the Tennessee Fire Incident Reporting System; registering electricians; administering fireworks and explosive user permits; training firefighters and other enforcement personnel; licensing and regulating sprinkler contractors, liquid petroleum gas distributors, and fire extinguisher dealers; establishing training and fire education standards; and regulating the mobile home industry.

335.03 Fire Prevention

The Fire Prevention division is committed to enhancing the quality of life for the citizens of Tennessee and protecting property through fire prevention, education, and enforcement. The division, also known as the state Fire Marshal's Office, performs electrical inspections and building codes enforcement.

Full-Time	137	146	146	8	154
Part-Time	9	9	9	0	9
Seasonal	0	0	0	0	0
Total	146	155	155	8	163
Payroll	8,954,800	10,792,100	10,725,300	461,800	11,187,100
Operational	14,910,700	19,400,900	12,189,100	4,242,400	16,431,500
Total	\$23,865,500	\$30,193,000	\$22,914,400	\$4,704,200	\$27,618,600
State	0	7,492,000	292,000	200,000	492,000
Federal	458,800	271,300	271,300	0	271,300
Other	23,406,700	22,429,700	22,351,100	4,504,200	26,855,300

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

335.07 Fire Service and Codes Enforcement Academy

The Fire Service and Codes Enforcement Academy's objective is to provide effective training to all volunteer and career firefighters, fire and building code enforcement personnel, and other related service professionals. The academy develops and teaches current methods and practices in fire fighting, fire and building code enforcement, fire prevention, public safety, fire investigation, and related subjects. The academy's curriculum offers advanced training techniques in realistic fire simulations.

Full-Time	23	23	23	4	27
Part-Time	76	76	76	7	83
Seasonal	0	0	0	0	0
Total	99	99	99	11	110
Payroll	2,138,100	2,680,200	2,664,400	371,000	3,035,400
Operational	2,106,300	4,150,200	2,550,200	319,000	2,869,200
Total	\$4,244,400	\$6,830,400	\$5,214,600	\$690,000	\$5,904,600
State	2,988,700	5,283,900	3,671,600	690,000	4,361,600
Federal	6,200	53,500	53,500	0	53,500
Other	1,249,500	1,493,000	1,489,500	0	1,489,500

335.28 Fire Fighting Personnel Standards and Education

The Fire Fighting Personnel Standards and Education Commission promotes and sustains a superior level of fire fighting standards, training, and education, and provides the citizens of Tennessee with highly trained fire and emergency service professionals. The commission administers the salary supplement to eligible firefighters who complete required training annually and sets the criteria for performance standards and training.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	6,439,800	9,960,900	9,960,900	0	9,960,900
Total	\$6,439,800	\$9,960,900	\$9,960,900	\$0	\$9,960,900
State	6,439,800	9,960,900	9,960,900	0	9,960,900
Federal	0	0	0	0	0
Other	0	0	0	0	0

Law Enforcement Training

335.11 Tennessee Law Enforcement Training Academy

The Tennessee Law Enforcement Training Academy provides training for all state and local enforcement recruits, excluding those in the four major metropolitan areas. Specialized training for graduated officers is offered in all areas of law enforcement, including topics such as criminal investigations, drug trafficking, traffic control, officer management training, survival techniques, gang enforcement, domestic violence, school violence management, and school officer training.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	32	36	35	0	35
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	32	36	35	0	35
Payroll	2,588,400	3,367,500	3,249,500	134,000	3,383,500
Operational	3,524,600	27,782,700	3,300,000	0	3,300,000
Total	\$6,113,000	\$31,150,200	\$6,549,500	\$134,000	\$6,683,500
State	4,249,700	29,311,700	4,811,300	134,000	4,945,300
Federal	0	0	0	0	0
Other	1,863,300	1,838,500	1,738,200	0	1,738,200

335.12 POST Commission

The Tennessee Law Enforcement Training Academy staffs the Tennessee Peace Officers Standards and Training (POST) Commission, which is responsible for enforcing standards and training for all local police officers. This commission also administers the salary supplement to police officers who complete required training annually.

Full-Time	5	7	7	0	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	5	7	7	0	7
Payroll	307,900	469,800	466,600	0	466,600
Operational	12,596,300	44,707,800	12,322,800	30,800,000	43,122,800
Total	\$12,904,200	\$45,177,600	\$12,789,400	\$30,800,000	\$43,589,400
State	12,898,700	45,134,300	12,746,100	30,800,000	43,546,100
Federal	0	0	0	0	0
Other	5,500	43,300	43,300	0	43,300

335.00 Total Commerce and Insurance

Full-Time	612	642	641	15	656
Part-Time	207	207	207	7	214
Seasonal	0	0	0	0	0
Total	819	849	848	22	870
Payroll	45,077,800	56,255,200	55,857,000	1,196,300	57,053,300
Operational	195,734,800	293,220,000	225,024,100	47,088,900	272,113,000
Total	\$240,812,600	\$349,475,200	\$280,881,100	\$48,285,200	\$329,166,300
State	183,085,300	275,662,100	207,492,600	43,531,000	251,023,600
Federal	1,583,600	324,800	324,800	0	324,800
Other	56,143,700	73,488,300	73,063,700	4,754,200	77,817,900

Department of Financial Institutions

The Tennessee Department of Financial Institutions provides the citizens of Tennessee a supervised and sound system of state-chartered and licensed financial institutions. These include commercial banks; trust companies; savings institutions; credit unions; industrial loan and thrift companies; business and industrial development corporations; deferred presentment and check cashing companies; mortgage lenders, brokers, servicers, and originators; insurance premium finance companies; and money transmitters.

The primary statutory mission of the Department of Financial Institutions is to provide the people of Tennessee with a safe and sound system of banks and other institutions by ensuring safety, soundness, and compliance with governing law, while giving institutions the opportunity to contribute to the economic progress of Tennessee and the nation. None of the department's operating expenditures are funded with general state tax dollars. Revenue is derived solely from supervision, examination, and license fees assessed to those financial institutions regulated by the department.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
336.00 Financial Institutions					
Full-Time	160	160	160	0	160
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	160	160	160	0	160
Payroll	18,127,100	24,384,800	24,308,400	0	24,308,400
Operational	3,376,200	8,056,600	8,052,300	0	8,052,300
Total	\$21,503,300	\$32,441,400	\$32,360,700	\$0	\$32,360,700
State	21,501,100	32,439,000	32,358,300	0	32,358,300
Federal	0	0	0	0	0
Other	2,200	2,400	2,400	0	2,400

Department of Labor and Workforce Development

The Department of Labor and Workforce Development protects the rights of workers and assists employers in maintaining those rights throughout Tennessee. The department has six functional areas: Administration, Safety and Health, Workers' Compensation, Labor Standards, Employment and Workforce Development, and Employment Security.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administration

337.01 Administration

The Administration division provides the overall administration to the department and its programs. The Commissioner's Office formulates policies, procedures, and long-range plans to carry out the mission of the department. The division also provides support services to the department, such as fiscal and personnel.

Full-Time	48	47	47	2	49
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	48	47	47	2	49
Payroll	4,487,400	5,895,500	5,874,500	260,000	6,134,500
Operational	6,757,100	6,138,600	6,122,500	15,035,000	21,157,500
Total	\$11,244,500	\$12,034,100	\$11,997,000	\$15,295,000	\$27,292,000
State	3,216,100	3,267,500	3,235,600	15,695,000	18,930,600
Federal	6,608,200	7,036,400	7,036,400	(400,000)	6,636,400
Other	1,420,200	1,730,200	1,725,000	0	1,725,000

Safety and Health

337.02 Tennessee Occupational Safety and Health Administration (TOSHA)

The Tennessee Occupational Safety and Health Administration ensures the safety and health of Tennessee workers, administers training programs, provides consultant services to employers, and promotes effective safety and health management through the voluntary protection program.

Full-Time	91	91	91	0	91
Part-Time	3	3	3	0	3
Seasonal	0	0	0	0	0
Total	94	94	94	0	94
Payroll	7,887,400	9,707,700	9,660,900	0	9,660,900
Operational	1,959,300	1,894,300	1,894,300	0	1,894,300
Total	\$9,846,700	\$11,602,000	\$11,555,200	\$0	\$11,555,200
State	4,731,700	6,660,500	6,633,400	0	6,633,400
Federal	5,095,200	4,934,500	4,914,800	0	4,914,800
Other	19,800	7,000	7,000	0	7,000

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

337.04 Mines

The Mines division promotes the safety and welfare of miners through training and licensing of mine operators and employing mine rescue workers.

Full-Time	3	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3	3	3	0	3
Payroll	295,800	411,100	408,500	0	408,500
Operational	109,400	118,000	118,000	0	118,000
Total	\$405,200	\$529,100	\$526,500	\$0	\$526,500
State	187,900	303,700	302,200	0	302,200
Federal	181,300	174,300	173,500	0	173,500
Other	36,000	51,100	50,800	0	50,800

337.05 Boilers, Elevators, and Amusement Devices

The Boilers, Elevators, and Amusement Devices division performs safety inspections of boilers, elevators, and amusement device operators across the state.

Full-Time	75	75	75	0	75
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	75	75	75	0	75
Payroll	4,403,800	5,841,700	5,806,500	0	5,806,500
Operational	2,338,600	1,627,400	1,627,400	0	1,627,400
Total	\$6,742,400	\$7,469,100	\$7,433,900	\$0	\$7,433,900
State	6,674,700	7,371,600	7,336,800	0	7,336,800
Federal	0	0	0	0	0
Other	67,700	97,500	97,100	0	97,100

Workers' Compensation

337.03 Workers' Compensation

The Workers' Compensation division administers the workers' compensation benefit review program, which determines compensation eligibility and provides mediation services in disputed claims; administers the drug free workplace program, which discourages drug use and abuse in the workplace; approves proposed settlements in disputed claims when the parties have reached agreement on all disputed issues; administers programs for medical case management and utilization review of claims requiring medical services; administers the subsequent injury and vocational recovery fund; administers safety programs established by the workers' compensation law; maintains the official record for workers' compensation coverage and claims; informs workers of their rights under the law; and ensures benefits paid to injured employees are within statutory requirements.

Full-Time	123	121	121	0	121
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	123	121	121	0	121

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	11,687,100	13,096,100	13,030,500	0	13,030,500
Operational	3,708,100	2,815,400	2,815,400	92,100	2,907,500
Total	\$15,395,200	\$15,911,500	\$15,845,900	\$92,100	\$15,938,000
State	14,534,300	15,736,200	15,671,300	92,100	15,763,400
Federal	0	0	0	0	0
Other	860,900	175,300	174,600	0	174,600

337.08 Subsequent Injury and Vocational Recovery Fund

The Subsequent Injury and Vocational Recovery Fund appropriation provides funding to pay the disability claims of previously injured employees that suffer additional injury on the job, resulting in permanent and total disability. In addition, the fund also encourages employers to hire workers with disabilities. Funding is provided from the workers' compensation premium tax.

Full-Time	10	10	10	0	10
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	10	10	10	0	10
Payroll	1,141,500	1,290,400	1,285,000	0	1,285,000
Operational	2,329,700	7,625,600	7,625,600	0	7,625,600
Total	\$3,471,200	\$8,916,000	\$8,910,600	\$0	\$8,910,600
State	3,282,700	8,716,000	8,710,600	0	8,710,600
Federal	0	0	0	0	0
Other	188,500	200,000	200,000	0	200,000

337.15 Workers' Compensation Employee Misclassification

Public Acts of 2010, Chapter 1149 created the workers' compensation employee misclassification education and enforcement fund. It authorizes a procedure for sole proprietors, partners in limited (or limited liability) partnerships, officers of corporations, and members of limited liability companies engaged in the construction industry to file for an exemption from obtaining workers' compensation insurance to cover themselves.

Full-Time	9	11	11	0	11
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	9	11	11	0	11
Payroll	418,500	766,800	761,800	0	761,800
Operational	756,800	445,100	445,100	0	445,100
Total	\$1,175,300	\$1,211,900	\$1,206,900	\$0	\$1,206,900
State	1,142,000	1,211,900	1,206,900	0	1,206,900
Federal	0	0	0	0	0
Other	33,300	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Labor Standards

337.06 Labor Standards

The Labor Standards division enforces labor laws, protecting wage earners from unfair practices through the Wage Regulation Act, protecting children through the Child Labor Act, and protecting state-funded construction work through the Prevailing Wage Act. This division also conducts statistical research on work-related injuries, illnesses, and fatalities. The division also provides an employee assistance professional program that assists employees with personal concerns that might hinder job performance.

Full-Time	16	19	19	0	19
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	16	19	19	0	19
Payroll	798,400	1,185,500	1,178,100	0	1,178,100
Operational	182,100	328,300	313,400	0	313,400
Total	\$980,500	\$1,513,800	\$1,491,500	\$0	\$1,491,500
State	980,500	1,513,800	1,491,500	0	1,491,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

Employment and Workforce Development

337.09 Adult Basic Education

The Adult Basic Education program provides adult education and literacy services to assist adults in learning skills necessary for employment and self-sufficiency and completing secondary school education.

Full-Time	14	18	18	0	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	14	18	18	0	18
Payroll	1,184,400	1,656,000	1,649,800	0	1,649,800
Operational	13,475,000	32,907,100	21,107,100	0	21,107,100
Total	\$14,659,400	\$34,563,100	\$22,756,900	\$0	\$22,756,900
State	3,406,300	4,308,000	4,306,400	0	4,306,400
Federal	11,139,100	25,140,200	13,335,600	0	13,335,600
Other	114,000	5,114,900	5,114,900	0	5,114,900

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Employment Security

337.10 Workforce Services

The Workforce Services division administers the Workforce Innovation and Opportunity Act (WIOA) of 2014, Tennessee American Job Centers (AJC), veteran's services, and numerous job service programs. WIOA creates a seamless system that addresses employer needs for skilled workers, while assisting job seekers needing training. The Tennessee AJC are used by employers seeking workers and anyone seeking job training, job placement, and other employment and training services. The Senior Community Service Employment Program serves persons with low incomes who are 55 years or older and have limited employment prospects. The Workforce Services division has the administrative responsibility for providing a basic labor exchange system, job placement, and development services to special applicant groups, such as veterans, WIOA applicants (adults, dislocated workers and youth), Supplemental Nutrition Assistance Program Employment and Training, and works to implement a strategic and operation plan under the State Workforce Board to drive alignment and efficiency by coordinating numerous federal investments into our state. This includes administering the work of 13 local Workforce Boards by monitoring compliance to ensure regulations are implemented, accountable, and transparent.

Full-Time	340	340	340	0	340
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
Total	341	341	341	0	341
Payroll	17,764,800	23,155,300	23,005,900	0	23,005,900
Operational	79,155,200	83,590,800	78,123,500	0	78,123,500
Total	\$96,920,000	\$106,746,100	\$101,129,400	\$0	\$101,129,400
State	4,296,300	16,474,800	11,153,000	0	11,153,000
Federal	81,216,800	82,987,400	82,842,500	0	82,842,500
Other	11,406,900	7,283,900	7,133,900	0	7,133,900

337.20 Unemployment Insurance

The Unemployment Insurance division determines eligibility and pays unemployment insurance benefits to workers who are unemployed through no fault of their own and collects appropriate premiums from liable workers.

