



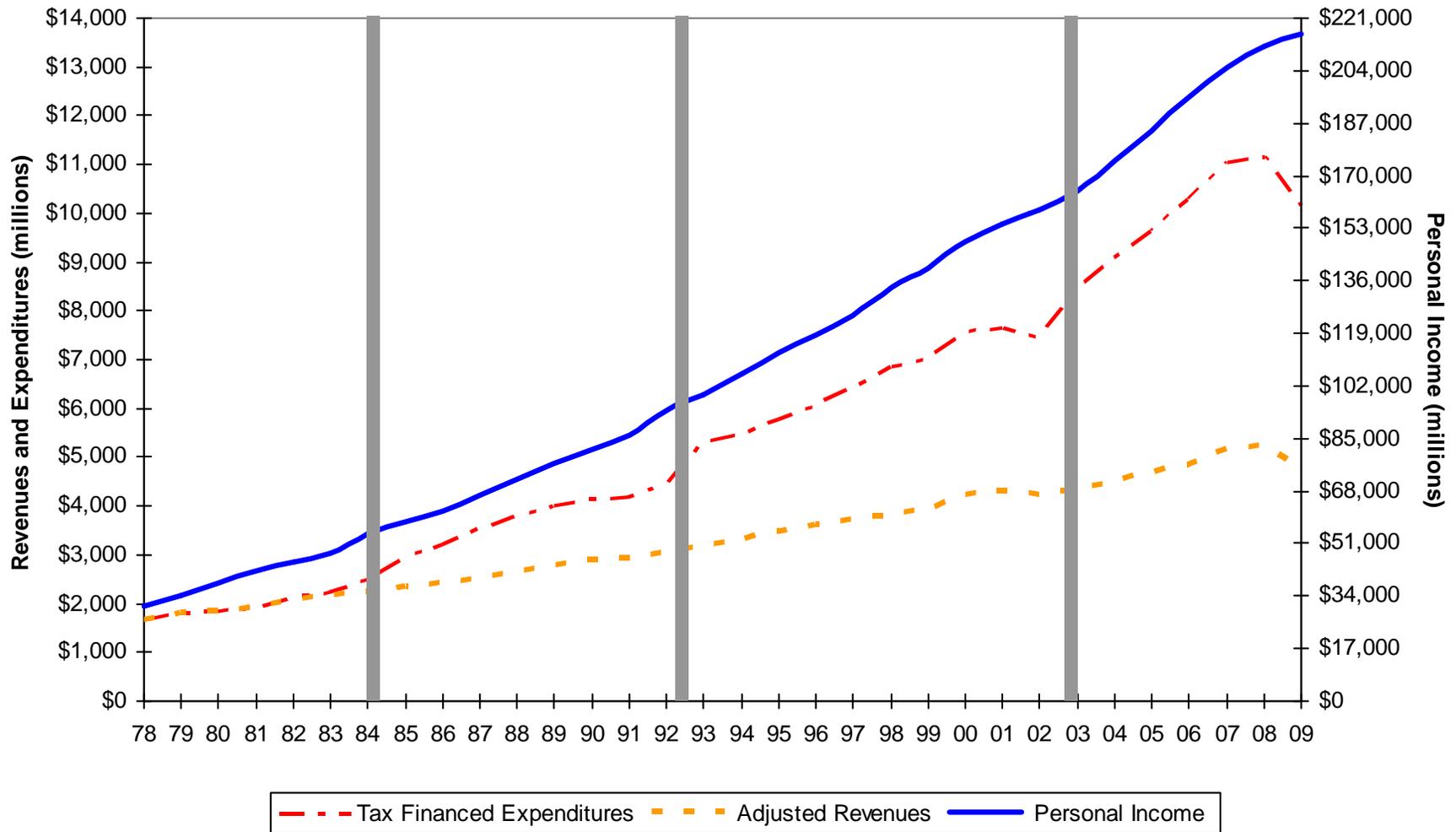
Stuff You Need to Know

Children's Advocacy Days

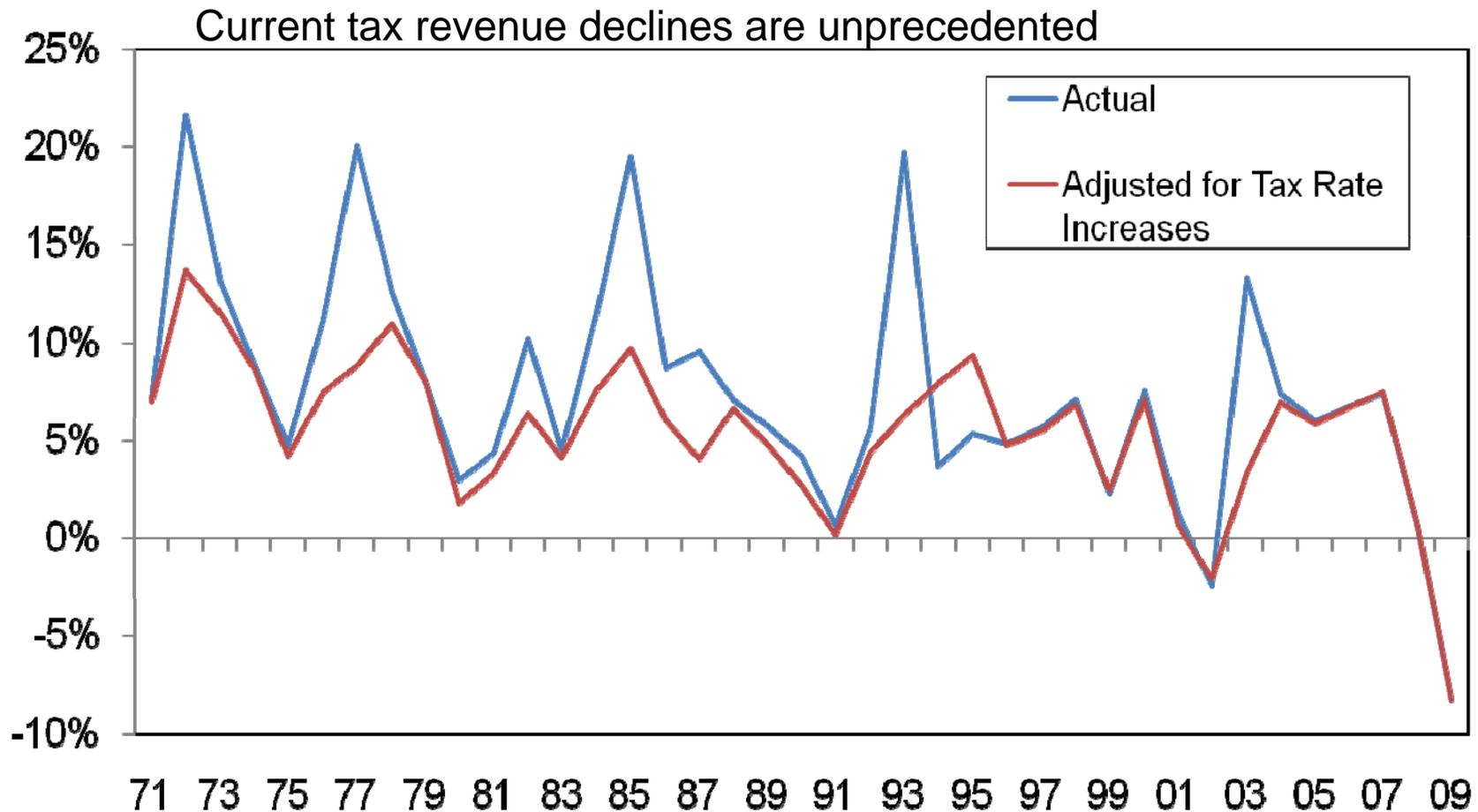
