

**Budget Overview**  
**Fiscal Year 2023-2024**

	Recurring	Non-Recurring	Dedicated
<b>I. Available Revenues - Increase / (Decrease)</b>			
1. Revenue Base Increase - FY 2022-2023 Revised Recurring Estimate at 7.70% Growth	\$ 2,588,600,000	\$ -	\$ -
2. FY 2023-2024 Department of Revenue Growth at 2.25% 1.00% GF Revenue Growth = \$ 194.2 M	437,000,000	(68,000,000)	-
3. 2023 Legislation - Department of Revenue Taxes	(53,856,800)	(360,396,100)	-
4. Other State Revenue			
a. Insurance Premiums	76,700,000	-	-
5. Revenue Continuation - Hospital Coverage, Nursing Home Bed, and Ambulance Assessments	-	-	768,976,900
6. Highway Fund Transfers			
a. License Plate Production - Adjustment	-	-	2,200,000
7. Metro Sports Authority Debt Service - Adjustment	20,900	-	-
8. Available Funds at June 30, 2023:			
a. Budget Surplus from FY 2021-2022 Closing - Available at June 30, 2022	-	2,637,374,800	-
b. FY 2022-2023 Tax Revenue Base Increase at 7.70% Growth Unbudgeted FY 2022-2023 Revenue Growth Available at June 30, 2023	-	2,588,600,000	-
c. FY 2022-2023 Other State Revenue - Insurance Premiums	-	76,700,000	-
d. Debt Service Fund Transfer at June 30, 2023	-	96,068,000	-
e. Less: FY 2022-2023 Supplemental Appropriations	-	(392,977,600)	(2,470,300)
9. FY 2022-2023 Enacted Budget Available Funds	1,325,255,200	51,172,200	-
10. Dedicated Revenue	-	-	22,512,500
<b>Total Available Revenues</b>	<b>\$ 4,373,719,300</b>	<b>\$ 4,628,541,300</b>	<b>\$ 791,219,100</b>
<b>II. Cost Increases - Expense / (Savings)</b>			
<b>State Agencies (Less Salary Policy Items Below)</b>			
11. Children's Services	\$ 45,728,100	\$ 33,340,200	\$ -
12. Correction	34,202,800	5,065,200	-
13. Economic and Community Development	27,660,000	227,157,500	-
14. Education	462,034,900	22,170,000	300,000
15. Environment and Conservation	16,765,300	150,207,000	-
16. Finance and Administration	13,130,200	160,000,000	-
17. Health	14,844,500	17,080,000	600,000
18. Higher Education	51,490,200	13,165,000	-
19. Intellectual and Developmental Disabilities	22,285,300	5,000,000	-
20. Mental Health and Substance Abuse Services	18,112,100	13,748,200	-
21. Military	7,932,000	8,215,900	-
22. Safety	37,028,300	420,566,200	-
23. TennCare	313,495,100	181,700	-
24. Tennessee Bureau of Investigation	4,721,500	5,011,200	-
25. Transportation	-	3,306,000,000	-
26. Other Agencies	72,882,900	569,076,000	17,822,200
Subtotal State Agency Cost Increases	\$ 1,142,313,200	\$ 4,955,984,100	\$ 18,722,200
<b>Salary Policy and Benefits Contribution</b>			
27. Mandated Salary Increases	\$ 7,782,000	\$ -	\$ 817,000
28. Pay for Performance Funding Pool - TEAM Act Agencies	92,612,500	-	-
29. Across-the-Board Funding Pool - Non-TEAM Act Agencies	20,764,000	-	-
30. Commissioned Officer Salary Survey	104,000	-	2,349,500
31. Higher Education Funding Pool	89,179,500	-	-
32. Market Rate Adjustments	165,047,900	-	353,500
33. Group Health Insurance Rate Increase	17,429,500	-	-
34. Enhanced 401(k) State Match	-	35,735,300	-
35. Benefits Legislation	27,433,000	-	-
Subtotal Salary Policy and Benefits Contribution	\$ 420,352,400	\$ 35,735,300	\$ 3,520,000
<b>Capital Outlay</b>			
36. Improvements			
a. State Buildings	\$ -	\$ 602,780,000	\$ -
b. Higher Education	-	995,861,300	-
37. Maintenance			
a. State Buildings	-	51,620,000	-
b. Higher Education	-	61,616,000	-
Subtotal Capital Outlay Cost Increases	\$ -	\$ 1,711,877,300	\$ -
<b>Deposits and Transfers</b>			
38. Rainy Day Fund Deposit	\$ -	\$ 250,000,000	\$ -
39. Reduce OPEB Liability	-	250,000,000	-
40. Reduce TCRS Unfunded Liability	-	300,000,000	-
Subtotal Deposits and Transfers	\$ -	\$ 800,000,000	\$ -
<b>Total Cost Increases</b>	<b>\$ 1,562,665,600</b>	<b>\$ 7,503,596,700</b>	<b>\$ 22,242,200</b>
<b>III. Preliminary Base Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 768,976,900</b>
<b>IV. Balance Before Reductions ( I - II - III)</b>	<b>\$ 2,811,053,700</b>	<b>\$ (2,875,055,400)</b>	<b>\$ -</b>
<b>V. Base Budget Reductions and Reallocations</b>	<b>\$ (78,379,500)</b>	<b>\$ (62,610,000)</b>	<b>\$ -</b>
<b>VI. Final Balance (IV - V)</b>	<b>\$ 2,889,433,200</b>	<b>\$ (2,812,445,400)</b>	<b>\$ -</b>