Full-Time	428	459	459	0	459
Part-Time	72	39	39	0	39
Seasonal	0	0	0	0	0
Total	500	498	498	0	498
Payroll	27,279,600	31,004,100	30,809,500	0	30,809,500
Operational	43,942,200	35,796,700	17,796,700	0	17,796,700
Total	\$71,221,800	\$66,800,800	\$48,606,200	\$0	\$48,606,200
State	660,600	410,900	410,900	0	410,900
Federal	58,788,200	57,364,900	36,230,600	0	36,230,600
Other	11,773,000	9,025,000	11,964,700	0	11,964,700

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
337.00 Total Labor and Workforce Development					
Full-Time	1,157	1,194	1,194	2	1,196
Part-Time	76	43	43	0	43
Seasonal	0	0	0	0	0
Total	1,233	1,237	1,237	2	1,239
Payroll	77,348,700	94,010,200	93,471,000	260,000	93,731,000
Operational	154,713,500	173,287,300	137,989,000	15,127,100	153,116,100
Total	\$232,062,200	\$267,297,500	\$231,460,000	\$15,387,100	\$246,847,100
State	43,113,100	65,974,900	60,458,600	15,787,100	76,245,700
Federal	163,028,800	177,637,700	144,533,400	(400,000)	144,133,400
Other	25,920,300	23,684,900	26,468,000	0	26,468,000

Transportation, Business, and Economic Development



Transportation, Business, and Economic Development

Table of Contents



Introduction	B-325
Total Personnel and Funding.....	B-326
Recommended Budget for Fiscal Year 2023-2024 by Funding Source	B-327
Cost Increases for Fiscal Year 2023-2024.....	B-328
Program Statements.....	B-329
Tennessee Housing Development Agency.....	B-334
Department of Agriculture.....	B-335
Department of Tourist Development	B-341
Department of Economic and Community Development.....	B-343
Department of Transportation.....	B-350

Transportation, Business, and Economic Development

Recommended Budget, Fiscal Year 2023 – 2024

The Transportation, Business, and Economic Development functional group is a diverse collection of agencies responsible for developing economic activity in Tennessee. This group consists of the following agencies and departments:

- Tennessee Housing Development Agency
- Department of Agriculture
- Department of Tourist Development
- Department of Economic and Community Development
- Department of Transportation.

The common goal among these agencies is developing and promoting economic activity and improving the livelihood of all Tennesseans. This is accomplished through various programs and activities, including creating an environment conducive to operating business and industry and constructing and maintaining sound public infrastructure.

In addition to the above general activities,

this functional group also concentrates on promoting job growth through developing infrastructure and job training investments, regulating and maintaining the state agricultural and forest industries, and marketing the state as a vacation destination.

The Tennessee Housing Development Agency helps low- and moderate-income Tennesseans secure affordable housing.

Cost Increases and Program Statements

The following section includes: (1) a table on personnel and funding for all agencies in this functional area of state government; (2) a table on the recommended budget for each agency by funding source; (3) a statement of recommended cost increases for the ensuing fiscal year; (4) departmental program statements, indicating the recommended funding and staffing for the ensuing year, compared with actual amounts for the last year and the amounts budgeted for the current year.

Transportation, Business, and Economic Development Total Personnel and Funding

	Actual 2021-2022	Estimated 2022-2023	Recommended 2023-2024
Personnel			
Full-Time	5,740	5,792	5,323
Part-Time	10	10	10
Seasonal	94	94	94
TOTAL	5,844	5,896	5,427
Expenditures			
Payroll	\$ 400,319,000	\$ 488,871,500	\$ 510,636,700
Operational	2,966,598,300	4,968,481,600	6,548,349,800
TOTAL	\$ 3,366,917,300	\$ 5,457,353,100	\$ 7,058,986,500
Funding			
State	\$ 1,300,277,800	\$ 2,603,737,500	\$ 4,946,877,500
Federal	1,824,211,800	2,752,197,700	1,999,387,000
Other	242,427,700	101,417,900	112,722,000
Tuition/Fees	0	0	0

Transportation, Business, and Economic Development
Recommended Budget for Fiscal Year 2023-2024
By Funding Source

Department	State	Federal	Other	Total
316.20 Tennessee Housing Development Agency	0	383,463,200	21,602,100	405,065,300
325.00 Agriculture	110,442,200	58,477,000	19,468,000	188,387,200
326.00 Tourist Development	28,284,000	25,000,000	11,119,900	64,403,900
330.00 Economic and Community Development	296,447,800	89,949,300	4,739,500	391,136,600
400.00 Transportation	4,511,703,500	1,442,497,500	55,792,500	6,009,993,500
Total	\$4,946,877,500	\$1,999,387,000	\$112,722,000	\$7,058,986,500

Transportation, Business, and Economic Development

Cost Increases for Fiscal Year 2023-2024

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
Tennessee Housing Development Agency					
• Section 8 Performance-Based Contract Administration					
To provide recurring funding for Section 8 performance-based contract administration due to increased market rental rates.					
316.20 Tennessee Housing Development Agency	\$0	\$27,500,000	\$0	\$27,500,000	0
Sub-total	\$0	\$27,500,000	\$0	\$27,500,000	0
Total Tennessee Housing Development Agency	\$0	\$27,500,000	\$0	\$27,500,000	0

Agriculture

- **Agriculture Enterprise Fund (AEF)**

To provide funding for the Agriculture Enterprise Fund (AEF). The fund awards grants for starting or expanding agricultural, food, and forestry businesses. Of this total cost, \$1,500,000 is recurring and \$15,000,000 is non-recurring.

325.01 Administration and Grants	\$16,500,000	\$0	\$0	\$16,500,000	0
Sub-total	\$16,500,000	\$0	\$0	\$16,500,000	0

- **Emergency Preparedness and Response**

To provide funding to establish 16 positions and to purchase emergency preparedness software. Of the 16 positions, 11 will work to strengthen the prevention of disease spreading, two will assist with animal health efforts, and three will work for the Agricultural Crime Unit. Of this total cost, \$1,537,500 is recurring and \$255,000 is non-recurring.

325.01 Administration and Grants	\$265,800	\$0	\$0	\$265,800	3
325.10 Forestry Operations	\$250,000	\$0	\$0	\$250,000	0
325.18 Animal Health	\$1,276,700	\$0	\$0	\$1,276,700	13
Sub-total	\$1,792,500	\$0	\$0	\$1,792,500	16

- **Camp Clements**

To provide recurring funding for utilities, maintenance, cost-of living, and an existing staff member at Camp Clements, a Future Farmers of America leadership and development camp.

325.01 Administration and Grants	\$167,500	\$0	\$0	\$167,500	0
Sub-total	\$167,500	\$0	\$0	\$167,500	0

Transportation, Business, and Economic Development Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Operations and Support Positions					
To provide recurring funding to establish three positions to assist with daily agricultural operations.					
325.01 Administration and Grants	\$60,000	\$0	\$0	\$60,000	1
325.05 Consumer and Industry Services	\$78,900	\$0	\$0	\$78,900	1
325.06 Business Development	\$93,800	\$0	\$0	\$93,800	1
Sub-total	\$232,700	\$0	\$0	\$232,700	3
• Tennessee Agricultural Enhancement Program (TAEP) Expansion					
To establish one marketing specialist position to support the program. The position will be funded with existing salary equity.					
325.06 Business Development	\$0	\$0	\$0	\$0	1
Sub-total	\$0	\$0	\$0	\$0	1
• Agricultural Inspector Positions					
To provide reserve funding to establish nine positions to increase inspectors statewide in response to population growth and anticipated new development and enterprise expansion. The source of reserve funding is the Agricultural Regulatory Fund.					
325.05 Consumer and Industry Services	\$0	\$0	\$620,300	\$620,300	9
Sub-total	\$0	\$0	\$620,300	\$620,300	9
• Forest Inventory and Analysis (FIA) Forestry Positions					
To provide recurring funding to establish two federally-funded FIA positions to aid in the expansion of the forestry industry.					
325.10 Forestry Operations	\$0	\$162,100	\$0	\$162,100	2
Sub-total	\$0	\$162,100	\$0	\$162,100	2
• Major Maintenance					
To provide recurring funding to recognize maintenance cost inflation and State Building Commission policy changes regarding cost thresholds for capital maintenance projects.					
325.11 Forestry Maintenance	\$342,800	\$0	\$0	\$342,800	0
Sub-total	\$342,800	\$0	\$0	\$342,800	0
Total Agriculture	\$19,035,500	\$162,100	\$620,300	\$19,817,900	31

Transportation, Business, and Economic Development

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
Tourist Development					
• Tourism Marketing Initiatives					
To provide funding to maintain current and establish new marketing initiatives. Of this total cost, \$1,000,000 is recurring and \$7,000,000 is non-recurring.					
326.01 Administration and Marketing	\$8,000,000	\$0	\$0	\$8,000,000	0
Sub-total	\$8,000,000	\$0	\$0	\$8,000,000	0
• Welcome Center Security Contract Increase					
To provide recurring funding for increased security costs for the 16 welcome centers in Tennessee.					
326.03 Welcome Centers	\$476,000	\$0	\$0	\$476,000	0
Sub-total	\$476,000	\$0	\$0	\$476,000	0
Total Tourist Development	\$8,476,000	\$0	\$0	\$8,476,000	0

Economic and Community Development

• FastTrack Infrastructure and Jobs Training					
To provide funding to continue the state's investment in creating new opportunities for Tennessee's workforce and to support the growth and retention of the state's base of traditional jobs. The appropriation is necessary for the recruitment of new businesses, including support of workforce training, marketing, and education initiatives. Of this total cost, \$18,000,000 is recurring and \$85,000,000 is non-recurring.					
330.06 FastTrack Infrastructure and Job Training Assistance					
	\$103,000,000	\$0	\$0	\$103,000,000	0
Sub-total	\$103,000,000	\$0	\$0	\$103,000,000	0
• Nuclear Energy Supply Chain Investment Fund					
To provide non-recurring funding for a nuclear energy supply chain investment fund.					
330.07 Community and Rural Development	\$50,000,000	\$0	\$0	\$50,000,000	0
Sub-total	\$50,000,000	\$0	\$0	\$50,000,000	0

Transportation, Business, and Economic Development

Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Rural Development Fund					
To provide non-recurring funding to the rural development fund for grants and services to enhance Tennessee's rural communities and distressed counties through programs related to site development, community asset improvements, marketing, strategic planning, downtown revitalization, and technical assistance, which will increase Tennessee's rural communities' competitiveness for locating businesses and enhancing local economies.					
330.07 Community and Rural Development	\$45,000,000	\$0	\$0	\$45,000,000	0
Sub-total	\$45,000,000	\$0	\$0	\$45,000,000	0
• Coffee County Site Acquisition					
To provide non-recurring funding for a site acquisition in Coffee County.					
330.06 FastTrack Infrastructure and Job Training Assistance	\$20,500,000	\$0	\$0	\$20,500,000	0
Sub-total	\$20,500,000	\$0	\$0	\$20,500,000	0
• TN Go – Tennessee Mobility Innovation Initiative					
To provide non-recurring funding to create TN Go, the Tennessee Mobility Innovation Initiative. The initiative will encourage industry-led research and development by providing a platform to raise capital, promote entrepreneurship, develop talent, and deploy resources to commercialize mobility innovations across the state.					
330.01 Administrative Services	\$5,000,000	\$0	\$0	\$5,000,000	0
Sub-total	\$5,000,000	\$0	\$0	\$5,000,000	0
• Historical Development Grants					
To provide non-recurring funding to historical development grant programs for businesses, developers, not-for-profit organizations, and communities to rehabilitate historic buildings.					
330.07 Community and Rural Development	\$10,000,000	\$0	\$0	\$10,000,000	0
Sub-total	\$10,000,000	\$0	\$0	\$10,000,000	0
• MainStreet Entrepreneur and Downtown Improvement Grants					
To provide non-recurring funding for both grants and services focused on the revitalization of traditional downtown districts by tracking net new jobs, businesses, building rehabilitation projects, housing units, public investments, and private investments.					
330.07 Community and Rural Development	\$3,000,000	\$0	\$0	\$3,000,000	0
Sub-total	\$3,000,000	\$0	\$0	\$3,000,000	0

Transportation, Business, and Economic Development Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• TN Entertainment Commission (TEC) Grants					
To provide funding for the TEC to distribute grants based on commission criteria. Of this total cost, \$3,000,000 is recurring and \$3,000,000 is non-recurring.					
330.17 Film and Television Incentive Fund	\$6,000,000	\$0	\$0	\$6,000,000	0
Sub-total	\$6,000,000	\$0	\$0	\$6,000,000	0
• LaunchTN					
To provide funding to promote innovation and entrepreneurship through the distribution of grants aimed at increasing new businesses from research and development activities throughout the state. Of this total cost, \$6,660,000 is recurring and \$5,657,500 is non-recurring.					
330.05 Innovation Programs	\$12,317,500	\$0	\$0	\$12,317,500	0
Sub-total	\$12,317,500	\$0	\$0	\$12,317,500	0
Total Economic and Community Development	\$254,817,500	\$0	\$0	\$254,817,500	0

Transportation

• Transportation Modernization Fund - General Fund Subsidy

To provide a non-recurring general fund subsidy to create the new Transportation Modernization Fund to address congestion projects in each of the four Tennessee Department of Transportation regions.

403.00 Bureau of Engineering	\$630,000,000	\$0	\$0	\$630,000,000	0
404.00 Bureau of Operations	\$2,310,000,000	\$0	\$0	\$2,310,000,000	0
405.00 Bureau of Environment and Planning	\$60,000,000	\$0	\$0	\$60,000,000	0
Sub-total	\$3,000,000,000	\$0	\$0	\$3,000,000,000	0

• State Aid Road Program - General Fund Subsidy

To provide a non-recurring general fund subsidy to the State Aid Road program.

404.00 Bureau of Operations	\$300,000,000	\$0	\$6,123,000	\$306,123,000	0
Sub-total	\$300,000,000	\$0	\$6,123,000	\$306,123,000	0

Transportation, Business, and Economic Development
Cost Increases for Fiscal Year 2023-2024

	State	Federal	Other	Total	Positions
• Transportation Equity Fund - General Fund Subsidy					
To provide a non-recurring general fund subsidy for grants to local airport authorities for capital improvements.					
401.00 Headquarters	\$6,000,000	\$0	\$0	\$6,000,000	0
Sub-total	\$6,000,000	\$0	\$0	\$6,000,000	0
Total Transportation	\$3,306,000,000	\$0	\$6,123,000	\$3,312,123,000	0
Total Transportation, Business, and Economic Development	\$3,588,329,000	\$27,662,100	\$6,743,300	\$3,622,734,400	31

Tennessee Housing Development Agency

The Tennessee Housing Development Agency (THDA) provides opportunities for decent, affordable housing to low- and moderate-income Tennesseans. THDA was created in response to a need for housing initiatives in rural areas, but it also performs activities in the major urban centers. The agency is authorized to sell tax-exempt revenue notes and bonds to provide funding for making below-market interest rate mortgage loans. Through the U.S. Department of Housing and Urban Development's Section 8 program, THDA provides rental subsidies to assist renters in need and administers project-based contracts. THDA also administers two federally funded grant programs, the HOME program and the Neighborhood Stabilization program. The HOME program assists local housing providers in implementing affordable housing plans. The Neighborhood Stabilization program provides grants to nonprofit organizations and local governments that buy foreclosed homes, rehabilitate, and rent or resell the homes to low- to middle-income families in order to help stabilize the housing market. The agency received proceeds from the national mortgage settlement fund that are being utilized to support activities aimed to prevent foreclosures.

Since fiscal year 2013-2014, THDA has administered two federal programs previously administered by the Department of Human Services. The Weatherization Assistance Program enables low-income families to permanently reduce their energy bills by making their homes more energy efficient. The Low Income Home Energy Assistance Program helps keep families safe and healthy through initiatives that assist families with energy costs.