March 9, 2010

John G. Morgan

Revenues and Expenditures in Tennessee, 1978 Base

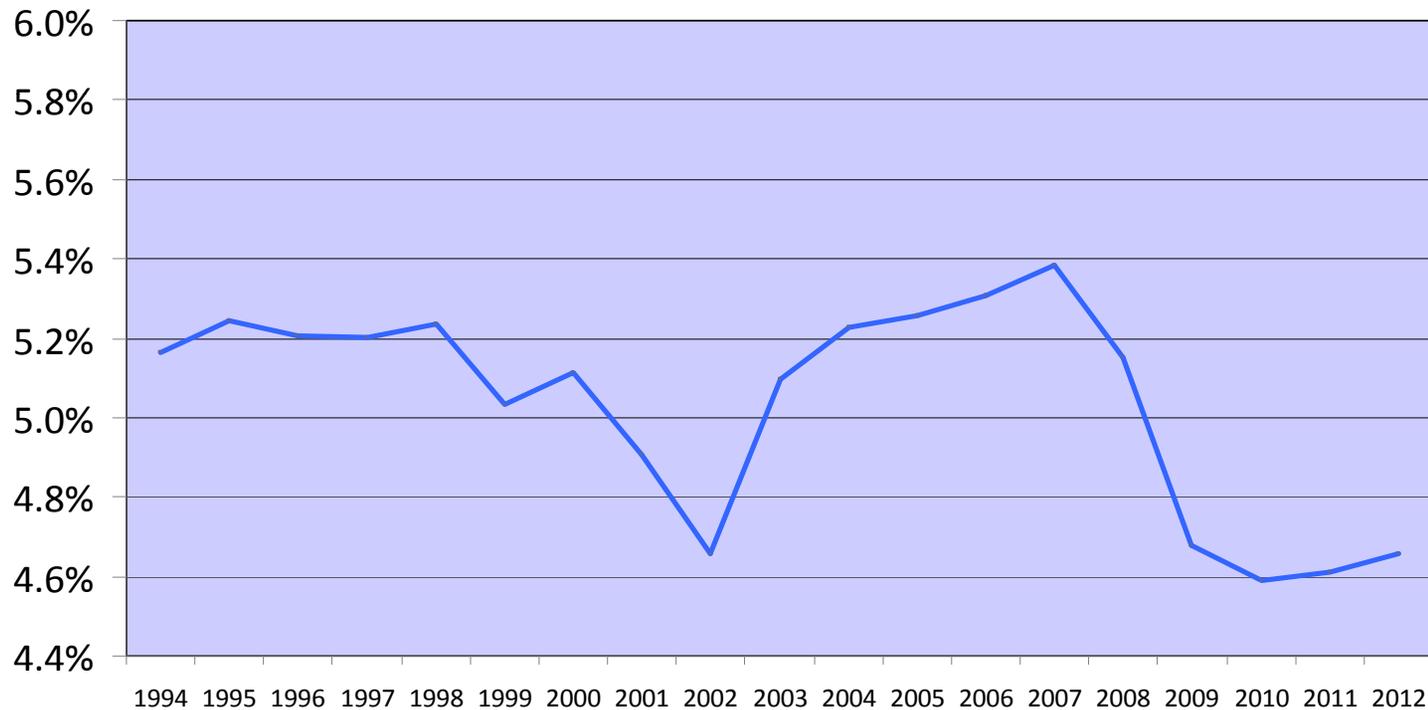


Growth In TN Total Tax Collections, 1971-2009



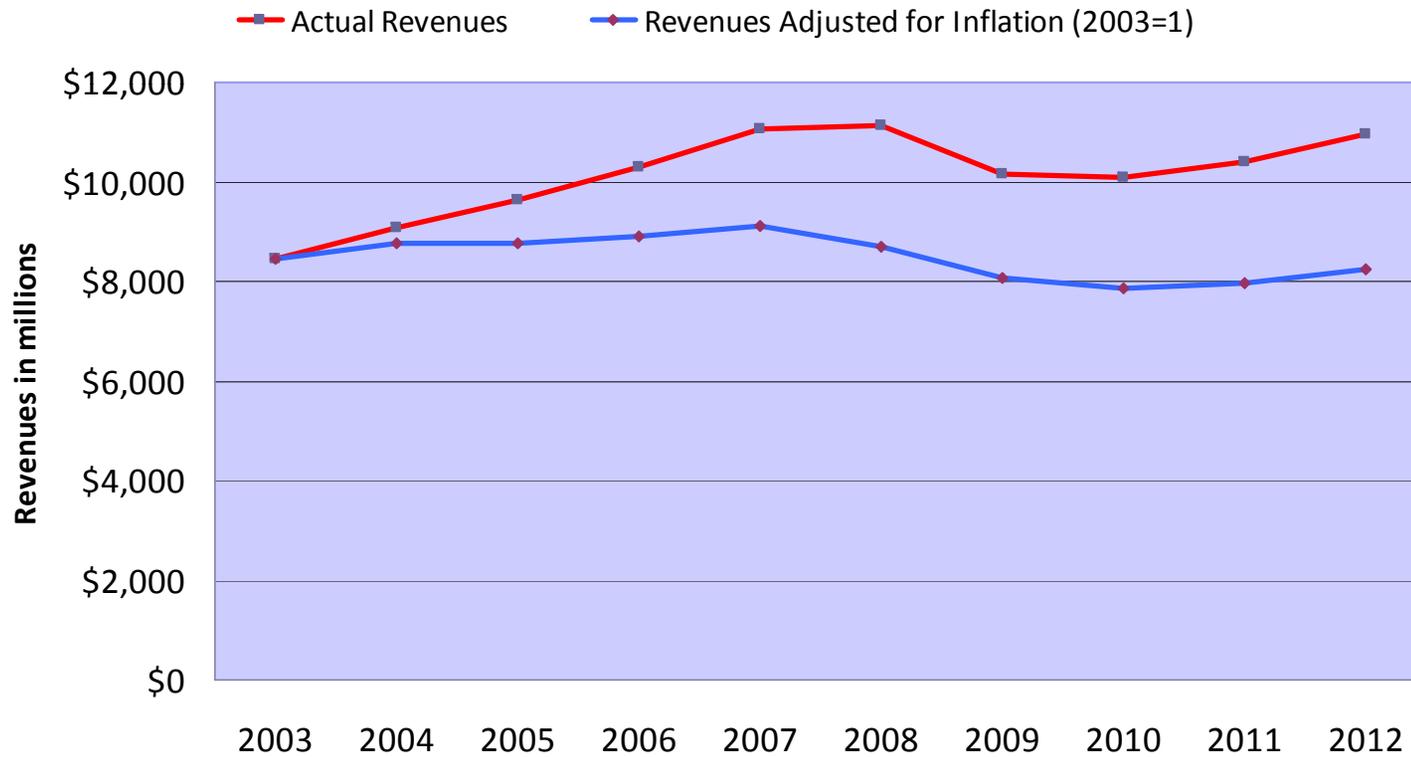