**Budget Overview**  
**Fiscal Year 2023-2024**

**Statement of Adjustments to Tax Estimates**  
**Department of Revenue Taxes**  
**General Fund and Education Fund**

Increase / (Decrease)

	<u>Total</u>	<u>Recurring</u>	<u>Non-Recurring</u>
<b>I. FY 2021-2022</b>			
Final Revised Estimate	\$ 16,491,400,000	\$ 16,510,600,000	\$ (19,200,000)
Reported Collections (August - July)	\$ 17,949,187,000	\$ 17,963,587,000	\$ (14,400,000)
Plus / (Less): Accruals and Adjustments	70,849,100	70,849,100	-
<b>Total FY 2021-2022 Actual Collections</b>	<b>\$ 18,020,036,100</b>	<b>\$ 18,034,436,100</b>	<b>\$ (14,400,000)</b>
<b>II. FY 2022-2023</b>			
January 31, 2022 Budget Document Estimate	\$ 16,912,700,000	\$ 16,908,000,000	\$ 4,700,000
Plus / (Less): Tax Legislation	(254,400,000)	(73,500,000)	(180,900,000)
Budgeted FY 2022-2023 Estimate at July 1, 2022	\$ 16,658,300,000	\$ 16,834,500,000	\$ (176,200,000)
Revenue Base Increase at 7.70% Recurring Growth over FY 2021-2022 Recurring Collections	\$ 2,588,600,000	\$ 2,588,600,000	\$ -
<b>Total FY 2022-2023 Revised Estimate</b>	<b>\$ 19,246,900,000</b>	<b>\$ 19,423,100,000</b>	<b>\$ (176,200,000)</b>
<b>III. FY 2023-2024</b>			
Revenue Base	\$ 19,355,100,000	\$ 19,423,100,000	\$ (68,000,000)
Growth from Revenue Base at 2.25%	437,000,000	437,000,000	-
<b>Total FY 2023-2024 Estimate</b>	<b>\$ 19,792,100,000</b>	<b>\$ 19,860,100,000</b>	<b>\$ (68,000,000)</b>