Activities of THDA include the rehabilitation and construction of rental and homeowner housing. The low income housing tax credit program, administered by THDA, supports acquisition, rehabilitation, and new construction of rental units for low-income tenants. THDA has a governing board composed of state officials and gubernatorial and legislative appointees who are active and knowledgeable in their respective industries.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
316.20 Tennessee Housing Development Agency					
Full-Time	309	340	340	0	340
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	309	340	340	0	340
Payroll	25,570,100	32,981,500	32,836,900	0	32,836,900
Operational	517,504,500	781,787,900	344,728,400	27,500,000	372,228,400
Total	\$543,074,600	\$814,769,400	\$377,565,300	\$27,500,000	\$405,065,300
State	0	0	0	0	0
Federal	518,446,300	786,563,200	355,963,200	27,500,000	383,463,200
Other	24,628,300	28,206,200	21,602,100	0	21,602,100

Department of Agriculture

The Department of Agriculture was established in 1854 with the original purpose of promoting agriculture through fairs and livestock expositions. This tradition continues today as the department helps expand markets for farm and forest products through promotions and industry development activities. The department provides an array of consumer services from food safety and product quality assurance to pesticide regulation and environmental monitoring. Forestry services include landowner assistance, wildfire suppression, and state forest management. Water quality programs encourage and promote wise stewardship of natural resources. The department's mission is performed within the following four major areas: Administration and Grants, Business Development, Consumer and Industry Services, and Forestry.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administration and Grants

The Administration and Grants area coordinates various duties including policy and strategic planning, budgeting, personnel administration, and legal.

Through cooperation with the National Agricultural Statistics Service, this area collects, analyzes, and publishes reliable data for producers and decision makers in agriculture. In addition, the staff monitors grant-based programs in the areas of soil conservation and water quality, pesticide pollution and abatement, commodity distribution assistance to eligible recipients, forestry incentives, and volunteer fire department assistance. The area also administers several programs to help reduce soil erosion on Tennessee farms and forestlands and to improve water quality.

325.01 Administration and Grants

The Administration and Grants program includes the commissioner's office, budget office, legal services, personnel office, public affairs, legislative liaison, agricultural crime services, agricultural museum, and agricultural statistics services. This program carries out the Nonpoint Clean Water Act services delegated through the Environmental Protection Agency (EPA). This program also provides grants to promote nonprofit agricultural fairs and livestock shows throughout the state and coordinates the distribution of commodities under the guidance of various federal laws.

Full-Time	55	62	65	4	69
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	55	62	65	4	69
Payroll	5,356,900	6,215,100	6,575,200	251,600	6,826,800
Operational	129,088,200	75,850,100	56,914,700	16,741,700	73,656,400
Total	\$134,445,100	\$82,065,200	\$63,489,900	\$16,993,300	\$80,483,200
State	43,365,600	49,317,200	35,748,600	16,993,300	52,741,900
Federal	90,270,400	31,991,800	26,985,100	0	26,985,100
Other	809,100	756,200	756,200	0	756,200

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

325.08 Agricultural Resources Conservation Fund

The Agricultural Resources Conservation Fund (ARCF) lessens erosion and other agricultural-related impacts by providing cost-share reimbursements to landowners, producers, and managers who install a variety of conservation practices. The Department of Agriculture enters grant agreements with eligible entities, including Soil Conservation Districts (SCDs) who are a major partner in the facilitation of the ARCF program in all 95 counties. Grants to the SCDs comprise a majority of the annual ARCF program expenditures and includes funds for landowner reimbursements, administrative and per diem expenses, and training.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	11,662,700	3,187,500	3,187,500	0	3,187,500
Total	\$11,662,700	\$3,187,500	\$3,187,500	\$0	\$3,187,500
State	5,187,500	3,187,500	3,187,500	0	3,187,500
Federal	0	0	0	0	0
Other	6,475,200	0	0	0	0

325.12 Grain Indemnity Fund

Monies from the Grain Indemnity Fund are used to protect commodity producers in the event of the financial failure of a commodity dealer or warehouseman and to compensate producers for losses occasioned by the failure of a commodity dealer or warehouseman. Per-bushel assessment fees on grain producers cover the cost of the program. When the fund balance exceeds \$3 million, producer assessments are suspended, as provided by law. Revenues in the program are interest earnings on the fund balance.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	149,700	126,700	126,700	0	126,700
Total	\$149,700	\$126,700	\$126,700	\$0	\$126,700
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	149,700	126,700	126,700	0	126,700

325.14 Certified Cotton Growers' Organization Fund

Monies from the Certified Cotton Growers' Organization Fund are used for boll weevil eradication. Funds are granted to the Tennessee Boll Weevil Eradication Foundation, which oversees the program. The appropriation to this program is from an assessment that cotton growers levy upon themselves.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	465,000	250,000	250,000	0	250,000
Total	\$465,000	\$250,000	\$250,000	\$0	\$250,000
State	326,700	250,000	250,000	0	250,000
Federal	0	0	0	0	0
Other	138,300	0	0	0	0

Business Development

325.06 Business Development

The Business Development division works with Tennessee producers and agribusinesses to build rural economies, increasing farm income through diverse growth and development activities, such as industry and producer-focused incentives, and consumer driven web and social media promotions. Business Development coordinators focus on specialty crops, processed foods, equine, viticulture, horticulture, livestock, hay, fruits and vegetables, and direct farm marketing. Tennessee producers and processors are connected to local and world markets through trade missions, where targeted buyers are brought to Tennessee to see products and forge business relationships with producers. Grading and market news services are also available to help farmers strategically price, package, and market products. The division also administers the Tennessee Agricultural Enhancement Program, which assists producers in maximizing farm profits, adapting to changing market situations, improving operational safety, increasing farm efficiency, and making a positive community economic impact.

Full-Time	20	23	22	2	24
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	20	23	22	2	24
Payroll	1,688,100	2,243,700	2,087,500	90,100	2,177,600
Operational	2,600,000	19,972,000	21,242,300	3,700	21,246,000
Total	\$4,288,100	\$22,215,700	\$23,329,800	\$93,800	\$23,423,600
State	2,549,700	2,934,800	2,628,600	93,800	2,722,400
Federal	1,411,400	19,203,400	20,623,700	0	20,623,700
Other	327,000	77,500	77,500	0	77,500

Consumer and Industry Services

The Consumer and Industry Services area is dedicated to the two main objectives of agricultural production quality and consumer protection. Responsibilities include sampling the quality of feeds, seeds, and fertilizers; protecting animal and plant health; registering pesticides; ensuring food safety; and inspecting processing establishments. A laboratory supports regulatory efforts.

325.05 Consumer and Industry Services

Consumer and Industry Services monitors agricultural raw materials, products, and services to assure quality, consumer protection, public safety, a fair market place, and safe and wholesome food supply. Statutes direct responsibility for registering, licensing, sampling, and inspecting items pertaining to human and animal health safety, consumer protection, truth in labeling, and free movement of plants and animals.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Full-Time	199	201	199	10	209
Part-Time	5	5	5	0	5
Seasonal	3	3	3	0	3
Total	207	209	207	10	217
Payroll	13,080,500	15,409,600	15,066,900	597,700	15,664,600
Operational	7,576,800	9,977,300	8,719,500	101,500	8,821,000
Total	\$20,657,300	\$25,386,900	\$23,786,400	\$699,200	\$24,485,600
State	5,896,800	7,400,500	6,658,900	78,900	6,737,800
Federal	2,493,300	5,282,900	4,473,700	0	4,473,700
Other	12,267,200	12,703,500	12,653,800	620,300	13,274,100

325.16 Agricultural Regulatory Fund

The Agricultural Regulatory Fund provides funding to the divisions of Administration and Grants and Consumer and Industry Services to help defray the costs of administering regulatory programs. The funds are used for permitting, monitoring, investigating, enforcing, and administering such areas as pesticide product registration, pesticide dealer licenses and fees, plant certification fees, plant and soil testing fees, and pathology. Licensing and product registrations and civil penalties are deposited into the fund.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	12,046,300	11,382,100	11,382,100	0	11,382,100
Total	\$12,046,300	\$11,382,100	\$11,382,100	\$0	\$11,382,100
State	11,272,100	11,262,100	11,262,100	0	11,262,100
Federal	0	0	0	0	0
Other	774,200	120,000	120,000	0	120,000

325.18 Animal Health

The Animal Health division is committed to preventing the spreading of disease through livestock traceability, movement requirements, and the services of the C.E. Kord Animal Health Diagnostic Laboratory. The division, also known as the State Veterinarian's Office, investigates livestock welfare issues and trains responders for Disaster Animal Response Teams.

Full-Time	49	52	52	13	65
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	49	52	52	13	65
Payroll	3,484,600	4,324,000	4,302,600	832,400	5,135,000
Operational	2,353,100	3,063,100	3,063,100	444,300	3,507,400
Total	\$5,837,700	\$7,387,100	\$7,365,700	\$1,276,700	\$8,642,400
State	4,284,000	6,201,100	6,179,700	1,276,700	7,456,400
Federal	872,700	483,000	483,000	0	483,000
Other	681,000	703,000	703,000	0	703,000

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Forestry

The Forestry area provides operational support and maintenance to Tennessee's abundant public and private forest resources.

325.10 Forestry Operations

Forestry Operations provides numerous land management and protection services to Tennessee's forests. These services include fire suppression, water quality protection, insect and disease control, landowner assistance, tree improvement, seedling production, product utilization and promotion, urban forestry, and state forest management.

Full-Time	307	309	309	2	311
Part-Time	0	0	0	0	0
Seasonal	91	91	91	0	91
Total	398	400	400	2	402
Payroll	18,821,300	22,176,100	22,034,100	123,000	22,157,100
Operational	13,349,900	14,942,800	12,959,900	289,100	13,249,000
Total	\$32,171,200	\$37,118,900	\$34,994,000	\$412,100	\$35,406,100
State	19,180,800	27,951,000	24,834,100	250,000	25,084,100
Federal	7,993,600	4,757,400	5,749,400	162,100	5,911,500
Other	4,996,800	4,410,500	4,410,500	0	4,410,500

325.11 Forestry Maintenance

The Forestry Maintenance program provides funds for maintenance of the division of Forestry facilities and communications equipment.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	134,800	6,657,200	657,200	342,800	1,000,000
Total	\$134,800	\$6,657,200	\$657,200	\$342,800	\$1,000,000
State	134,800	6,657,200	657,200	342,800	1,000,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
325.00 Total Agriculture					
Full-Time	630	647	647	31	678
Part-Time	5	5	5	0	5
Seasonal	94	94	94	0	94
Total	729	746	746	31	777
Payroll	42,431,400	50,368,500	50,066,300	1,894,800	51,961,100
Operational	179,426,500	145,408,800	118,503,000	17,923,100	136,426,100
Total	\$221,857,900	\$195,777,300	\$168,569,300	\$19,817,900	\$188,387,200
State	92,198,000	115,161,400	91,406,700	19,035,500	110,442,200
Federal	103,041,400	61,718,500	58,314,900	162,100	58,477,000
Other	26,618,500	18,897,400	18,847,700	620,300	19,468,000

Department of Tourist Development

The Department of Tourist Development is responsible for planning and implementing marketing and service programs that increase the economic impact of tourism. These programs are designed to enhance Tennessee's image as a primary tourist destination in order to increase the number of travelers and tourists coming to Tennessee. The department assists smaller communities in developing new tourism programs to positively impact local economic development. In addition, the department provides visitors to Tennessee's welcome centers with a safe and positive impression of Tennessee. The department is organized into two divisions: Administration and Marketing, and Welcome Centers.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

326.01 Administration and Marketing

The Administration and Marketing division is responsible for planning, managing, and implementing marketing programs that increase travel to Tennessee and support tourism development initiatives. These efforts are designed to increase the economic impact of tourism on the state's economy and to drive tax revenue. These activities include creating, producing, and placing broadcast, digital, and print media campaigns; developing direct sales programs that target group tour companies, travel agents, and international tour operators; promoting Tennessee destinations, attractions, and events to the media and sponsoring travel writer press trips; developing promotional brochures and travel literature for distribution to customers; collecting travel data and developing marketing research information; developing rural and heritage tourism promotional opportunities by directly working with local communities; and providing cooperative advertising, marketing, and promotional opportunities to businesses in the travel industry. This division is also responsible for the overall administration of the department, including financial and support services.

Full-Time	35	35	35	0	35
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	35	35	35	0	35
Payroll	3,125,500	3,949,400	3,934,200	0	3,934,200
Operational	23,716,100	100,939,000	39,049,000	8,000,000	47,049,000
Total	\$26,841,600	\$104,888,400	\$42,983,200	\$8,000,000	\$50,983,200
State	19,361,300	79,099,200	17,194,000	8,000,000	25,194,000
Federal	6,529,700	25,000,000	25,000,000	0	25,000,000
Other	950,600	789,200	789,200	0	789,200

326.03 Welcome Centers

The Tennessee Welcome Centers encourage visitors traveling to and through Tennessee to spend more time in the state and to visit more Tennessee tourism destinations. This division is responsible for the operation of the 16 welcome centers located on Tennessee's interstate highways. These centers are the initial contact point for many travelers entering Tennessee. The staff at the welcome centers provide free travel information, brochures, literature, and reservation services to the millions of visitors that stop at the centers each year.

Full-Time	152	152	152	0	152
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	152	152	152	0	152

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	6,946,100	8,640,900	8,570,100	0	8,570,100
Operational	3,607,600	4,604,600	4,374,600	476,000	4,850,600
Total	\$10,553,700	\$13,245,500	\$12,944,700	\$476,000	\$13,420,700
State	1,492,900	2,844,000	2,614,000	476,000	3,090,000
Federal	0	0	0	0	0
Other	9,060,800	10,401,500	10,330,700	0	10,330,700
326.00 Total Tourist Development					
Full-Time	187	187	187	0	187
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	187	187	187	0	187
Payroll	10,071,600	12,590,300	12,504,300	0	12,504,300
Operational	27,323,700	105,543,600	43,423,600	8,476,000	51,899,600
Total	\$37,395,300	\$118,133,900	\$55,927,900	\$8,476,000	\$64,403,900
State	20,854,200	81,943,200	19,808,000	8,476,000	28,284,000
Federal	6,529,700	25,000,000	25,000,000	0	25,000,000
Other	10,011,400	11,190,700	11,119,900	0	11,119,900

Department of Economic and Community Development

The Department of Economic and Community Development (ECD) is charged with aiding existing businesses in efforts to expand and create jobs, promoting the location and expansion of new business and industry in Tennessee, assisting communities in being prepared for economic development opportunities, managing state and federal programs that provide development resources, and forming strategic partnerships inside and outside state government with the ultimate goal of making Tennessee the number one location in the southeast for high quality jobs. The department's programs are presented in four groupings: Administrative Services, Business Development and Services, Innovation and Entrepreneurism, and Community Development.

The department's headquarters is located in Nashville with nine regional jobs base camps across the state and Foreign Direct Investment representatives in Japan, South Korea, Italy, United Kingdom, and Germany maintaining and providing ECD's presence, assistance, and programs in Tennessee and internationally.

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Administrative Services

330.01 Administrative Services

Administrative Services provides administrative and support services to the department and is responsible for the daily operations and procedures of the department. Activities include internal policy, legal, communications (including public information), graphic and media services, research, human resources, internal audit and consulting, fiscal services, and budgeting. Administrative Services is subdivided into ten sections: commissioner's office, budget and fiscal, human resources, legal, internal audit and consulting, contracting, contract monitoring, research and special projects, communications and marketing, and strategy, which includes functions of the Business Enterprise Resource Office (BERO).