Revenue Trends

Actual total tax collections as a share of personal income
1994 - 2012



Revenue Trends

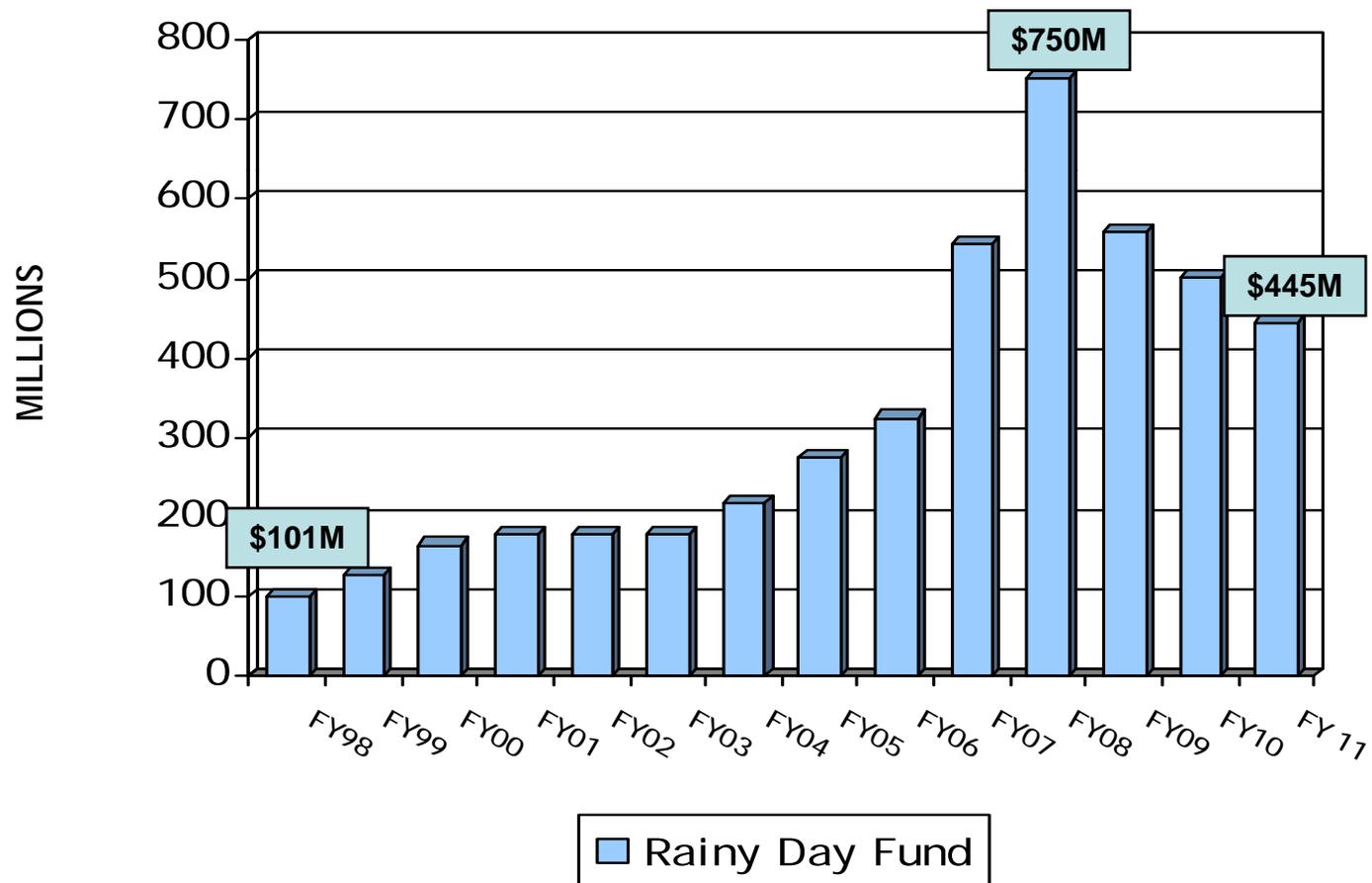
Actual tax collection revenues and revenues adjusted for inflation, 2003-2012