**Budget Overview**  
**Fiscal Year 2023-2024**

**Selected State Revenue Adjustments**  
**Increase / (Decrease)**  
**from July 1, 2023 Budgeted Estimates**

	<u>Recurring</u>	<u>Non-Recurring</u>	<u>Dedicated</u>
<b>I. Tax Legislation</b>			
Department of Revenue Taxes			
1. Tennessee Works Tax Legislation			
a. Franchise and Excise Taxes - Transition to Single Sales Factor	\$ 17,000,000	\$ -	\$ -
b. Excise Tax - Bonus Depreciation Coupling	-	(64,000,000)	-
c. Excise Tax - Small Business Deduction - First \$50,000 in Net Income	(37,800,000)	-	-
d. Excise Tax - Paid Family Leave Tax Credit	-	(7,320,000)	-
e. Franchise Tax - Exempt First \$500,000 Owned in TN	(20,300,000)	-	-
f. Sales Tax - Three-Month Holiday on Food and Food Ingredients	-	(288,300,000)	-
g. Sales Tax - Technical Update	(2,000,000)	-	-
h. Business Tax - Storage Exemption for Manufacturers	(800,000)	-	-
i. Business Tax - Top Rate Reduction from 0.3% to 0.1%	(244,800)	-	-
j. Business Tax - Technical Update	(800,000)	-	-
k. Business Tax - Increase Exemption to \$100,000 per Jurisdiction with No Decrease to Local Revenue	(7,912,000)	-	-
2. Franchise and Excise Taxes - Rural Brownfields Investment Act	(1,000,000)	-	-
3. Sales Tax - Exemption for Technical Machinery	-	(776,100)	-
<b>Total Tax Legislation</b>	<b>\$ (53,856,800)</b>	<b>\$ (360,396,100)</b>	<b>\$ -</b>
<b>II. Other State Revenue</b>			
4. Commerce and Insurance - Insurance Premiums	\$ 76,700,000	\$ -	\$ -
5. Revenue Continuation			
a. Hospital Coverage Assessment	-	-	622,396,700
b. Nursing Home Bed Assessment	-	-	135,925,200
c. Ambulance Service Provider Assessment	-	-	10,655,000
<b>Total Other State Revenue</b>	<b>\$ 76,700,000</b>	<b>\$ -</b>	<b>\$ 768,976,900</b>

**Budget Overview  
Fiscal Year 2023-2024**

**Fiscal Year 2021-2022 Closing  
Unappropriated Budget Surplus / (Deficit)  
Reserve for Future Requirements at June 30, 2022**

<b>I. Department of Revenue Taxes - Over / (Under) Collections Compared to Estimate</b>	
Reported Collections (August - July)	\$ 17,949,187,000
Less: Revised Estimate	(16,491,400,000)
Subtotal Department of Revenue Taxes - Over / (Under) Estimate	\$ 1,457,787,000
Plus: Accruals	52,337,200
Plus: Debt Service Adjustment	18,511,900
<b>Total Department of Revenue Taxes - Over / (Under) Estimate</b>	<b>\$ 1,528,636,100</b>
<b>II. Other State and Miscellaneous Revenue - Over / (Under) Estimate</b>	
Reported Collections	\$ 1,686,452,200
Less: Estimate	(1,467,000,000)
<b>Total Other State and Miscellaneous Revenue - Over / (Under) Estimate</b>	<b>\$ 219,452,200</b>
<b>III. Debt Service Transfer at June 30, 2022</b>	<b>\$ 3,000,000</b>
<b>IV. Tobacco Master Settlement Agreement - Over / (Under) Collections Compared to Estimates</b>	
Actual Collections	\$ 179,822,500
Less: Estimate	(174,000,000)
<b>Total Tobacco Master Settlement Agreement - Over / (Under) Estimate</b>	<b>\$ 5,822,500</b>
<b>V. All Other Net Revenue Adjustments in Accounts</b>	<b>\$ (5,354,963)</b>
<b>Total Revenues - Net Over / (Under) Collections</b>	<b>\$ 1,751,555,837</b>
<b>VI. Agency Reversion</b>	
Actual Reversion	\$ 1,407,774,324
Less: Revised Estimate	(521,955,300)
<b>Total Agency Reversion - Over / (Under) Estimate</b>	<b>\$ 885,819,024</b>
<b>Total Reversion - Net Over / (Under) Collections</b>	<b>\$ 885,819,024</b>
Rounding	\$ (61)
<b>VII. Total Unappropriated Budget Surplus / (Deficit)</b>	<b>\$ 2,637,374,800</b>
General Fund Balance	\$ 2,389,526,000
Education Fund Balance	\$ 247,848,800

**Budget Overview  
Fiscal Year 2023-2024**

**Available Funds  
Fiscal Year 2022-2023**

<b>I. Unappropriated Budget Surplus / (Deficit) at June 30, 2022</b>	<b>\$ 2,637,374,800</b>
General Fund Balance	2,389,526,000
Education Fund Balance	247,848,800
<b>II. Revenue Adjustments and Other Available Funds</b>	
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
<b>Revenue Adjustments and Other Available Funds</b>	<b>\$ 2,812,540,200</b>
<b>III. Subtotal Budget Surplus / (Deficit) and Revenue Adjustments (I + II)</b>	<b>\$ 5,449,915,000</b>
<b>IV. Appropriation and Transfer Requirements</b>	
FY 2022-2023 Supplemental Appropriations	\$ (392,977,600)
Rounding Adjustment	-
<b>Appropriation and Transfer Requirements</b>	<b>\$ (392,977,600)</b>
<b>V. Total Available Funds at June 30, 2023 (III + IV)</b>	<b>\$ 5,056,937,400</b>