Full-Time	39	39	37	0	37
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	39	39	37	0	37
Payroll	4,979,500	5,467,800	5,149,600	0	5,149,600
Operational	3,623,100	2,564,700	2,559,300	5,000,000	7,559,300
Total	\$8,602,600	\$8,032,500	\$7,708,900	\$5,000,000	\$12,708,900
State	8,421,800	7,268,100	6,944,500	5,000,000	11,944,500
Federal	88,600	165,200	165,200	0	165,200
Other	92,200	599,200	599,200	0	599,200

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Business Development and Services

330.02 Business Development

Business Development has the responsibility to attract and recruit new investments and create new jobs for Tennessee. Business Development's recruitment responsibilities require the staff to be in contact with clients statewide, nationwide, and internationally. This also includes close contact with regional industrial development agencies, regulatory boards, utility districts, professional associations, local officials, and local chambers of commerce. Business Development is subdivided into four areas: project management, regional business development and services, administrative functions of the FastTrack Infrastructure Development and Job Training Assistance Program and the Tennessee Job Skills Program, and international trade.

Full-Time	40	40	40	0	40
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	40	40	40	0	40
Payroll	4,760,600	5,331,100	5,309,900	0	5,309,900
Operational	14,122,600	15,009,900	2,014,300	0	2,014,300
Total	\$18,883,200	\$20,341,000	\$7,324,200	\$0	\$7,324,200
State	17,813,800	19,460,900	6,444,100	0	6,444,100
Federal	108,800	161,700	161,700	0	161,700
Other	960,600	718,400	718,400	0	718,400

330.06 FastTrack Infrastructure and Job Training Assistance

The FastTrack Infrastructure and Job Training Assistance program provides infrastructure, training, and economic development grants to local governments and businesses for job creation. FastTrack infrastructure development grants assist communities with economic growth by providing grants for infrastructure improvements and industrial site preparation. FastTrack training grants are provided when there is a commitment by an eligible business for the creation of private sector jobs. FastTrack economic development grants were established by the General Assembly to support other economic development activities.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	200,991,200	432,328,700	7,328,700	123,500,000	130,828,700
Total	\$200,991,200	\$432,328,700	\$7,328,700	\$123,500,000	\$130,828,700
State	92,000,000	431,988,200	6,988,200	123,500,000	130,488,200
Federal	0	0	0	0	0
Other	108,991,200	340,500	340,500	0	340,500

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

330.13 Tennessee Job Skills Program

The Tennessee Job Skills Program is a workforce development incentive grant program designed to assist existing employers in elevating the skills of employees, enhancing employment opportunities, and meeting the needs of existing and new industries through the provision of training grants to eligible employers. Priority is given to the creation and retention of jobs and employers in industries that promote high-skill, high-wage jobs. Industries of particular focus include technology, emerging occupations, and skilled manufacturing jobs.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	0	1,464,900	1,464,900	0	1,464,900
Total	\$0	\$1,464,900	\$1,464,900	\$0	\$1,464,900
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	0	1,464,900	1,464,900	0	1,464,900

330.17 Film and Television Incentive Fund

The Film and Television Incentive Fund, established by a 2006 law, provides incentive grants to encourage the production of films, movies, television shows, computer-generated imagery, interactive digital media, streaming platforms, and stand-alone post-production scoring and editing in Tennessee. To be eligible, such productions must meet criteria established by the Tennessee Film, Entertainment and Music Commission.

Full-Time	3	3	3	0	3
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3	3	3	0	3
Payroll	16,300	426,500	424,700	0	424,700
Operational	0	4,417,300	2,217,300	6,000,000	8,217,300
Total	\$16,300	\$4,843,800	\$2,642,000	\$6,000,000	\$8,642,000
State	0	4,795,200	2,593,400	6,000,000	8,593,400
Federal	0	0	0	0	0
Other	16,300	48,600	48,600	0	48,600

330.20 Headquarters Relocation Assistance

The Headquarters Relocation Assistance program assists companies to locate regional, national, or international headquarters in Tennessee. The program will reimburse relocation expenses to qualified headquarters facilities. A qualified headquarters facility is one in which the company has made a minimum \$10,000,000 capital investment and created at least 100 headquarters staff jobs paying 150 percent of the average occupational wage in Tennessee for the year in which the jobs were created.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
Payroll	0	0	0	0	0
Operational	0	400,900	400,900	0	400,900
Total	\$0	\$400,900	\$400,900	\$0	\$400,900
State	0	400,900	400,900	0	400,900
Federal	0	0	0	0	0
Other	0	0	0	0	0

Innovation and Entrepreneurism

330.05 Innovation Programs

Innovation Programs is tasked with raising the state's profile in innovation-based economic development by focusing on innovation, commercialization, investment, technology, and entrepreneurship.

Innovation is the process that translates knowledge into economic growth and social well-being through a consideration of scientific, technological, organizational, financial, and commercial activities.

Innovation Programs is carried out through partnerships with other organizations.

Full-Time	0	2	4	0	4
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	2	4	0	4
Payroll	0	0	297,600	0	297,600
Operational	46,700	11,228,600	15,464,300	12,317,500	27,781,800
Total	\$46,700	\$11,228,600	\$15,761,900	\$12,317,500	\$28,079,400
State	46,700	150,000	4,761,900	12,317,500	17,079,400
Federal	0	11,078,600	11,000,000	0	11,000,000
Other	0	0	0	0	0

330.22 TNInvestco Tax Credits

The TNInvestco program was authorized by TCA 4-28-101 to increase the flow of capital to innovative new companies headquartered in Tennessee that are in the early stages of development.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	1,566,600	1,500,000	1,500,000	0	1,500,000
Total	\$1,566,600	\$1,500,000	\$1,500,000	\$0	\$1,500,000
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,566,600	1,500,000	1,500,000	0	1,500,000

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

Community Development

The Community Development area works with communities to ensure the communities develop and maintain the leadership, organizations, and community facilities essentials for economic growth. Community Development also administers federal Community Development Block Grant (CDBG) grants, Appalachian Regional Commission grants, Delta Regional Authority grants, and federal and state funding for broadband infrastructure and adoption grants; and administers the Main Street, Select Tennessee, Tennessee Downtowns, and Three-Star community preparedness programs.

330.04 Policy and Federal Programs

The Policy and Federal Programs division manages and executes the department's federal programs. The division provides professional project administration and technical assistance to all communities in the state. Included in this division's purview are the following federal programs: the CDBG, the Appalachian Regional Commission, and the Delta Regional Authority.

Full-Time	8	8	7	0	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	8	8	7	0	7
Payroll	714,200	927,600	740,700	0	740,700
Operational	35,792,200	28,543,200	28,541,700	0	28,541,700
Total	\$36,506,400	\$29,470,800	\$29,282,400	\$0	\$29,282,400
State	430,500	807,800	619,400	0	619,400
Federal	36,046,700	28,595,100	28,595,100	0	28,595,100
Other	29,200	67,900	67,900	0	67,900

330.07 Community and Rural Development

The Community and Rural Development division is responsible for providing advice and technical assistance on community development, economic development, and other services to local governments, chambers of commerce and other agencies, groups, and individuals. Included within the division are the Main Street, Tennessee Downtowns, Three-Star, and Select Tennessee community preparedness programs.

Full-Time	6	6	7	0	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	6	6	7	0	7
Payroll	822,200	816,700	990,400	0	990,400
Operational	13,627,400	20,950,300	9,534,800	108,000,000	117,534,800
Total	\$14,449,600	\$21,767,000	\$10,525,200	\$108,000,000	\$118,525,200
State	14,401,600	21,239,700	10,497,900	108,000,000	118,497,900
Federal	0	527,300	27,300	0	27,300
Other	48,000	0	0	0	0

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

330.15 Economic Development District Grants

The Development District Act of 1965 established nine development districts in order to provide the most effective and efficient means for cities and counties to conduct regional planning and economic development. The districts prepare and maintain long-range plans and policies for regional development, including transportation, water and wastewater infrastructure, water and air quality, solid waste management, and open space and recreation planning. This program provides funding for state grants to the development districts. Local government contributions are required to receive funding.

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	0	0	0	0	0
Payroll	0	0	0	0	0
Operational	2,080,000	2,080,000	2,080,000	0	2,080,000
Total	\$2,080,000	\$2,080,000	\$2,080,000	\$0	\$2,080,000
State	2,080,000	2,080,000	2,080,000	0	2,080,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

330.23 Broadband Accessibility

The Broadband Accessibility Grant Program seeks to facilitate broadband access to all Tennesseans while promoting practices that increase deployment to unserved homes and businesses and encourage adoption. By offsetting the capital expenses, these funds are targeted to areas that are unlikely to receive broadband service without grant funding. Through the Training Opportunities for the Public (TOP) Program, grant opportunities are provided to local libraries to help residents improve their digital literacy skills and maximize the benefits of broadband statewide.

Full-Time	2	4	4	0	4
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	2	4	4	0	4
Payroll	221,200	638,800	638,800	0	638,800
Operational	14,152,900	499,661,200	49,661,200	0	49,661,200
Total	\$14,374,100	\$500,300,000	\$50,300,000	\$0	\$50,300,000
State	300,000	300,000	300,000	0	300,000
Federal	92,000	500,000,000	50,000,000	0	50,000,000
Other	13,982,100	0	0	0	0

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
330.00 Total Economic and Community Development					
Full-Time	98	102	102	0	102
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	98	102	102	0	102
Payroll	11,514,000	13,608,500	13,551,700	0	13,551,700
Operational	286,002,700	1,020,149,700	122,767,400	254,817,500	377,584,900
Total	\$297,516,700	\$1,033,758,200	\$136,319,100	\$254,817,500	\$391,136,600
State	135,494,400	488,490,800	41,630,300	254,817,500	296,447,800
Federal	36,336,100	540,527,900	89,949,300	0	89,949,300
Other	125,686,200	4,739,500	4,739,500	0	4,739,500

Department of Transportation

The Department of Transportation (TDOT) plans, designs, constructs, and maintains the state's highway network. The department is also responsible for other modes of transportation, such as aeronautics, public transit, railroads, and waterways. TDOT consists of five divisions: Headquarters, Bureau of Administration, Bureau of Engineering, Bureau of Operations, and Bureau of Environment and Planning.

	<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
--	-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

401.00 Headquarters

Headquarters consists of divisions that report directly to the commissioner. Headquarters' functions include community relations, constituent services, legal services, internal audit, and payment of risk management fund premiums for property and liability insurance. Headquarters' functions also include the licensing of Tennessee's public-use airports, monitoring of compliance with federal grant assurances, and providing flight services for state government. Sales tax collected on aviation fuel, as part of the transportation equity fund, is used for construction and capital improvements of airports.

Full-Time	80	25	24	0	24
Part-Time	5	0	0	0	0
Seasonal	0	0	0	0	0
Total	85	25	24	0	24
Payroll	6,519,100	2,917,700	3,242,600	0	3,242,600
Operational	96,627,800	23,689,000	25,035,300	0	25,035,300
Total	\$103,146,900	\$26,606,700	\$28,277,900	\$0	\$28,277,900
State	74,854,600	26,606,700	28,277,900	0	28,277,900
Federal	27,836,800	0	0	0	0
Other	455,500	0	0	0	0

402.00 Bureau of Administration

The Bureau of Administration supports the operations of the department. Bureau services include administration of overweight and oversized vehicle permits; reproduction of technical drawings, specifications, forms, contracts, and official documents; purchase of alternative fuel vehicles; management of radio licenses; and coordination of radio frequencies for government agencies. Finance, strategic planning, civil rights, human resources, and information technology services are also provided by this bureau.

Full-Time	237	291	279	0	279
Part-Time	0	5	5	0	5
Seasonal	0	0	0	0	0
Total	237	296	284	0	284
Payroll	20,632,200	31,578,200	33,491,900	0	33,491,900
Operational	50,451,400	196,511,400	125,512,100	6,000,000	131,512,100
Total	\$71,083,600	\$228,089,600	\$159,004,000	\$6,000,000	\$165,004,000
State	69,190,300	212,219,400	129,894,300	6,000,000	135,894,300
Federal	0	13,870,200	26,843,600	0	26,843,600
Other	1,893,300	2,000,000	2,266,100	0	2,266,100

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

403.00 Bureau of Engineering

The Bureau of Engineering provides the programming and scheduling of transportation pre-construction activities. Responsibilities include development of construction standards, administration of highway and bridge maintenance programs, and maintenance of materials standards. Improvement of state highways, not classified as construction or reconstruction projects, are administered under the Highway Betterments program. Connector routes to the interstate system are funded with a 50 percent state match through the Local Interstate Connector program. The bureau also administers the Capital Improvements program, providing funding for the construction or replacement of TDOT facilities. Other services provided by the bureau include administration of roadway and bridge design, right-of-way acquisition, highway incident management, and intelligent transportation systems.

Full-Time	534	514	439	0	439
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	534	514	439	0	439
Payroll	51,757,300	55,580,900	59,027,500	0	59,027,500
Operational	256,534,300	495,617,300	365,267,900	630,000,000	995,267,900
Total	\$308,291,600	\$551,198,200	\$424,295,400	\$630,000,000	\$1,054,295,400
State	117,224,200	287,659,000	145,517,100	630,000,000	775,517,100
Federal	169,923,800	256,041,300	268,902,400	0	268,902,400
Other	21,143,600	7,497,900	9,875,900	0	9,875,900

404.00 Bureau of Operations

The Bureau of Operations consists of four different functions, which include Field Engineering, Field Construction, Field Maintenance, and Garage and Fleet Operations. Field Engineering services include preliminary engineering, roadway and bridge design, traffic engineering, utility relocations, right-of-way acquisitions, construction, materials testing, and maintenance on the statewide highway system. Field Construction performs a variety of project work, including civil engineering, geological surveying, planning, and constructing highways and bridges. Other services include congestion mitigations, hazard elimination, highway safety, emergency relief, and air quality improvements. Field Maintenance Operations provide routine maintenance of state and interstate highways and bridges. Other responsibilities include highway incident management, highway beautification, and environmental compliance. Garage and Fleet Operations acquires, maintains, and repairs the department's mobile equipment, including its vehicle fleet. Garage and Fleet Operations is also responsible for the acquisition of consumable inventory items and fixed assets, as well as the maintenance and repair of equipment.

Full-Time	3,439	3,439	3,045	0	3,045
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	3,439	3,439	3,045	0	3,045
Payroll	214,780,300	265,424,800	278,987,800	0	278,987,800
Operational	1,366,558,900	1,968,723,400	1,532,935,100	2,616,123,000	4,149,058,100
Total	\$1,581,339,200	\$2,234,148,200	\$1,811,922,900	\$2,616,123,000	\$4,428,045,900
State	679,022,100	1,279,678,100	809,256,900	2,610,000,000	3,419,256,900
Federal	873,113,400	926,603,200	967,210,100	0	967,210,100
Other	29,203,700	27,866,900	35,455,900	6,123,000	41,578,900

<u>Actual 2021-2022</u>	<u>Estimated 2022-2023</u>	<u>Base 2023-2024</u>	<u>Cost Increase 2023-2024</u>	<u>Recommended 2023-2024</u>
-----------------------------	--------------------------------	---------------------------	------------------------------------	----------------------------------

405.00 Bureau of Environment and Planning

The Bureau of Environment and Planning provides transportation and traffic planning, monitors environmental impacts of transportation projects, and distributes mass transit grants. Sales tax collected on commercial water vessels and rail fuel, as part of the transportation equity fund, is used for construction and capital improvements of water port facilities and shortline rail systems. In addition, this bureau ensures the safety of the state's waterways and railways through routine inspections. The bureau also controls outdoor advertising and easements.