Maintain Healthy Reserves



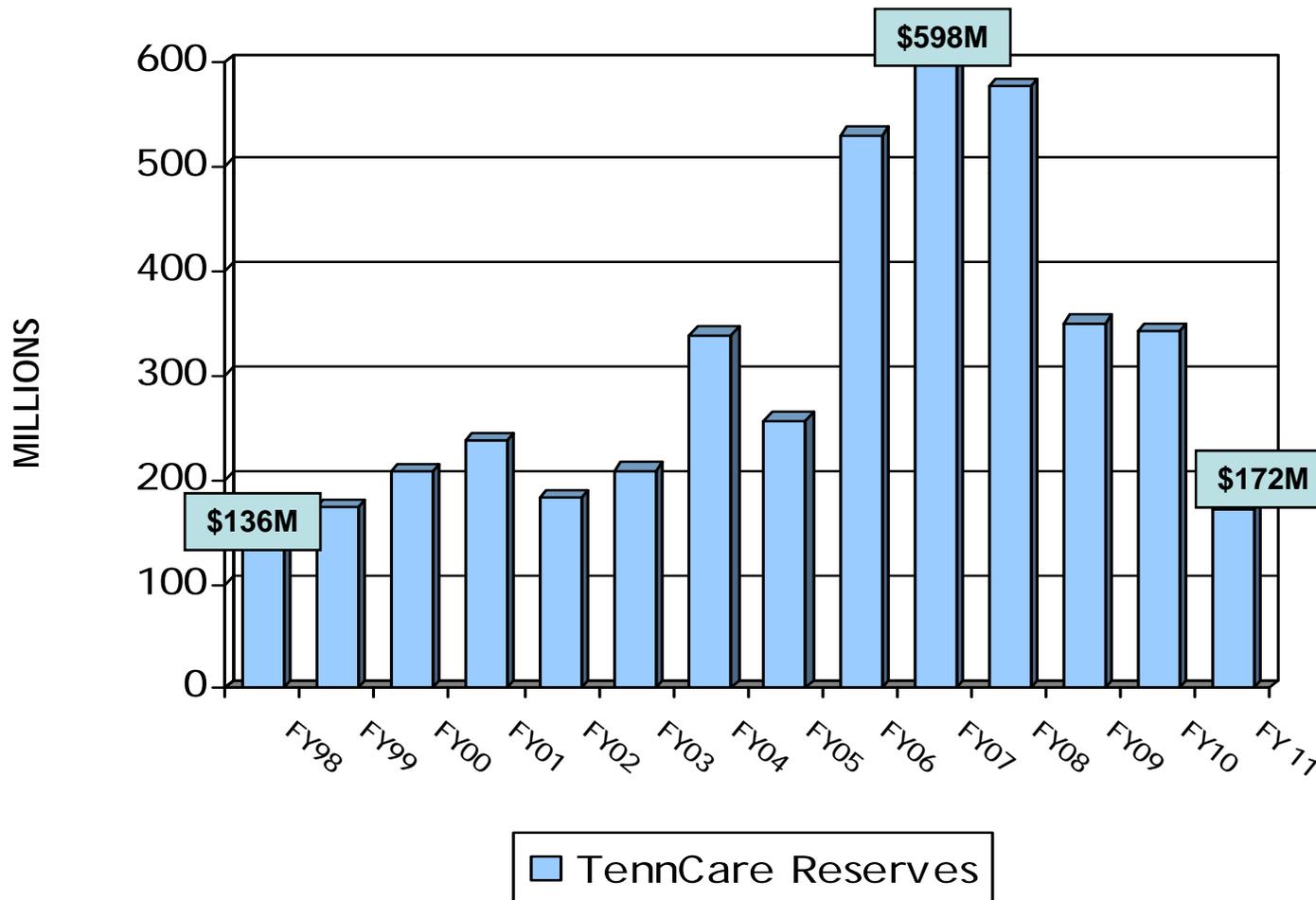
Rainy Day Fund is helping us weather the storm



Maintain Healthy Reserves



TennCare reserves remain strong



**Comparison of 3-Year Total of Base Reductions
and 2007-2008 Recurring Appropriation and 2008-2009 Discretionary Appropriation**