**Budget Overview  
Fiscal Year 2023-2024**

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

	<u>General Fund</u>	<u>Dedicated Funds</u>
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	<u>\$ 12,688,900</u>	<u>\$ -</u>
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	<u>\$ 1,450,000</u>	<u>\$ 2,470,300</u>
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	<u>\$ 340,000,000</u>	<u>\$ -</u>
6. General Services		
Governor's 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	\$ -
<b>Total Supplemental Appropriations</b>	<b><u>\$ 392,977,600</u></b>	<b><u>\$ 2,470,300</u></b>

**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
<b>1. Agriculture</b>	<b>3,780,500</b>	<b>15,255,000</b>	<b>-</b>
1. Operations and Support Positions (3 FT)	232,700	-	-
2. Emergency Preparedness and Response (16 FT)	1,537,500	255,000	-
3. Agriculture Enterprise Fund (AEF)	1,500,000	15,000,000	-
4. TN Agricultural Enhancement Program Expansion (1 FT) - Utilize Existing Funding	-	-	-
5. Camp Clements	167,500	-	-
6. Major Maintenance - Recognize Inflation and State Building Commission Policy Changes	342,800	-	-
<b>2. Arts Commission</b>	<b>-</b>	<b>-</b>	<b>3,800,000</b>
1. Arts Grants - Recognize Funds from Specialty License Plates (\$2.6M NR)	-	-	3,800,000
<b>3. Attorney General and Reporter</b>	<b>6,078,400</b>	<b>-</b>	<b>353,500</b>
1. Attorney General Statutory Salary Increase at 5% CPI Inflation Rate	13,400	-	-
2. Salary Market Adjustment	3,811,000	-	353,500
3. Strategic Litigation Team (10 FT)	2,254,000	-	-
<b>4. Board of Parole</b>	<b>295,800</b>	<b>157,100</b>	<b>-</b>
1. Salary Market Adjustment	180,600	-	-
2. Technology Upgrade	54,400	155,600	-
3. Human Resources (1 FT)	60,800	1,500	-
<b>5. Children's Services (see also: TennCare for DCS)</b>	<b>53,831,000</b>	<b>33,340,200</b>	<b>-</b>
1. Teacher Training and Experience Compensation	2,100	-	-
2. Federal Medical Assistance Percentage (FMAP) Adjustment	1,189,200	-	-
3. Foster Care, Adoption Assistance, and Subsidized Permanent Guardianship Rate Adjustment	4,935,500	-	-
4. Adoption Assistance Growth	1,926,800	-	-
5. Increasing Provider Placements	13,885,100	-	-
6. Provider Rate Increase	8,085,800	-	-
7. Case Manager Salary Market Adjustment	7,061,800	-	-
8. Wilder Youth Development Center (YDC) Security Staff Salary Market Adjustment	1,039,000	-	-
9. TN Family and Child Tracking System (TFACTS) Replacement - 50/50 Federal Match	-	31,000,000	-
10. Child Health Information Technology System	-	814,700	-
11. Learning Management System for Foster Parents	75,000	-	-
12. Information Technology Resources	1,395,000	1,500,000	-
13. Private Provider Case Management	5,034,800	-	-
14. Wilder YDC Coding Program	298,100	25,500	-
15. Forensic Interview Filing System	300,000	-	-
16. Safe Baby Courts	1,025,000	-	-
17. Juvenile Justice Youth Intervention Partnerships	5,000,000	-	-
18. Intensive Family-Based Treatment for High-Risk Youth	730,000	-	-
19. Juvenile Justice Re-Entry Facility	478,000	-	-
20. Major Maintenance - Recognize Inflation and State Building Commission Policy Changes	129,900	-	-
21. Administration Legislation - YDC Instructor Salaries	71,800	-	-
22. Tennessee Strong Families			
a. Administration Legislation - Adoption and Foster Care Improvements (10 FT)	1,168,100	-	-
<b>6. Commerce and Insurance</b>	<b>1,949,500</b>	<b>30,000,000</b>	<b>11,477,500</b>
1. Statutory Step Increases for Commissioned Officers	30,000	-	-
2. Captive Insurance (2 FT)	155,700	-	-
3. Emergency Responder Death Benefits	1,000,000	-	-
4. Emergency Communications District Subsidy	-	-	11,477,500
5. Law Enforcement Recruitment and Retention - Year 2	-	30,000,000	-
6. Volunteer Firefighter Training (4 FT, 7 PT)	690,000	-	-
7. Administration Legislation - Securities Update (1 FT)	73,800	-	-
<b>7. Commission on Aging and Disability</b>	<b>300,000</b>	<b>-</b>	<b>-</b>
1. Direct Support Professionals - OPTIONS for Community Living	300,000	-	-
<b>8. Comptroller of the Treasury</b>	<b>6,976,900</b>	<b>150,000</b>	<b>-</b>
1. Salary Market Adjustment	6,723,000	-	-
2. National Association of State Auditors Association (NSAA) Conference	-	50,000	-
3. National Association of Government Accountants Conference	-	100,000	-
4. Office of State Assessed Properties	253,900	-	-