Full-Time	226	247	229	0	229
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
Total	226	247	229	0	229
Payroll	17,043,000	23,821,100	25,032,900	0	25,032,900
Operational	186,168,500	231,050,500	249,337,400	60,000,000	309,337,400
Total	\$203,211,500	\$254,871,600	\$274,370,300	\$60,000,000	\$334,370,300
State	111,440,000	111,978,900	92,757,300	60,000,000	152,757,300
Federal	88,984,300	141,873,400	179,541,400	0	179,541,400
Other	2,787,200	1,019,300	2,071,600	0	2,071,600
400.00 Total Transportation					
Full-Time	4,516	4,516	4,016	0	4,016
Part-Time	5	5	5	0	5
Seasonal	0	0	0	0	0
Total	4,521	4,521	4,021	0	4,021
Payroll	310,731,900	379,322,700	399,782,700	0	399,782,700
Operational	1,956,340,900	2,915,591,600	2,298,087,800	3,312,123,000	5,610,210,800
Total	\$2,267,072,800	\$3,294,914,300	\$2,697,870,500	\$3,312,123,000	\$6,009,993,500
State	1,051,731,200	1,918,142,100	1,205,703,500	3,306,000,000	4,511,703,500
Federal	1,159,858,300	1,338,388,100	1,442,497,500	0	1,442,497,500
Other	55,483,300	38,384,100	49,669,500	6,123,000	55,792,500

Budget Process



Budget Process

Table of Contents



The Budget Process	B-357
Basis of Budgeting and Accounting	B-361

The Budget Process

Preparation of the Governor's annual budget for the State of Tennessee is the responsibility of the Commissioner of Finance and Administration, who is the State Budget Director.

Within the Department of Finance and Administration, the Division of Budget is responsible for budget development. Preparation, deliberation, and execution of the budget is a continual process throughout the year. This process regularly involves the legislative and executive branches, with occasional counsel from the judicial branch. The following table indicates the participants in the budgetary process and an approximate time schedule.

Function	Participants	Schedule
Preparation of Strategic Plans	Departments and Agencies	June July August
Executive Review of Strategic Plans	Commissioner of F&A	August September
Budget Planning and Estimation	Budget Division Departments and Agencies	July August September
Preparation of the Budget	Budget Division	October November December * January
Legislative Deliberation	General Assembly	* February-May
Budget Execution	Budget Division Legislative Committees Departments and Agencies	July-June
Legislative Review	Departments and Agencies Finance Committees	July-June
Comptroller's Performance Review	Comptroller of the Treasury	Following Year July-June

*Note: The law requires the Governor to submit the Budget to the General Assembly prior to February 1, except at the beginning of a gubernatorial term, when the deadline is prior

to March 1; unless, in either case, the General Assembly by joint resolution authorizes a later date.

Preparation and Executive Review of Strategic Plans

The Governmental Accountability Act of 2013 amended the Governmental Accountability Act of 2002, which requires strategic planning, performance measures, and performance audits. The Commissioner of Finance and Administration annually issues instructions for strategic plans and performance measures to the executive branch agencies, which are due to the commissioner by August 15 each year. The commissioner reviews the plans and measures, revises as deemed necessary, approves, and submits the strategic plans to the Governor and General Assembly by September 30 of each year. The judicial and legislative branches, the constitutional officers, and the Attorney General and Reporter submit plans separately to the Governor and General Assembly by September 30.

Budget Planning and Estimation

Immediately after a new fiscal year begins each July, the staff of the Division of Budget begins making plans for the budget that will be considered by the General Assembly for the subsequent fiscal year. These plans include updating instructions used by departments and agencies in presenting operational and capital budget requests to the Division of Budget.

The instructions, which are distributed to agencies in August, include submitting three levels of requests: (a) a base request, which accommodates the continuation of current services, (b) a cost increase request, which includes funds to implement mandated requirements, compensate for revenue reductions, initiate new programs, or enhance the base level due to increased costs of providing current services, and (c) a base budget reduction request. As part of a cost increase request, agencies may request to use statutory

The Budget Process

reserves, which are funds held for future needs or special purposes as designated in statute and / or the Appropriations Bill.

The legal deadline for completing and transmitting budget requests is the first of October. During the preparation period, the Division of Budget staff meets as needed with agencies' fiscal, capital, and program personnel to answer questions and provide assistance with developing agencies' budget requests.

In addition to projecting expenditure levels, estimates of the major revenue sources, such as the sales, franchise, excise, and gasoline taxes, are prepared for both the current and next fiscal years. The revenue estimates are prepared by the Commissioner of Finance and Administration after receiving advice from the State Funding Board, as required by TCA section 9-4-5202. All revenue estimates, including estimates for licenses and fees, are part of the budget review by the Commissioner of Finance and Administration, the Governor, and the Commissioner of Finance and Administration's and the Governor's staffs.

Preparation of the Budget

Chapter 33 of the Public Acts of 1937 grants the Governor the authority and duty to develop and submit to the General Assembly a recommended budget. The law directs the Commissioner of Finance and Administration to prepare the budget in accordance with the Governor's directives.

After receiving agency operational and capital budget requests, analysts with the Division of Budget begin the process of balancing expenditures against estimated revenues. Capital budget requests are reviewed in conjunction with the Real Estate Asset Management office.

Following analysis of the operational and capital requests and available funding, as well as resolving any questions about the requests with agencies, detailed recommendations are made to the Commissioner of Finance and Administration. Meetings are convened with department commissioners and agency

directors by the Commissioner of Finance and Administration.

After these meetings are completed, the Division of Budget staff makes revisions and presents the estimates to the Commissioner of Finance and Administration for his and the Governor's consideration. The Governor and the commissioner review the recommendations resulting from these hearings and consider necessary alterations to fit within the scope of the administration's initiatives, activities mandated by state or federal statute, day-to-day operations, and estimated revenues. The Governor may choose to conduct meetings or budget hearings with department commissioners and may direct them to submit plans for further budget adjustments.

After gubernatorial decisions have been finalized, the staff of the Division of Budget prepares the Budget Document for printing. Meanwhile, work begins on the Governor's Budget Message. The Budget Document must be presented to the General Assembly prior to February 1, or prior to March 1 when a newly elected Governor takes office, unless the General Assembly by joint resolution allows submission on a later date. At the time the Budget Document and Budget Message are presented, the appropriation process is initiated.

Legislative Deliberation

The Appropriations Bill, prepared by the Division of Budget, is introduced and referred to the Finance, Ways and Means committees of both houses of the Legislature. The various standing committees of the houses may review those parts of the Appropriations Bill that fall within the committees' purviews. The departments and agencies often are invited to testify before these committees on budget issues.

After these committees report the committees' reviews, the Finance, Ways and Means committees begin hearings on the budget in its entirety. Again, the departments may testify, and the Commissioner of Finance and Administration is invited to discuss the budget recommendations. Considerations made by the committees

include the fiscal impacts caused by other legislation introduced by the members of both houses, recommendations of other legislative committees, and Appropriations Bill amendments filed by members of the Legislature. The Finance, Ways and Means committees of each house report out the Appropriations Bill with any recommended amendments.

The Appropriations Bill is then sent to Calendar committees of each house to be scheduled for floor action. The Senate and House of Representatives must pass the same Appropriations Bill in the same form for it to be enacted into law. Approval of the General Appropriations Bill usually occurs during the last week of the legislative session. In signing the bill into law, the Governor may line-item veto or reduce specific appropriations. The Governor could veto the entire bill, but this rarely would be done. Any veto may be over-ridden by a majority of the elected members, each house acting separately. Tennessee has a tradition of enacting a single General Appropriations Act.

Budget Execution

When passage of the Appropriations Bill is complete and is signed or enacted into law, the execution of the act begins. Two important concepts are involved: preparation of work programs and development of allotment controls.

Invariably, there are changes to the Budget Document presented by the Governor to the General Assembly. These changes are made by amending the Appropriations Act during the adoption process. Analysts of the Division of Budget and fiscal personnel in the departments and agencies have the responsibility of reconciling the approved Appropriations Act with the Budget Document. This may involve increases or decreases to the agency allotments. The Division of Budget establishes an annual allotment for each agency and division using the reconciled Appropriations Act. This annual allotment, called the official work program, is provided to the Division of Accounts as a means of spending control.

The agencies and divisions spend against these allotments during the fiscal year.

The approved Appropriations Act also contains overappropriation amounts, or reversion, which is the return of any unused portion of appropriation or revenue overcollection. The Division of Budget estimates the proportion of the total reversion in the Appropriations Act to be allocated to each agency and informs each agency of its target reversion.

Budget execution is a process that continues throughout the fiscal year. In addition to the daily review of numerous operational and personnel transaction requests, the budget analysts must ensure that the legislative intent of the Appropriations Act is being followed by the various departments and agencies. Analysts review the status of the various allotments and reversion targets and advise the Commissioner of Finance and Administration of any problems. Analysts may also receive agency requests for supplemental appropriations for state dollars after the beginning of the fiscal year, which become part of the next year's budget discussions and recommendations to be included in the next Budget Document and Appropriations Bill.

Additionally, analysts may receive agency requests for new federally or other funded programs, expansions of existing federally or other funded programs, or redirected funds after the beginning of the fiscal year. These requests, known as expansion requests, are reviewed within the Division of Budget, and then sent to the Finance, Ways and Means committees for approval. Agencies may not expand programs or implement new programs on the agencies' own authority. This expansion procedure is not used to increase allotments funded from state tax revenue sources. No appropriations from state tax sources may be increased except pursuant to appropriations made by law.

At the end of the fiscal year, the Division of Budget has the responsibility of executing revisions to the annual allotments as a function of the accounts closing process. At

The Budget Process

closing, agencies may request to carry forward unexpended state appropriations for the specified purpose, provided the agencies have the authority in statute or the Appropriations Act to do so. Agencies may request to use reserve funds, which are funds held for future needs or special purposes, with statutory reserve authority. The Commissioner of Finance and Administration can approve agency requests for carry forwards and use of reserve funds.

TCA section 4-3-1016 gives the Commissioner of Finance and Administration authority to deny carry forwards for and to transfer funds to the general fund to meet funding requirements, subject to specific provisions in the Appropriations Bill. The funds, reserves, and programs authorized for transfer are listed in the above TCA citation. These transfers are known as reserve taking to close the fiscal year.

Legislative Review

Further legislative review and control is maintained throughout the year through the Fiscal Review Committee and the Finance, Ways and Means committees.

In addition to the review of agency activities by these bodies, the Finance, Ways and Means committees review and approve expansion requests of new or existing

federally or other funded programs. If the expansion request is approved, the Commissioner of Finance and Administration may allot the additional departmental revenue to implement the proposed or expanded program.

Additionally, a committee comprised of the Speakers of the House and the Senate, and the Comptroller of the Treasury must approve a transfer of appropriations between allotments for purposes other than those for which they were appropriated after approval of the Commissioner of Finance and Administration.

Comptroller Audit and Review

Post-audit and performance review are functions that continue throughout the fiscal year. The Division of State Audit, within the Comptroller's Office, has the duty of conducting, supervising, and monitoring the audits and performance reviews of all state departments and agencies, intermediate care facilities receiving Medicaid funds, and other entities receiving state grants.

The General Assembly may review the Comptroller's audit reports and performance reviews, and agency personnel may respond to inquiries about activities and programs under the agency's jurisdiction.

Basis of Budgeting and Accounting

Budgeting Basis

The annual Budget of the State of Tennessee is prepared on the modified accrual basis of accounting – the method under which revenues are recognized when they become available and measurable, and expenditures are recognized when the liability is incurred. Most appropriations generally lapse at the end of each fiscal year. Appropriations for contractual obligations in the highway fund do not lapse at year end but are carried forward for subsequent year expenditures. In addition, it is the state's budgetary practice to appropriate matching dollars for jointly funded projects in the year of federal apportionment. Most revenue collection estimates are presented on a modified accrual basis, consistent with the basis of accounting explained below.

The law requires the Governor to present his proposed Budget to the General Assembly annually. The General Assembly enacts the Budget through passage of a general appropriations act. This act appropriates funds at the program level. Before signing the Appropriations Act, the Governor may veto or reduce any specific appropriation, subject to legislative override. Once passed and signed, the Budget, in the form of the Appropriations Act, becomes the state's financial plan for the coming year.

Budgetary control is maintained at the program level by the individual departments and agencies, acting in conjunction with the Department of Finance and Administration. The latter has a Division of Budget and a Division of Accounts to execute budgetary controls. The Budget Document details the separation between payroll and operational funds by program. Any movement of funds between the payroll and operational funds requires approval and a revision to the budget by the Division of Budget on behalf of the Commissioner of Finance and Administration and the Governor. Other budget revisions during the year, reflecting program changes or intradepartmental transfers of an administrative nature, require certain executive and legislative branch approval, pursuant to law. This is

discussed in detail in the "Budget Process" section. With proper legal authority, the Division of Budget, acting on behalf of the Governor and Commissioner of Finance and Administration, may execute allotment (or budget) revisions. The line agencies may not make these revisions themselves. In Tennessee, as in other states, appropriation of funds is a legislative power, not an executive power. No expenditures may be made and no allotments increased, except pursuant to appropriations made by law.

For Budget Document purposes, all funds are classified as **General Fund** except for the Department of Transportation (transportation, or highway fund), Capital Outlay (capital projects fund), facilities revolving fund, debt service (or sinking) fund, and Cities and Counties – State-Shared Taxes (Local Government Fund). The Education Trust Fund, including the Lottery for Education Account, for which state tax revenues are estimated separately, is included in the general fund in the presentation of the "Budget Overview," although a separate fund balance statement for this fund is included in the "Financial Statements" section of the Budget Document.

The presentation of all the operating budgets within the **General Fund** in the Budget Document, except for Transportation, is done for ease of budget presentation and understanding. In the Budget Document, revenue estimates for special revenue, internal service, and enterprise fund programs, funded by dedicated revenues, are included in the state tax revenue and departmental revenue estimates in the general fund, as are those programs' expenditures.

Special Revenue Fund programs reflected in the general fund in the Budget Document are:

- Wildlife Resources Agency
- Boating Safety
- Wetlands Acquisition Fund
- Wetlands Compensation Fund
- Tennessee Public Utility Commission
- Education Fund

Agricultural Resources Conservation Fund
Certified Cotton Growers' Organization Fund
Agricultural Regulatory Fund
Local Parks Acquisition Fund
State Lands Acquisition Fund
State Lands Compensation Fund
Used Oil Collection Program
Tennessee Dry Cleaners Environmental Response Fund
Abandoned Lands
Hazardous Waste Remedial Action Fund
Underground Storage Tanks
Solid Waste Assistance
Environmental Protection Fund
Criminal Injuries Compensation
911 Emergency Communications Fund
Motorcycle Rider Education
Driver Education
Anti-Theft Unit
Board of Professional Responsibility
Tennessee Lawyers Assistance Program
Continuing Legal Education
Help America Vote Act
Vehicle Tag and Analogous Fees
Opioid Abatement Fund.

Internal Service Fund programs reflected in the general fund in the Budget Document are:

Records Management
Risk Management Fund
TRICOR
Strategic Technology Solutions
Division of Accounts
Enterprise Resource Planning
Business Solutions Delivery
Postal Services
Motor Vehicle Management
Printing and Media Services
Procurement Office
Warehousing and Distribution
Human Resources Executive Administration
Human Resources Leadership and Learning Development
Human Resources Management Services
Human Resources Office of General Counsel
Human Resources Business Solutions
Human Resources Office of People, Performance and Culture.