Program	2007-2008 Recurring Appropriation	2008-2009 Discretionary Appropriation	3-Year Reduction Total	Pct. of 2007-2008	Pct. of 2008-2009 Discret. Base
301.00 Legislature	\$ 39,197,800	\$ 30,900,900	\$ (3,257,200)	(8.3%)	(10.5%)
301.50 Fiscal Review Committee	1,340,700	1,340,700	(120,900)	(9.0%)	(9.0%)
302.00 Court System	105,248,502	34,541,900	(6,832,700)	(6.5%)	(19.8%)
303.00 Attorney General and Reporter	24,441,800	21,483,000	(4,238,000)	(17.3%)	(19.7%)
304.00 District Attorneys General	67,930,300	62,129,900	(600,000)	(0.9%)	(1.0%)
305.00 Secretary of State	30,462,400	30,462,400	(4,775,200)	(15.7%)	(15.7%)
306.00 District Public Defenders	39,091,200	34,275,600	(337,500)	(0.9%)	(1.0%)
307.00 Comptroller of the Treasury	90,180,500	50,570,500	(7,906,000)	(8.8%)	(15.6%)
308.00 Post-Conviction Defender	1,821,800	-	-	0.0%	0.0%
309.00 Treasury Department	674,700	625,500	(140,400)	(20.8%)	(22.4%)
313.00 Claims and Compensation	10,800,000	-	-	0.0%	0.0%
Sub-Total Non-Executive	\$ 411,189,702	\$ 266,330,400	\$ (28,207,900)	(6.9%)	(10.6%)
315.00 Executive Department	\$ 4,666,300	\$ 4,666,300	\$ (1,252,400)	(26.8%)	(26.8%)
316.01 Children and Youth	2,135,200	2,135,200	(279,700)	(13.1%)	(13.1%)
316.02 Aging and Disability	9,652,200	9,652,200	(1,292,900)	(13.4%)	(13.4%)
316.03 Alcoholic Beverage Commission	-	-	(640,600)	0.0%	0.0%
316.04 Human Rights Commission	1,686,200	1,686,200	(241,700)	(14.3%)	(14.3%)
316.07 Health Services and Development Agency	1,246,400	-	(112,200)	(9.0%)	0.0%
316.09 Corrections Institute	1,019,600	1,019,600	(134,200)	(13.2%)	(13.2%)
316.11 Tennessee Regulatory Authority	8,426,100	-	-	0.0%	0.0%
316.12 TACIR	266,000	266,000	(24,000)	(9.0%)	(9.0%)
316.20 THDA	350,000	350,000	(350,000)	(100.0%)	(100.0%)
316.25 Arts Commission	5,781,400	2,257,900	(260,000)	(4.5%)	(11.5%)
316.27 State Museum	3,865,900	3,865,900	(457,300)	(11.8%)	(11.8%)
317.00 Finance and Administration	37,009,300	34,853,500	(4,759,000)	(12.9%)	(13.7%)

**Comparison of 3-Year Total of Base Reductions
and 2007-2008 Recurring Appropriation and 2008-2009 Discretionary Appropriation**

Program	2007-2008 Recurring Appropriation	2008-2009 Discretionary Appropriation	3-Year Reduction Total	Pct. of 2007-2008	Pct. of 2008-2009 Discret. Base
318.00 TennCare Programs			\$ (510,982,400)		
TennCare for Children's Services			(5,389,400)		
TennCare for Intellectual Disabilities			(27,094,600)		
TennCare for Human Services			(182,200)		
TennCare for Children's Care Coordination			(450,600)		
Sub-Total TennCare Programs	<u>\$ 2,686,864,200</u>	<u>\$ 2,686,398,000</u>	<u>\$ (544,099,200)</u>	<u>(20.3%)</u>	<u>(20.3%)</u>
319.00 Human Resources	5,772,400	5,772,400	(1,220,200)	(21.1%)	(21.1%)
321.00 General Services	2,410,000	2,410,000	(188,500)	(7.8%)	(7.8%)
323.00 Veterans Affairs	4,740,200	4,740,200	(329,400)	(6.9%)	(6.9%)
324.00 Board of Probation and Parole	82,302,000	77,189,900	(6,787,300)	(8.2%)	(8.8%)
325.00 Agriculture	87,548,600	71,667,400	(12,849,400)	(14.7%)	(17.9%)
326.00 Tourist Development	9,026,700	9,026,700	(2,126,700)	(23.6%)	(23.6%)
327.00 Environment and Conservation	183,591,100	90,082,100	(14,274,100)	(7.8%)	(15.8%)
328.00 Wildlife Resources Agency	49,396,300	-	-	0.0%	0.0%
329.00 Correction	665,197,200	665,113,300	(87,837,200)	(13.2%)	(13.2%)
330.00 Economic and Community Development	35,208,400	35,208,400	(8,999,400)	(25.6%)	(25.6%)
331.00 Education (K-12)	3,795,508,000	281,224,100	(98,239,400)	(2.6%)	(34.9%)
332.00 Higher Educ. State Admin. Programs	\$ 331,716,100	\$ 79,316,100	\$ (4,929,300)	(1.5%)	(6.2%)
332.10 University of Tennessee System	512,277,100	512,277,100	(111,077,500)	(21.7%)	(21.7%)
332.60 State Univ. and Comm. College System	754,683,100	754,683,100	(185,942,500)	(24.6%)	(24.6%)
Sub-Total Higher Education	<u>\$ 1,598,676,300</u>	<u>\$ 1,346,276,300</u>	<u>\$ (301,949,300)</u>	<u>(18.9%)</u>	<u>(22.4%)</u>