**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
<b>9. Correction</b>	<b>34,202,800</b>	<b>5,065,200</b>	<b>-</b>
1. Medical Contract Inflator	10,682,400	-	-
2. Private Prison Contract Inflator	7,026,100	-	-
3. Food Services Contract Inflator	1,796,400	-	-
4. Evidence-Based Programming Contract Inflator	1,009,900	-	-
5. Re-Entry Success Act - Year 3 (20 FT)	1,610,900	330,000	-
6. Victim Automated Notification System Contract	206,000	-	-
7. 340B Program Audit	100,000	-	-
8. Operational Supplies	4,315,700	-	-
9. Medication Dispensing Cabinet	60,800	-	-
10. Radio Replacement	-	3,019,300	-
11. Building, Site, and Electronic Security Updates	1,500,000	-	-
12. Contraband Interdiction Unit Expansion	1,052,300	1,380,000	-
13. Utilities Costs	1,613,100	-	-
14. Lease Expansion	729,200	39,500	-
15. Dental Equipment	-	116,400	-
16. Training Simulators	-	180,000	-
17. Recognize Education as Job Classification for Inmates	500,000	-	-
18. Statewide Re-Entry Program Grants	1,000,000	-	-
19. Major Maintenance - Recognize Inflation and State Building Commission Policy Changes	1,000,000	-	-
<b>10. Corrections Institute</b>	<b>25,000</b>	<b>-</b>	<b>-</b>
1. Evidence-Based Programming for Sheriff Training	25,000	-	-
<b>11. Court System</b>	<b>7,930,300</b>	<b>4,007,500</b>	<b>-</b>
1. Judges Statutory Salary Increase at 5% CPI Inflation Rate	2,383,700	-	-
2. Salary Market Adjustment	4,881,000	-	-
3. Courtroom Security	-	4,000,000	-
4. Information Technology Positions (3 FT)	380,600	7,500	-
5. Senior Judge Program	285,000	-	-
<b>12. District Attorneys General Conference</b>	<b>4,157,900</b>	<b>110,400</b>	<b>-</b>
1. Statutory Step Increases for Assistant DAs and Criminal Investigators	1,459,300	-	-
2. Prosecution Positions (24 FT)	1,891,400	110,400	-
3. Additional Prosecution Positions from Existing Funding (8 FT)	-	-	-
4. District Office Rent Increases	582,200	-	-
5. Information System Upgrade	225,000	-	-
<b>13. District Public Defenders Conference</b>	<b>4,151,300</b>	<b>153,900</b>	<b>-</b>
1. Statutory Step Increase for Assistant PDs and Criminal Investigators	925,400	-	-
2. Statutory Increases for Davidson and Shelby Counties at 5% CPI Inflation Rate	432,200	-	-
3. Defense Positions (22 FT)	2,269,700	153,900	-
4. District Office Rent Increase	392,000	-	-
5. Microsoft 365 Subscription	132,000	-	-
<b>14. Economic and Community Development</b>	<b>27,660,000</b>	<b>227,157,500</b>	<b>-</b>
1. FastTrack Infrastructure and Jobs Training	18,000,000	85,000,000	-
2. TN Entertainment Commission (TEC) Grants	3,000,000	3,000,000	-
3. Rural Development Fund	-	45,000,000	-
4. Historical Development Grants	-	10,000,000	-
5. MainStreet Entrepreneur / Downtown Improvement Grants	-	3,000,000	-
6. LaunchTN	6,660,000	5,657,500	-
7. Nuclear Energy Supply Chain Investment Fund	-	50,000,000	-
8. Coffee County Site Acquisition	-	20,500,000	-
9. TN Go - Tennessee Mobility Innovation Initiative	-	5,000,000	-