Enterprise Fund programs reflected in the general fund in the Budget Document are:

Tennessee Housing Development Agency
Grain Indemnity Fund
Client Protection Fund.

In the "Budget Overview," **Education Trust Fund** programs are presented in the general fund, although the tax apportionments for the education fund are separately estimated. This, again, is done for ease of presentation and understanding of the Budget. It also is done because the taxes earmarked and apportioned to the education fund are less than the education appropriations, requiring general fund tax support for education programs.

The programs in the Education Trust Fund are: (1) Department of Education (K-12), including general-source programs and the dedicated-source After-School Programs Special Account, funded by 100% of unclaimed lottery prizes; (2) Higher Education, including state appropriations for the University of Tennessee, the State University and Community College System, Locally Governed Institutions, the Foreign Language Center, and the dedicated-source appropriation in the Lottery for Education Account; and (3) all funding sources for programs of the Higher Education Commission and the Tennessee Student Assistance Corporation.

In the Budget Document, certain institutional revenues for the two university systems are estimated. These include unrestricted educational and general revenues (E&G), and auxiliary enterprise funds. Examples of unrestricted E&G funds are student tuition and fees; unrestricted state, federal, local, and private gifts, grants, and contracts; local appropriations; and sales and services related to academic programs. Restricted funds are not reflected in the Budget Document.

Although presenting the operating budgets in this consolidated fashion makes the Budget Document easier to understand, the Annual Comprehensive Financial Report (ACFR) does present the special revenue and other funds separately from the general fund. The Division

of Accounts provides that document to the General Assembly and the public.

Accounting Basis

(*From Division of Accounts, Annual Comprehensive Financial Report*)

The financial statements of the State of Tennessee are prepared in conformity with generally accepted accounting principles, as prescribed by the Governmental Accounting Standards Board (GASB). These principles require that the financial statements present the primary government and its component units, or the entities for which the government is considered to be financially accountable. Component units are discretely presented in a separate column in the government-wide financial statements to emphasize legal separation from the primary government.

In the government-wide financial statements, the financial activities of the state are reported as governmental or business-type activities. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

In the fund financial statements, the state's major **governmental funds** include:

General Fund – used to account for all financial transactions not required to be accounted for in other funds;

Education Fund – used to account for revenues and expenditures associated with programs involving the Departments of Education and Higher Education. Funding is provided primarily from the dedicated sales and services taxes and federal monies received from the U.S. Department of Education. Net education lottery proceeds and 100% of unclaimed lottery prizes fund higher education scholarships and after-school programs;

Highway Fund – used to account for revenues and expenditures associated with the Department of Transportation. Funding is provided from dedicated highway user taxes

and funds received from the various federal transportation agencies;

Capital Projects Fund – used to account for the acquisition or construction of all major governmental capital facilities; and,

State Shared Taxes Fund – used to account for the sharing of state levied tax revenues and certain fees with local city and county governments as authorized by state statutes.

The state's non-major **governmental funds**, reported in a single column, include:

Special Revenue Fund – used to account for specific revenues earmarked to finance particular or restricted programs and activities;

Debt Service Fund – used to account for the payment of principal and interest on general long-term debt; and,

Permanent Funds – used to account for legally restricted funds where only earnings, not principal, can be spent.

All of the governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis, revenues are recognized when they become measurable and available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are typically recorded only when payment is due.

Principal revenue sources considered susceptible to accrual include taxes, federal funds, local funds, and investment income. Taxes and similarly measurable fees and fines, are generally considered to be available if collected within 60 days after fiscal year-end. Grants and similar items are recognized as revenue when all eligibility requirements imposed by the provider have been met, and the amount is received during the current period or within six months after fiscal year-end. The state uses this same six-month availability period for most other measurable revenues. However, tobacco and similar litigation

settlement proceeds are generally considered available if collection is expected within 12 months after fiscal year-end. Licenses, permits, and other similar miscellaneous revenue items are considered measurable and available only when cash is received by the state.

The state's **proprietary fund** financial statements include:

Enterprise Funds – used to account for the operations of self-sustaining state agencies providing goods or services to the general public on a user-charge basis. Two of these funds are considered major funds – sewer treatment loan fund and employment security fund. Non-major funds are reported in a single column; and,

Internal Service Funds – used to account for goods or services provided to other departments or agencies of the state or other governments, on a cost reimbursement basis. These funds are reported in a single column.

The proprietary funds are accounted for on the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The state's **fiduciary funds** financial statements include:

Pension and Other Employee Benefit Trust Funds – used to account for activities of the defined benefit pension plans administered by the Tennessee Consolidated Retirement System, the defined contribution pension plans, the deferred compensation plans, the employee flexible plans, higher education 403(b) plan fund, and the state of Tennessee Postemployment Benefit Trust;

Investment Trust Fund – used to account for deposits belonging to entities outside of the state's financial reporting entity.

Private-Purpose Trust Funds – used to report trust arrangements under which the principal and income benefit individuals, private organizations, or other governments; and,

Custodial Funds – used to account for assets the state holds on behalf of others.

Fiduciary fund types are used to account for resources held in a trustee or agency capacity for others and cannot be used to support the government's own programs. The fiduciary funds are accounted for on the accrual basis of accounting, except for agency funds, which are custodial in nature and do not involve measurement of operations.

Discretely presented component units include:

Tennessee Student Assistance Corporation (TSAC)
Tennessee Community Services Agency
Tennessee Certified Cotton Growers' Organization
Tennessee Housing Development Agency
Tennessee Local Development Authority
Tennessee Veterans' Homes Board
Tennessee State School Bond Authority
State University and Community College System
University of Tennessee Board of Trustees
Tennessee Education Lottery Corporation
Access Tennessee.

Glossary and Index



Glossary and Index

Table of Contents



Glossary of Budget Terms	B-369
Index.....	B-374

Glossary of Budget Terms

A

Accrual Basis of Accounting - Records revenues in the period in which they are earned and become measurable; expenses are recorded in the period incurred, if measurable.

Agency - Any department, commission, board, authority, government-owned corporation, or other independent governmental entity.

Allotment - Funds established for agency expenditure, in accordance with the appropriations made by the General Assembly.

Allotment Code - The five-digit number used to designate a program or programs for budgeting and accounting purposes.

Appropriation - The amount authorized by the General Assembly to be allocated from a fund to an allotment code. Also, in the context of funding type, the general state revenue allocated to an allotment code by the General Assembly.

Appropriations Bill - Annual legislation authorizing the allocation and expenditure of funds for a two-year period: the year of bill passage and the subsequent year. The bill also sets policies, assigns certain responsibilities, and at times, specifies legislative intent on certain issues.

Authorized Positions - The maximum number of positions an agency may establish at any given time; authorized positions must receive legislative approval by legislation,

by expansion, or by inclusion in the Governor's recommended budget document.

B

Balanced Budget - A budget in which the expenditures incurred during a given period are matched by revenues.

Base Budget - The estimated expenditures and associated revenues or appropriation necessary to maintain the current level of service or activity.

BEP - The Basic Education Program is the formula that determines the funding level each school system needs in order to provide a basic level of service for all students. This formula ends June 30, 2023.

Budget Request - The annual spending and revenue plan submitted by each agency for review by the Department of Finance and Administration, the State Comptroller, and the Fiscal Review Committee.

C

Capital Budget - The portion of the budget devoted to proposed additions or maintenance to capital assets and the means of financing those additions.

Capital Maintenance - Major non-routine repairs and replacements unrelated to new construction. Improvements of this type have a cost of \$100,000 or more.

Glossary of Budget Terms

Capital Outlay - Expenditures that result in the acquisition of or addition to major fixed assets (e.g., land, buildings, and equipment related to construction).

Clean Water Act - Federal laws designed to restore and maintain the nation's air and water supply.

Component Unit - Entities for which the state is considered financially accountable.

Cost Increases - Increases in departmental budgets needed to implement mandated requirements, compensate for revenue reductions, initiate new programs, or enhance the base level.

CPI - The Consumer Price Index is required by state law for judges' salary adjustments. A year-to-year comparison of the average CPI (For All Urban Consumers: All Items) is used to index the statutory adjustment.

Current Services Revenue - Program funds generated by a specific activity to support that activity. This includes fees and assessments, gifts, and interest from reserves or endowments (e.g., licenses, permit and certificate fees, and inspection fees).

E

Earmarked Funds - Funds that are legislatively limited in how they can be expended.

Education Trust Fund - The fund into which all revenues earmarked and allocated exclusively for educational purposes are deposited.

EEO - Equal Employment Opportunity is a series of policies and procedures enacted by the Department of Human Resources to comply with federal laws governing fair employment practices as provided in the Equal Employment Opportunity Act.

EMS - Emergency Medical Services provide pre-hospital emergency medical care and medical transportation systems, primarily ambulatory services.

EPF - The Environmental Protection Fund, administered by the Department of Environment and Conservation, to improve performance in permitting, monitoring, investigation, enforcement, and administration of the department's function under each regulatory program.

D

Debt Rating - A measure of a governmental entity's ability to pay debt on bonds, etc.

Debt Service Fund - Funds used to retire bonds in an orderly process over the bonds' life. Each year, the state sets aside a sum of money equal to a certain percentage of the total bond issue.

F

Families First - This program, administered by the Department of Human Services, replaced Aid to Families with Dependent Children and provides time-limited cash grants, education, job training, childcare, employment assistance, and transitional benefits to poor or low-income Tennesseans in order to reduce or eliminate welfare dependency.

Federal Funds - Funds received from federal government agencies for the support of programs at state and local levels.

Glossary of Budget Terms

Federal funds are received by way of block grants, entitlement programs, and specific grants.

Fiscal Year - A 12-month accounting period; in Tennessee, July 1 through June 30.

FRF - The Facilities Revolving Fund, which is a self-perpetuating fund for the maintenance and renovation of state-owned buildings and the leasing of office space.

FRF Debt Service - Expenses for principal, interest, and discounts on bonds and other types of borrowed money.

Fund - A repository of money set aside for a specific purpose.

Fund Balance - Excess of the assets of a fund over its liabilities and reserves.

G

Geier Desegregation Settlement - A settlement agreement implemented in January 2001 to end the Geier higher education lawsuit, originally filed in 1968. The agreement resulted in dismissal of the lawsuit in September 2006. The agreement was intended to create a system of public higher education that preserves and enhances access and opportunities at Tennessee's public colleges and universities.

General Fund - The fund maintained by the Treasurer into which revenues collected by the state, other than highway taxes, are deposited for appropriation by the General Assembly to support the operation of state agencies.

GIS - Geographic Information System is a computer-based system for managing spatial data and mapping applications. Spatial data

includes roads, elevation data, streams and lakes, imagery, and parcel boundaries.

Governmental Accountability Act - Law enacted in 2002 and amended in 2013 that requires strategic planning, performance measures, and performance audits.

H

Highway Fund - The fund maintained by the Treasurer into which certain revenues collected by the state are deposited for appropriation by the General Assembly to the Department of Transportation. Revenues generated mostly from petroleum-related taxes comprise the Highway Fund.

I

Interdepartmental Revenue - Revenue received by one entity of state government from another entity of state government. These funds are received as reimbursement of shared costs, as a grant, or as some other inter-agency agreement.

L

LEA - Local Education Agency, which is defined as any county, city, or special school district, unified school district, school district of any metropolitan form of government, or any other school system established by law.

LGI - Locally Governed Institutions

Liability - An obligation that legally binds the state to settle a debt.

Glossary of Budget Terms

M

MCO - Managed Care Organization, which is responsible for managing the distribution of medical services for the TennCare program.

Modified Accrual Basis of Accounting - Recognizes revenues in the period in which they become available and measurable; revenues are considered available when they will be collected, either during the current period or soon enough after the end of the period to pay current year liabilities.

N

Ned McWherter Scholars Program - In-state scholarships offered to academically outstanding Tennessee high school students, to encourage them to attend college in Tennessee.

Non-Recurring Funds - Funds that are appropriated to be used for a one-time expense.

O

Operating Budget - Money that is necessary to maintain a program, excluding the cost of capital construction.

Other Revenue - A collection of funding sources, excluding state appropriations and federal funds that are generally from local governments, current services, and interdepartmental activities.

Overappropriation - The anticipated savings resulting from position vacancies and other unexpended funds.

Overlapped - Term used when an appointing authority places more than one

incumbent into a single position. This is subject to budgetary limits as well as approval of the Department of Human Resources.

P

Performance Measure - A quantitative or qualitative indicator that is used to assess performance.

Program - Any of the major activities of an agency expressed as a primary function.

R

Rainy Day Fund - A fund established to ensure stability in the event of an extended economic downturn (also referred to as the Revenue Fluctuation Reserve Fund).

Recommended Funding - The funds proposed by the Governor for legislative approval, including the base budget and cost increases.

Recurring Funds - Funds that are appropriated on an ongoing basis.

Reserve Funds - Funds held for future needs or a special purpose.

Reversion - The return of the unused portion of an appropriation to the fund from which the appropriation was made.

Revolving Fund - A fund provided to carry out a cycle of operations. The amounts expended from a fund of this type are restored by earnings from operations or by transfer from other funds. Thus, the fund is always intact in the form of cash, receivables, inventory, or other assets.

Glossary of Budget Terms

S

Section 8 - A federally funded rental subsidy program offered through the Tennessee Housing Development Agency for individuals and families with very low incomes.

Sinking Fund - See **Debt Service Fund**.

Special Schools - Schools operated by the state Department of Education to provide educational opportunities in residential settings for legally blind, deaf, and multi-disabled children ages preschool to 21, and to provide a model rural high school.

Subsequent Injury and Vocational Recovery Fund - A fund providing money for judgments against the State of Tennessee and for legal costs awarded by the state in order to encourage employers to hire workers with prior injuries or disabilities.

Supervision Fees - Fees collected from felons under the supervision of the Department of Correction, used to defray the costs of supervision and rehabilitation.

Supplemental Appropriation - Additional appropriations to the original allotment authorized by the General Assembly after the beginning of the fiscal year.

T

TANF - Temporary Assistance for Needy Families is a federal program administered by the Department of Human Services and provides cash grants for families with financial need and dependent children deprived of support or care.

TCAP - The Tennessee Comprehensive Assessment Program, which is used to assess academic progress of Tennessee students at specified points in their academic career.

TBR - Tennessee Board of Regents

THEC - Tennessee Higher Education Commission

TISA - The Tennessee Investment in Student Achievement is the formula that determines funding by the needs of the individual student. This formula begins July 1, 2023.

TVA - The Tennessee Valley Authority, which is a federal power-producing and economic development program.

Tobacco Master Settlement Agreement - A settlement agreement, signed by attorneys general representing 46 states in November 1998, with the major cigarette companies to settle all lawsuits seeking to recover the Medicaid costs of treating smokers. The agreement imposes restrictions on advertising, marketing, and promotion and requires the manufacturers to make annual payments to states.

U

UT - University of Tennessee System

W

West Tennessee River Basin Authority - The authority preserves the natural flow and function of the Hatchie, Obion, and Forked Deer river basins.