**Comparison of 3-Year Total of Base Reductions
and 2007-2008 Recurring Appropriation and 2008-2009 Discretionary Appropriation**

Program	2007-2008 Recurring Appropriation	2008-2009 Discretionary Appropriation	3-Year Reduction Total	Pct. of 2007-2008	Pct. of 2008-2009 Discret. Base
335.00 Commerce and Insurance	87,537,300	19,514,100	(2,262,100)	(2.6%)	(11.6%)
336.00 Financial Institutions	8,199,200	-	-	0.0%	0.0%
337.00 Labor and Workforce Development	43,123,600	23,026,500	(6,128,000)	(14.2%)	(26.6%)
339.00 Mental Health and Dev. Disabilities	179,998,400	171,584,200	(36,268,500)	(20.1%)	(21.1%)
341.00 Military	13,884,900	13,884,900	(4,123,400)	(29.7%)	(29.7%)
343.00 Health	182,257,000	144,089,800	(35,011,200)	(19.2%)	(24.3%)
344.00 Intellectual Disabilities Services	75,698,400	75,698,400	(45,487,500)	(60.1%)	(60.1%)
345.00 Human Services	183,351,400	179,076,400	(22,929,900)	(12.5%)	(12.8%)
347.00 Revenue	89,791,600	76,194,400	(9,891,600)	(11.0%)	(13.0%)
348.00 Tennessee Bureau of Investigation	37,878,800	37,378,800	(9,931,600)	(26.2%)	(26.6%)
349.00 Safety	113,576,400	113,098,100	(8,042,300)	(7.1%)	(7.1%)
350.00 Cover Tennessee Health Care Programs	96,031,500	-	(6,534,800)	(6.8%)	0.0%
351.00 Miscellaneous Appropriations	54,430,500	54,884,000	(2,306,700)	(4.2%)	(4.2%)
353.00 Emergency and Contingency	819,300	819,300	-	0.0%	0.0%
355.00 State Building Commission	250,000	250,000	-	0.0%	0.0%
359.00 Children's Services	339,557,200	337,957,500	(60,429,800)	(17.8%)	(17.9%)
501.00 Facilities Revolving Fund	13,464,800	-	(500,000)	(3.7%)	0.0%
Sub-Total Executive	\$ 10,788,731,500	\$ 6,583,318,000	\$ (1,338,051,500)	(12.4%)	(20.3%)
Total Reductions - Budget File	\$ 11,213,386,002	\$ 6,849,648,400	\$ (1,366,759,400)	(12.2%)	(20.0%)
Overappropriation					
Base Overappropriation @ \$120.3 M	-	-	(43,700,000)	0.0%	0.0%
Internal and Indepartmental Services	-	-	(16,318,200)	0.0%	0.0%
Total Overappropriation	\$ -	\$ -	\$ (60,018,200)	0.0%	0.0%
Total Reductions	\$ 11,213,386,002	\$ 6,849,648,400	\$ (1,426,777,600)	(12.7%)	(20.8%)