**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
<b>15. Education</b>	<b>462,881,200</b>	<b>22,170,000</b>	<b>300,000</b>
1. Teacher Training and Experience Compensation	846,300	-	-
2. TN Investment in Student Achievement (TISA)	350,000,000	-	-
3. Advanced Placement (AP) Access for All	5,000,000	-	-
4. Pre-Kindergarten Special Education	18,000,000	-	-
5. Summer Bus Transportation	10,000,000	-	-
6. Governor's Civics Seal Initiative	500,000	-	-
7. Early Postsecondary Opportunities (EPSO) Fee Waiver Assistance	350,000	-	-
8. TN School for the Blind - Vision Endorsement	180,000	-	-
9. Grow Your Own - Workforce Funding (1 FT)	5,103,700	-	-
10. Wellness and Safety Field Staff (9 FT)	953,700	-	-
11. Audit Position (1 FT)	97,300	-	-
12. English Language Arts (ELA) Position (1 FT)	85,700	-	-
13. Accelerating Literacy and Learning (ALL) Corps ELA and Math Networks	10,000,000	-	-
14. ALL Corps Positions (5 FT)	573,500	-	-
15. State Board of Education - Attorney (1 FT)	133,000	-	-
16. Charter School Commission Positions (3 FT)	-	-	300,000
17. Maintenance of Effort Change	232,500	-	-
18. School Safety Grants	-	20,000,000	-
19. Niswonger Foundation Grant	-	2,170,000	-
20. Administration Legislation - Summer Learning Extension	60,825,500	-	-
<b>16. Environment and Conservation</b>	<b>16,765,300</b>	<b>150,207,000</b>	<b>-</b>
1. Information Technology Infrastructure Modernization	563,000	-	-
2. Abandoned Mine Lands Positions - Utilize Existing Funding (9 FT)	-	-	-
3. Preventing Outages and Enhancing Resiliency of Electric Grid - Formula Grant - Year 2 (2 FT)	-	1,142,200	-
4. Surface Coal Mining Program	216,000	-	-
5. Capital Maintenance Funding for State Parks	1,500,000	-	-
6. Preserving Tennessee's Outdoor Heritage			
<u>State Parks, Natural Areas, and Forests (see also: Capital Outlay)</u>			
a. Access 2030	50,000	5,162,800	-
b. TN State Parks Conservancy	-	500,000	-
c. Heritage Conservation Trust	-	30,000,000	-
d. Natchez Trace Recreation Area	500,000	-	-
e. Scott's Gulf State Park (6 FT)	439,900	-	-
f. Savage Gulf State Park	199,800	367,000	-
g. Middle Fork Bottoms State Park (3 FT)	299,300	150,000	-
h. North Chickamauga Creek State Park (9 FT)	776,300	-	-
i. Devil's Backbone State Park (4 FT)	365,400	-	-
j. Hampton Creek Cove State Natural Area (1 FT)	68,100	-	-
k. Short Springs State Natural Area (1 FT)	68,100	-	-
l. Stillhouse Hollow Falls State Natural Area (1 FT)	68,100	-	-
m. Forestry Conservation for State Natural Areas (8 FT)	1,050,900	600,000	-
<u>Trails</u>			
n. Completion of the Cumberland Trail (2 FT)	355,000	15,000,000	-
o. Tweetsie Trail Expansion and Pedestrian Bridge - Grant to Carter County	-	6,300,000	-
p. Completion of Wolf River Greenway - Grant to Memphis	-	10,300,000	-
q. Completion of Mountain Goat Trail - Grant to Grundy County	-	9,200,000	-
<u>Environmental</u>			
r. Administration Legislation - Rural Brownfields Investment Act (3 FT)	5,335,800	-	-
s. TN CLEAN - Non-National Priority List Site Cleanup - Phase 2	-	40,000,000	-
t. TN CLEAN - Oak Ridge Cleanup	-	25,000,000	-
u. TN CLEAN - Dry Cleaner Site Cleanup	-	5,000,000	-
v. Grants to Localities to Improve Water Quality (2 FT)	4,714,600	-	-
w. Water Conservation Planning (1 FT)	195,000	985,000	-
x. High Hazard Dam Remediation Planning	-	500,000	-
<b>17. Finance and Administration</b>	<b>13,130,200</b>	<b>160,000,000</b>	<b>-</b>
1. Restore Loss of Victims of Crime Act (VOCA) Funding	13,000,000	-	-
2. Peer Review Auditor (1 FT)	130,200	-	-
3. Restore Violent Crime Intervention Grant Fund	-	50,000,000	-
4. Evidence-Based Programming Grants for Jails - Mental Health Focus	-	10,000,000	-
5. Tennessee Strong Families			
a. Crisis Pregnancy Care Grants (7 FT)	-	100,000,000	-