Index

A

Abandoned Lands	B-300
Academic Offices	B-105
Academic Scholars Program	B-118
Accounts, Division of (Finance and Administration)	B-58
Achievement School District	B-111
Administration:	
Children's Services	B-197
Commerce and Insurance	B-307
Correction	B-247
Education	B-102
Finance and Administration	B-56
General Services	B-66
Health	B-176
Human Services	B-190
Intellectual Disabilities Services	B-183
Labor and Workforce Development	B-315
Military	B-261
Revenue	B-73
Safety	B-267
TennCare.....	B-167
Transportation, Bureau of	B-350
Veterans Services.....	B-71
see also Administrative Services	
Administration and Grants (Agriculture)	B-335
Administration and Marketing (Tourist Development).....	B-341
Administration Services (Legislative).....	B-29
Administration Support Services (Comptroller)	B-38
Administrative Office of the Courts	B-230
Administrative Services:	
Economic and Community Development	B-343
Environment and Conservation	B-289
Mental Health	B-170
Adoption Services	B-198
Adult Basic Education	B-318
Advisory Commission on Intergovernmental Relations	B-55
After-School Programs Special Account	B-106
Agency Base Budget Reductions	A-29
Aging and Disability, Commission on .	B-164
Agricultural Regulatory Fund	B-338
Agricultural Resources Conservation Fund	B-336
Agriculture, Department of	B-335
Air National Guard	B-262
Air Pollution Control	B-297
Alcoholic Beverage Commission	B-243
Alvin C. York Institute	B-112
American Rescue Plan	A-47
Animal Health	B-338
Anti-Theft Unit	B-77
Appeals and Hearings	B-191
Appellate and Trial Courts	B-227

Appellate Court Clerks	B-232
Archaeology	B-290
Armories:	
Maintenance	B-262
Utilities	B-262
Army National Guard	B-261
Arts Commission, Tennessee	B-287
Attorney General and Reporter	B-236
Auctioneer Education and Recovery Fund	B-309
Audit:	
Division (Revenue)	B-76
Division of Local Government Audit	B-41
Division of State (Comptroller)	B-41
Austin Peay State University	B-132
Authorized Positions:	
Change, Recommended Fiscal Year 2023-2024 Change from Estimated Fiscal Year 2022-2023	A-37
Comparison of	A-36
Auto Theft Investigations	B-270
Available Funds Fiscal Year 2022-2023 ..	A-26

B

Balance Sheet:	
Debt Service Fund	A-121
Education Fund	A-117
General Fund (Comparative)	A-116
Highway Fund	A-118
Base Appropriations Preserved by Proposed Assessment Legislation	A-32
Base Budget:	
Adjustments, Preliminary	A-28
Reductions by Department	A-29
Basis of Budgeting and Accounting	B-361
Benefits Administration	B-56
BEST Prepaid	B-48
Bledsoe County Correctional Complex ..	B-252
Board of:	
Education, State	B-102
Equalization, State	B-44
Law Examiners	B-233
Parole	B-246
Professional Responsibility (Court System)	B-233
Regents, Tennessee	B-129
Boards:	
Health Related	B-177
Regulatory	B-309
Boating Safety (Tennessee Wildlife Resources Agency).....	B-304
Boilers, Elevators, and Amusement Devices	B-316

Index

Bond Fund:	
Statement of Appropriations in Lieu of Issuing Bonds.....	A-124
Statement of Authorized and Unissued	A-122
Statement of Bonded Indebtedness .	A-125
Statement of Bonds Sold	A-123
Broadband Accessibility	B-348
Budget:	
Division of (Finance and Administration)	B-58
General Fund (Pie Chart)	A-7
Process	B-357
Overview	A-1
Overview, Preliminary Base Budget Adjustments	A-28
Total State (Pie Chart)	A-6
Bureau of:	
Administration (Transportation)	B-350
Engineering (Transportation)	B-351
Environment and Planning (Transportation)	B-352
Ethics and Campaign Finance	B-34
Operations (Transportation)	B-351
Business Development (Agriculture)	B-337
Business Development (Economic and Community Development)	B-344
Business Solutions Delivery	B-60
C	
Campus Centers of Emphasis	B-117
Capital Appropriations From Bonds, Current Funds, and Other Revenues (Proposed)	A-134
Capital Appropriations From Bonds, Current Funds, and Other Revenues (Summary of Proposed)	A-133
Capital Budget (Introduction)	A-131
Commonly Used Abbreviations	A-152
Capital Maintenance:	
Appropriations from Bonds, Current Funds, and Other Revenues (Proposed)	A-136
Project Descriptions	A-145
Capital Outlay and Facilities Program	A-127
Capital Outlay Project Descriptions	A-141
Capital Projects:	
Facilities Revolving Fund	A-153
From School Bonds and Other Sources (Proposed)	A-139
Funded from Dedicated Revenues ..	A-138
Career Ladder	B-105
CARES ACT, Coronavirus Relief Fund	A-46
Cemetery Consumer Protection Fund	B-310
Centers of Excellence	B-116
Centers of Regional Excellence (CORE) B-	107
Certified Cotton Growers' Organization Fund	B-336
Certified Public Administrators	B-46
Charter School Commission.....	B-103
Child:	
and Family Management	B-199
Care Benefits	B-191
Support (Human Services)	B-193
Support Enforcement, IV-D (District Attorneys General Conference) .	B-239
Support Referees (Court System)	B-228
Children and Youth, Commission on ...B-163	
Children's Services, Department ofB-197	
Civil Legal Representation Fund	B-229
Claims and Compensation	B-50
Clean Water and Drinking Water: State Revolving Fund	B-298
Client Protection Fund	B-234
Collection Services (Revenue)	B-76
College, Career and Technical Education B-	110
Commerce and Insurance, Department of	B-307
Commission on Aging and Disability ...B-164	
Commission on Children and YouthB-163	
Communicable and Environmental Disease and Emergency Preparedness (Health)....	B-180
Communications (Safety)	B-268
Communications and Public Affairs Office	B-39
Community:	
Corrections	B-250
Intellectual Disabilities Services	B-183
Mental Health Services	B-171
Services (Human Services)	B-193
Substance Abuse Services	B-171
Community and Medical Services	B-180
Community and Rural Development	B-347
Comparative Balance Sheet	
<i>see Balance Sheet</i>	
Comparative Statement of Revenues of Regulatory Boards	A-66
Comparison of:	
Appropriation Requirements and State Revenues, General Fund and Education Fund:	
2022-2023.....	A-10
2023-2024.....	A-11
Appropriations and Funding Requirements, Department of Transportation	A-12
Appropriations by Funding Sources, Department of Transportation	A-13
Authorized Positions	A-36
Estimated State Tax Revenue for Fiscal Year 2022-2023	A-106
Estimated State Tax Revenue for Fiscal Year 2023-2024	A-107
Personal Income and Appropriation (Summary)	A-38
Programs:	
and Revenue Sources	A-8
by Department	A-17
by Revenue Sources	A-9
Comparison Statement of State Revenues A-	61
Comptroller of the Treasury	B-38
Computerized Title and Registration	

Index

System	B-75
Conservation Compensation Fund	B-294
Constitutional Spending Limit Summary...A-39	
Consumer and Industry Services	
(Agriculture)	B-337
Continuing Legal Education	B-234
Contract Education (Higher Education) ..	B-116
Correction Academy	B-248
Correction, Department of	B-247
Correction Release Centers	B-248
Corrections Institute.....	B-245
Correctional Institutions Statistical Data .	B-258
Cost Increases (by Functional Area):	
Education:	
K-12 Education	B-90
Higher Education - State Administered Programs	B-93
State University and Community College System	B-96
University of Tennessee System	B-94
General Government	B-16
Health and Social Services	B-146
Law, Safety, and Correction	B-210
Resources and Regulation	B-280
Transportation, Business, and Economic Development	B-328
Cost Increases, Departmental	
Summary of	A-30
Council of Juvenile and Family Court	
Judges	B-230
County Rentals (Human Services)	B-190
Court Interpreter Services	B-229
Court System	B-227
CoverKids.....	B-195
CoverRx	B-196
Criminal:	
Injuries Compensation	B-50
Justice Programs	B-57
Custody Services	B-198

D

Data and Research	B-106
Davidson County Public Defender	B-241
DeBerry, Lois M., Special Needs	
Facility	B-254
Debra K. Johnson Rehabilitation Center .	B-251
Debt Management	A-119
Debt Service Fund	
Comparative Balance Sheet	A-121
Statement of Revenues, Expenditures, and Requirements	A-120
Departmental Comparison of:	
Appropriations from State Revenues, Recurring and Non-Recurring	A-24
Recurring Appropriations, Discretionary	
Departmental Summary of Cost Increases	A-30
Developmental Disabilities, Council on	B-166
Disability Determination	B-194
Distribution Center	B-69

Distribution of:	
Actual Revenue by Fund,	
2021-2022	A-63
Estimated Revenue by Fund,	
2023-2024	A-65
Revised Estimated Revenue by Fund,	
2022-2023	A-64

District Attorneys General	
Conference	B-238
District Public Defenders Conference ..	B-240
Division of Local Government	
Finance	B-42
DOE Oversight (Environment and Conservation)	B-299
Driver Education:	
Department of Education	B-108
Department of Safety	B-271
Driver License Issuance	B-268
Dry Cleaners Environmental Response Fund, Tennessee	B-296

E

Early Childhood Education	B-106
Early Intervention System, Tennessee	B-186
Early Literacy Foundation (Governor's) ...	B-69
East Tennessee Community Homes	B-186
East Tennessee Regional Office (Intellectual and Developmental Disabilities).....	B-185
East Tennessee State University (ETSU)	B-132
College of Medicine	B-133
College of Pharmacy	B-133
Family Practice	B-133
Economic:	
Development District Grants	B-348
Overview, Tennessee	A-48
Economic and Community Development,	
Department of	B-343
Education (K-12), Department of	B-102
Education Functional Area	B-83
Cost Increases:	
K-12 Education	B-90
Higher Education - State Administered Programs	B-93
State University and Community College System	B-96
University of Tennessee System ..	B-94
Introduction	B-87
Recommended Budget	B-89
Total Personnel and Funding	B-88
Education Fund:	
Comparative Balance Sheet	A-117
Education, Training, and Strategic Planning	B-238
Electronic Monitoring Indigency Fund	B-47
Emergency and Contingency Fund	B-81
Emergency Medical Services	B-177
Employees, Full-Time, Overlapped Over 90 Days	A-40
Energy Efficient Schools Initiative	B-107
Energy Programs, Office of	B-302

Enterprise Resource Planning	B-60
Environment Administration	B-297
Environment and Conservation,	
Department of	B-289
Environmental Health	B-179
Environmental Protection Fund	B-301
ESSA and Federal Programs	B-108
Estimated Revenues Based on Recurring	
Growth Rates, Nov. 2022.....	A-108
Executive:	
Administration (Human Resources) ..	B-63
Department	B-52
Director:	
District Attorneys General	
Conference.....	B-239
District Public Defenders	
Conference	B-240
 F	
Facilities:	
Maintenance	A-153
Operations	A-153
Revolving Fund (FRF)	A-153
Proposed Capital Appropriations ...	A-156
Proposed Facilities Revolving Fund	
Project Descriptions	A-157
Family Assistance Services	B-192
Family Health and Wellness	B-179
Family Support Services	B-197
Fantasy Sports	B-35
FastTrack Infrastructure and Job Training	
Assistance	B-344
Federal Aid Trends	A-41
Film and Television Incentive Fund	B-345
Finance and Administration,	
Department of	B-56
Finance and Administration, Strategic	
Health-Care Programs	B-195
Finance and Administration, TennCare,	
Division of	B-167
Financial Institutions, Department of .	B-314
Financial Statements	A-113
Fire Fighting Personnel Standards and	
Education	B-312
Fire Prevention	B-311
Fire Service and Codes Enforcement	
Academy	B-312
Fiscal Review Committee	B-32
Fleming Training Center.....	B-302
Foreign Language Center, Tennessee	B-123
Forestry:	
Operations (Agriculture)	B-339
Maintenance	B-339
FRF Capital Projects.....	A-154
Capital Appropriations, Proposed ...	A-156
Descriptions	A-157
FRF Debt Service.....	A-154
Funding Summary, All Programs	A-23
Full-Time Employees Overlapped Over 90	
Days.....	A-40

G

General Assembly Support Services	B-29
General Fund:	
Administration Legislation with Fiscal	
Impact	A-33
Budget Pie Chart	A-7
Comparative Balance Sheet	A-116
Supplemental Appropriations	A-27
General Fund and Education Fund,	
Comparison of Appropriation	
Requirements and State Revenues:	
2022-2023.....	A-10
2023-2024	A-11
General Government Functional Area	B-9
Cost Increases	B-16
Introduction	B-13
Recommended Budget	B-15
Total Personnel and Funding	B-14
General Services, Department of	B-66
Geology	B-294
Governor's:	
Early Literacy Foundation	B-69
Office	B-52
Grain Indemnity Fund	B-336
Grants-In-Aid (Education)	B-104
Guardian Ad Litem	B-228
 H	
Hardeman County Agreement –	
Whiteville	B-255
Hardeman County Incarceration	
Agreement	B-255
Harold Jordan Center	B-187
Hazardous Waste Remedial Action Fund.	B-300
Headquarters (Transportation)	B-350
Headquarters Relocation Assistance	B-345
Health:	
Department of	B-176
Facilities Commission	B-165
Licensure and Regulation	B-176
Related Boards	B-177
Services	B-181
Health and Social Services Functional	
Area	B-139
Cost Increases	B-146
Introduction	B-143
Recommended Budget	B-145
Total Personnel and Funding	B-144
Health-Care Planning and Innovation	B-195
Help America Vote Act	B-35
Heritage Conservation Trust Fund,	
Tennessee	B-293
Higher Education	
Capital Maintenance.....	B-119
Commission (Tennessee).....	B-115
State Administered Programs	B-115
State University and Community	
College System	B-129

Index

University of Tennessee System	B-121
Highway:	
Fund, Comparative Balance Sheet ..	A-118
Patrol	B-269
Safety Office (Tennessee)	B-269
Historic Sites, Maintenance of	B-292
Historical Commission	B-290
Homeland Security Grants	B-264
Homeland Security, Office of	B-270
House of Representatives	B-30
Housing Development Agency,	
Tennessee	B-334
HR Management Services.....	B-64
Human Resources Business Solutions	B-64
Human Resources, Department of	B-63
Human Rights Commission, Tennessee .	B-53
Human Services, Department of	B-190

I

Improving Schools Program	B-109
Indigent Defendants' Counsel	B-228
Innovation Programs	B-346
Inspector General, Office of	B-61
Insurance (Commerce and Insurance)	B-307
Insurance Verification (Revenue)	B-75
Intellectual and Developmental Disabilities,	
Department of	B-183
Intellectual Disabilities:	
(Statistical Data).....	B-189
Services (TennCare)	B-168
Services Administration	B-183
Investigations, Division of (Comptroller) .	B-41
Items Not in Sales Tax Base	A-68
IV-D Child Support Enforcement (District Attorneys General Conference)	B-239

J

Job Skills Program, Tennessee	B-345
John S. Wilder Youth Development Center	B-200
Judicial:	
Conference	B-231
Programs and Commissions	B-232

L

Labor:	
and Workforce Development,	
Department of	B-315
Standards	B-318
Laboratory Services (Health)	B-178
Land and Water Conservation Fund	B-290
Law Enforcement Training Academy, Tennessee	B-312

Law, Safety, and Correction Functional Area	B-203
Cost Increases	B-210
Introduction	B-207
Recommended Budget	B-209
Total Personnel and Funding	B-208
Leadership and Learning Development	B-63
Leases and Space Planning (Facilities Revolving Fund).....	A-154
Legislative Administration Services	B-29
Legislature	B-29
Licensure and Regulation (Health)	B-176
Library and Archives, State	B-36
Library System, Regional	B-36
Loan/Scholarship Programs	B-119
Local:	
Government Audit	B-41
Government Finance	B-42
Parks Acquisition Fund	B-292
Locally Governed Institutions	B-132
Lois M. DeBerry Special Needs Facility .	B-254
Lottery for Education Account	B-119
Lottery-Funded Education Programs, Comparison of Appropriation Requirements, Revenues, Reserves, and Scholarship Award Levels	A-34
Lottery Proceeds Estimates, Net (State Funding Board)	A-109
Lottery Scholarship Projections Letter, Tennessee	A-110