**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
<b>18. General Services</b>	<b>4,178,300</b>	<b>500,000</b>	<b>-</b>
1. System Modernization	1,032,800	-	-
2. Multi-Agency Law Enforcement Training Academy (MALETA) Staffing (2 FT)	382,200	-	-
3. Megasite Authority Board Member Positions (7 PT)	13,300	-	-
4. Governor's Early Literacy Foundation - Summer Home Library Program	2,750,000	500,000	-
<b>19. Governor's Office</b>	<b>13,700</b>	<b>-</b>	<b>-</b>
1. Governor's Statutory Salary Increase at 5% CPI Inflation Rate	13,700	-	-
<b>20. Health</b>	<b>14,844,500</b>	<b>17,080,000</b>	<b>600,000</b>
1. Dental Services Pilot Program - Year 2	-	16,000,000	-
2. Uninsured Adult Health Care Safety Net	5,000,000	-	-
3. Safety Net Quality Improvement Incentive Program	2,000,000	-	-
4. Lab Information Technologies Projects Support	295,000	80,000	-
5. Newborn Screening Position (1 FT)	118,900	-	-
6. Expand Capacity of State Public Health Lab (2 FT)	295,300	-	-
7. Health Related Boards Equity Increase	-	-	600,000
8. Victim Vital Records	1,500,000	-	-
9. Tennessee Strong Families			
a. CHANT Prenatal Care Coordination Expansion	1,335,300	-	-
b. Doula Pilot Program	-	1,000,000	-
c. Perinatal Telehealth Infrastructure (2 FT)	2,300,000	-	-
d. Regional Perinatal Centers	2,000,000	-	-
<b>21. Health Facilities Commission</b>	<b>-</b>	<b>-</b>	<b>344,700</b>
1. Online Certificate of Need System Licensing and Staffing (1 FT)	-	-	344,700
2. Trauma Fund (1 FT) - Utilize Existing Funding	-	-	-
<b>22. Higher Education</b>	<b>51,490,200</b>	<b>13,165,000</b>	<b>-</b>
1. Outcomes Growth and Inflationary Adjustment at 7.7%	47,901,500	-	-
2. Medical Education	2,038,700	-	-
3. Navigate Reconnect	-	800,000	-
4. HBCU Success Summer Bridge Programs	-	625,000	-
5. TN Promise Summer Bridge Program	-	500,000	-
6. Reverse Transfer Portal	200,000	-	-
7. APSU - Cybersecurity Initiative - Year 3 of 3	-	750,000	-
8. TN Tech - Cybersecurity Education, Research, and Outreach Center	1,000,000	200,000	-
9. TBR - Blue Oval TCAT Instructional Equipment	-	9,500,000	-
10. TBR - Governor's Correctional Education Investment (CEI) Expansion	350,000	790,000	-
<b>23. Human Services</b>	<b>42,800</b>	<b>250,000</b>	<b>-</b>
1. Statutory Step Increases for District Attorneys General Conference - IV-D Child Support	42,800	-	-
2. Tennessee Strong Families			
a. KidCentral TN Website Revitalization	-	250,000	-
<b>24. Intellectual and Developmental Disabilities Services (see also: TennCare for DIDD)</b>	<b>22,285,300</b>	<b>5,000,000</b>	<b>-</b>
1. Medicaid Alternative Pathways Intake Coordinators (6 FT) - Utilize Base Funding	-	-	-
2. Health Services Regional Crisis Growth (10 FT) - Additional Funding from TennCare	37,300	-	-
3. Seating and Positioning Clinic Director Position (1 FT)	126,400	-	-
4. TN Early Intervention System (TEIS) Quality Assurance (1 FT)	82,500	-	-
5. Major Maintenance - Recognize Inflation and State Building Commission Policy Changes	39,100	-	-
6. Tennessee Strong Families			
<u>Collaboration for Placement of Adoptive / Foster Care Kids with Disabilities</u>			
a. Respite Care - See Federal and Other Funded Cost Increases	-	-	-
b. Long-Term Care (5 FT)	22,000,000	-	-
c. Network Development	-	5,000,000	-
<b>25. Labor and Workforce Development</b>	<b>715,000</b>	<b>15,072,100</b>	<b>-</b>
1. Decreased Federal Participation	400,000	-	-
2. Computer Replacement	-	72,100	-
3. Strategic Plan for Workforce Development (2 FT)	295,000	-	-
4. Tennessee Strong Families	-	-	-
a. Summer Youth Employment Pilot Program	-	15,000,000	-
5. Administration Legislation - Workers Compensation Update	20,000	-	-