M

Maintenance:	
Armories (Military)	B-262
Forestry (Agriculture)	B-339
of Historic Sites	B-292
State Parks	B-292
West Tennessee River Basin Authority	B-296
Major Maintenance: and Equipment (State Building Commission)	B-82
Children's Services	B-200
Correction	B-249
Education (K-12)	B-113
Intellectual and Developmental Disabilities.....	B-187
Mental Health	B-174
Safety.....	B-267
Major Tax Exemptions from Current Tax Base	A-69
Management Services, Office of (Comptroller)	B-38
Mark Luttrell Transition Center	B-252
Medical Services (TennCare)	B-167
Medicare Services	B-168
Megasite Authority of West TN	B-70
Memphis:	
Mental Health Institute	B-173
University of	B-134

Index

Mental Health:	
and Substance Abuse Services,	
Department of	B-170
Institutes (Statistical Data)	B-175
Middle Tennessee:	
Community Homes	B-186
Mental Health Institute	B-172
Regional Office (Intellectual and	
Developmental Disabilities)	B-184
State University	B-134
Military Department	B-261
Minerals and Geologic Resources,	
Division of	B-295
Mines	B-316
Miscellaneous Appropriations	B-79
Moccasin Bend Mental Health Institute ..	B-172
Morgan County Correctional Complex ...	B-254
Motor Vehicle Management	
(General Services)	B-66
Motorcycle Rider Education	B-271
Museum, Tennessee State	B-288

N

Natural Areas	B-291
Needs Assessment (Children's Services)	B-198
Net Lottery Proceeds Estimates (State Funding	
Board)	A-109
911 Emergency Communications Fund ..	B-311
Non-Public Education Choice Programs..	B-104
Northeast Correctional Complex	B-253
Northwest Correctional Complex	B-254

O

Office:	
of Energy Programs	B-302
of Evidence and Impact.....	B-59
of General Counsel (Comptroller)	B-39
of Homeland Security	B-270
of Inspector General	B-61
of Investigations and Conduct	B-249
of Management Services	
(Comptroller)	B-38
of People, Performance and Culture ..	B-65
of State Government Finance	B-42
of State Assessed Properties	B-44
of Sustainable Practices	B-302
of the General Counsel (Human	
Resources)	B-64
 of the Post-Conviction Defender ..	B-242
Office of Research and Education	
Accountability (Comptroller)	B-40
Other Post-Employment Benefits	
Liability	B-80
Operating Funds for Imprisonment	
Changes	B-251
Opiod Abatement Fund	B-173
Organizational Chart, Tennessee State	
Government	B-5

Overlapped, Full-Time Employees over 90	
Days.....	A-40

P

Parks, Tennessee State	B-291
Parole, Board of	B-246
Personal Income and Appropriations Summary,	
Comparison of	A-38
Positions, Comparison of Authorized	A-36
Policy and Federal Programs.....	B-347
POST Commission	B-313
Post-Conviction Defender,	
Office of the	B-242
Postal Services (General Services)	B-68
Preliminary Base Budget Adjustments	A-28
Pre-Need Funeral Consumer Protection	
Fund	B-310
Printing and Media Services	B-68
Probation and Parole Field Supervision ...	B-250
Processing Division (Revenue)	B-74
Procurement Office	B-69
Program Statements by Functional Area	B-1
Programs	

see Comparison of Programs

Projected First Year Operating Costs for New	
Facilities	A-151
Property Assessments, Division of	B-43
Proposed Capital	
Appropriations from Bonds, Current Funds,	
and Other Revenues.....	A-134
Maintenance Appropriations from Bonds,	
Current Funds, and Other	
Revenues	A-136
Projects from School Bonds and Other	
Sources	A-139
Protection from Harm	B-184
Public:	
Defenders Conference, District	B-240
Executive Director	B-240
Documents (Secretary of State)	B-34
Health Policy, Planning, and Informatics	
(Health)	B-179
Publication of Tennessee Reports (Attorney	
General and Reporter)	B-236

R

Radiological Health	B-298
Rainy Day Fund and TennCare Reserve ...	A-31
Range of Tax Revenue Estimates, State	
Funding Board	A-101
Real Estate Asset Management	B-67
Real Estate Education and Recovery	
Fund	B-309
Recommended Budget for Fiscal Year	
2023-2024:	
by Functional Area	B-7
by Funding Source:	
Education	B-89

Index

General Government	B-15
Health and Social Services	B-145
Law, Safety, and Correction	B-209
Resources and Regulation	B-279
Transportation, Business, and Economic Development	B-327
Recommended Legislation with Fiscal Impact	A-33
Records Management	B-35
Recreation Educational Services	B-289
Reductions, Base Budget by Department...A-29	
Regents Access and Diversity Initiative ..B-130	
Regional Library System	B-36
Regulatory Boards	B-309
Comparative Statement of Revenues A-66	
Rehabilitation Services	B-194
Relief and Recovery Funds.....	B-110
Representatives, House of	B-30
Research and Education Accountability, Office of (Comptroller)	B-40
Research Initiatives – UT System	B-125
Resources and Regulation Functional Area	B-273
Cost Increases	B-280
Introduction	B-277
Recommended Budget	B-279
Total Personnel and Funding	B-278
Revenue:	
Department of	B-73
Distribution of Actual, by Fund 2021-2022	A-63
Distribution of Estimated, by Fund 2023-2024	A-65
Distribution of Revised Estimated, by Fund 2022-2023	A-64
Sources and Basis of Apportionment A-71	
Revenues:	
Comparative Statement, Regulatory Boards	A-66
Comparison Statement of State	A-61
Risk Management Fund	B-50
Riverbend Maximum Security Institution	B-253
S	
Safety, Department of	B-267
Sales Tax Disaster Relief	B-77
School Nutrition Program	B-109
Seating and Positioning Clinics	B-185
Secretary of State	B-33
Securities (Commerce and Insurance)	B-308
Senate, State	B-31
Sex Offender Treatment Program	B-249
Shelby County Public Defender	B-240
Small and Minority-Owned Business Assistance Program	B-47
Social Security Income	B-199
Solid Waste: Assistance	B-301
Management	B-299
South Central Correctional Facility	B-256
Special Education Services	B-109
Litigation	B-236
Sports Wagering Advisory Council	B-101
State	
Assessed Properties, Office of	B-44
Audit, Division of	B-41
Board of Education	B-102
Board of Equalization	B-44
Building Commission	B-82
Court Clerks' Conference	B-232
Election Commission	B-33
Facilities Pre-Planning	B-67
Facility Utility Management (SFUM)	B-303
Funding Board	A-101
Comparison of Estimated State Tax Revenue, FY 2022-2023 ... A-106	
Comparison of Estimated State Tax Revenue, FY 2023-2024.. A-107	
Estimated Revenues Based on Recurring Growth Rates, Nov. 2022	A-108
Letter	A-102
Net Lottery Proceeds Estimates A-109	
Range of Tax Revenue Estimates	A-101
Lands Acquisition Fund	B-293
Lands Compensation Fund	B-293
Library and Archives	B-36
Museum, Tennessee	B-288
Parks Maintenance	B-292
Prosecutions	B-247
Revenues	A-55
Comparison Statement of	A-61
Secretary of	B-33
Senate	B-31
Special Schools (Statistical Data)	B-114
Tax Revenues Introduction.....	A-59
University and Community College System	B-129
Veterans Cemeteries, Tennessee	B-71
Administered Programs (Higher Education)	B-115
Statewide Capital Maintenance	B-67
Station Commanders Upkeep and Maintenance Fund	B-263
Statistical Data:	
Correctional Institutions	B-258
Intellectual and Developmental Disabilities.....	B-189
Mental Health Institutes	B-175
State Special Schools	B-114
Youth Development Centers	B-202
Strategic Health-Care Programs, Finance and Administration	B-195
Strategic Technology Solutions Operations	B-59
Agency Purchasing.....	B-60
STRONG Act of 2017	B-263

Subsequent Injury and Vocational Recovery Fund	B-317
Summary of Funding Provided to Tennessee for COVID-19	A-43
Summary of Proposed Capital Appropriations from Bonds, Current Funds, and Other Revenues	A-133
Supplemental Appropriations, General Fund and Dedicated Funds ...	A-27
Supplemental Nutrition Assistance Program	B-192
Supplemental Payments (TennCare)	B-168
Supreme Court Buildings	B-231

T

Tax:

Exemptions, Major From Current Tax Base	A-69
Expenditures	A-67
Refund Interest Expense	B-75
Relief (Comptroller)	B-43
Revenues, State (Introduction)	A-59
Distribution of Actual Revenue by Fund, Fiscal Year 2021-2022	A-63
Distribution of Estimated Revenue by Fund, Fiscal Year 2023-2024	A-65
Distribution of Revised Estimated Revenue by Fund, Fiscal Year 2022-2023	A-64
Taxpayer Services Division (Revenue)	B-74
Technical Services (Safety)	B-268
Technology, Infrastructure, and Support Systems	B-104
Technology Solutions, Division of (Comptroller)	B-39
TEMA Disaster Relief Grants	B-264
Temporary Cash Assistance	B-191
TennCare:	
Administration	B-167
Division of B-167	
Medical Services	B-167
Office of Inspector General	B-61
Oversight (Commerce and Insurance)	B-308
Reserve, Rainy Day Fund and Unobligated	A-31

Tennessee:

Advisory Commission on Intergovernmental Relations B-55	
Air National Guard	B-262
Army National Guard	B-261
Arts Commission B-287	
Board of Regents B-129	
Bureau of Investigation B-266	
Characteristics	A-50
Code Commission	B-30
Colleges of Applied Technology.....	B-131
Community Colleges	B-130
Correction Academy	B-248
Corrections Institute B-245	

Dry Cleaners Environmental Response Fund	B-296
Early Intervention System	B-186
Economic Overview	A-48
Emergency Management Agency	B-263
Foreign Language Center	B-123
Heritage Conservation Trust Fund ...	B-293
Higher Education CommissionB-115	
Highway Patrol.....	B-269
Highway Safety Office	B-269
Human Rights Commission B-53	
Housing Development AgencyB-334	
Institute of Student Achievement (TISA)	B-103
Job Skills Program	B-345
Law Enforcement Training Academy	B-312
Lawyers Assistance Program	B-233
Lottery Scholarship Projections Letter	A-110
Occupational Safety and Health Administration (TOSHA)	B-315
Opiod Abatement Council.....	B-173
Promise Last Dollar Scholarship Multi-Year Projection	A-35
Public Utility Commission B-54	
Rehabilitative Initiative in Correction (TRICOR) B-244	
Revenue Registration and Reporting System.....	B-73
School for the Blind	B-111
School for the Deaf	B-112
State:	
Government Organizational Chart .	B-5
Law Libraries	B-231
Museum B-288	
Parks	B-291
Maintenance	B-292
University (TSU)	B-135
Institute of Agricultural and Environmental Research	B-135
Cooperative Education	B-136
McIntire-Stennis Forestry Research	B-136
McMinnville Center	B-136
Student Assistance Awards	B-117
Student Assistance Corporation	B-118
Technological University	B-137
Veterans Cemeteries.....	B-71
Wildlife Resources Agency B-304	
THEC Grants	B-116
TNInvestco Tax Credits	B-346
TN Colleges of Applied Technology.....	B-131
TN Stars College Savings 529 Program (Treasury)	B-47
Total Personnel and Funding (by functional area):	
Education	B-88
General Government	B-14
Health and Social Services	B-144
Law, Safety, and Correction	B-208
Resources and Regulation	B-278

Index

Transportation, Business, and Economic Development ... B-326
Total State Budget:
Comparison of Programs
and Revenue Sources A-8
by Revenue Sources A-9
Pie Chart A-6
Tourist Development, Department of .. B-341
Transportation, Department of B-350
Actual Expenditures by Program and
Funding Source 2021-2022 A-14
Comparison of Appropriations
and Funding Requirements A-12
by Funding Sources A-13
Revised Budget by Program and Funding
Source 2022-2023 A-15
Recommended Budget by Program and
Funding Source 2023-2024 A-16
Transportation, Business, and Economic
Development Functional Area B-321
Cost Increases B-328
Introduction B-325
Recommended Budget B-327
Total Personnel and Funding B-326
Trauma System Fund B-177
Treasury Department B-46
Treasury, Comptroller of the B-38
TRICOR (Tennessee Rehabilitative Initiative in Correction) B-244
Trousdale County Incarceration
Agreement B-256
Tuition Guaranty B-48
Turney Center Industrial Complex B-252

U

Unclaimed Property B-51
Underground Storage Tanks B-300
Unemployment Insurance B-319
University of Memphis B-134
University of Tennessee System B-121
Access and Diversity Initiative B-121
Agricultural Experiment Station B-124
Agricultural Extension Service B-124
Chattanooga B-126
County Technical Assistance
Service B-123
Foreign Language Center B-123
Health Science Center B-125
Institute for Public Service B-122
Knoxville B-127
Martin B-127
Municipal Technical Advisory
Service B-122
Research Initiatives B-125
Southern B-127
Space Institute B-126
University-Wide Administration B-121
Veterinary Medicine B-124
Used Oil Collection Program B-295

V

Vehicle Services Division B-74
Vehicle Tag and Analogous Fees B-61
Verbatim Transcripts B-229
Veterans Cemeteries, Tennessee State B-71
Veterans Services, Department of B-71
Volunteer Tennessee B-57

W

Water Resources:
Division of (Environment and Conservation) B-298
Welcome Centers B-341
West Tennessee:
Community Homes B-185
Regional Office (Intellectual and Developmental Disabilities) B-184
River Basin Authority B-296
Maintenance B-296
School for the Deaf B-112
State Penitentiary B-253
Western Mental Health Institute B-172
Wetlands:
Acquisition Fund B-305
Compensation Fund B-305
Wilder Youth Development Center B-200
Wildlife Resources Agency, Tennessee B-304
Women, Infants, and Children (WIC) B-181
Workers' Compensation B-316
Workers' Compensation Employee
Misclassification B-317
Workforce Services B-319

Y

Youth Development Centers
(Statistical Data) B-202

Note: Bolded text indicates a department, agency, or commission.

State of Tennessee

The Budget

Fiscal Year 2023-2024

Bill Lee, Governor

Department of Finance and Administration

Jim Bryson, Commissioner

Eugene Neubert, Deputy Commissioner

Division of Budget

David Thurman, Director

Alex Schuhmann, Assistant Director

Susan Burdette

Jerry Lee

Will Caffey

Patricia Lee

Clint Caldwell

Robert McBride

Mathilde Carpet

Matthew McElroy

Abby Comm

Rick Newton

Colleen Daniels

Payton Nicoll

Josh Frazier

William Nolan

Amie Guthormsen

Ryan Schallert

Ayron Hall

Candice Stacy

Doree Hicks

Dean Tays

Sabrina Huffman

Greg Turner

Melinda Lanza

The Division of Budget director thanks the above budget staff for their extraordinary devotion to public service and gratefully acknowledges the effort and cooperation of the agencies of Tennessee State Government, especially the agency budget and fiscal staffs, for their contributions in the preparation of this budget document.

Additionally, the Division of Budget thanks the Department of General Services Printing and Media Services Division for many years of excellent budget document publication and customer service.

Authorization No. 317114, 500 copies



Recycled Paper