**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
<b>26. <u>Mental Health and Substance Abuse Services</u></b>	<b>18,112,100</b>	<b>13,748,200</b>	<b>-</b>
1. Provider Rate Increase	9,000,000	-	-
2. Residential Re-Entry Housing Program (1 FT)	6,320,700	6,748,200	-
3. Licensure Positions (4 FT)	497,900	-	-
4. Contract Specialists (2 FT)	341,500	-	-
5. Juvenile Justice Diversion	1,322,000	-	-
6. Davidson County Residential Drug Court Contract	180,000	-	-
7. Grant to Alliance Healthcare Services for a Crisis Wellness Center	-	7,000,000	-
8. Major Maintenance - Recognize Inflation and State Building Commission Policy Changes	450,000	-	-
<b>27. <u>Military</u></b>	<b>7,932,000</b>	<b>8,215,900</b>	<b>-</b>
1. TN Emergency Management Agency (TEMA)			
a. Staffing (11 FT)	882,000	255,000	-
b. Recovery and Mitigation (7 FT)	67,000	61,300	-
c. Incident Management Vehicle	100,000	2,000,000	-
d. Statewide Training Management System	250,000	500,000	-
e. Disaster Relief Grants	6,000,000	-	-
f. STORM Act Revolving Loan Fund Program (2 FT)	150,500	5,010,000	-
2. State Burial Flags	32,000	-	-
3. War Records Digitization Project	-	389,600	-
4. Armories Maintenance - 50/50 Federal Match	450,500	-	-
<b>28. <u>Post-Conviction Defender</u></b>	<b>38,100</b>	<b>-</b>	<b>-</b>
1. Statutory Step Increase for Assistant Post-Conviction Defenders	38,100	-	-
<b>29. <u>Revenue</u></b>	<b>-</b>	<b>-</b>	<b>2,200,000</b>
1. License Plate Production	-	-	2,200,000
<b>29. <u>Safety</u></b>	<b>78,246,900</b>	<b>420,566,200</b>	<b>-</b>
1. Tennessee Highway Patrol			
a. Statutory Step Increases for Highway Patrol Troopers	1,595,000	-	-
b. Equipment Modernization	249,100	25,932,300	-
c. Highway Patrol Salary Market Adjustment	39,473,800	-	-
d. Trooper and Support Staff Positions (142 FT)	15,230,300	13,495,200	-
e. Incentive Program in Shelby County	599,900	-	-
2. Maintenance on TN Advanced Communications Network (TACN) Statewide Radio System	1,257,100	-	-
3. Intelligence Agents Salary Market Adjustment	149,800	-	-
4. Digital Forensic Technician Positions (3 FT)	212,200	22,800	-
5. Fusion Center Intelligence Positions (9 FT)	1,096,700	619,600	-
6. Communications Administration and Infrastructure Replacement (2 FT)	3,793,700	8,282,500	-
7. TN School Safety Initiative - Expansion of the Office of Homeland Security			
a. Agents and Supporting Staff (122 FT)	14,589,300	10,150,800	-
b. Records Management System	-	5,000,000	-
8. TACN 3 Initiative - Statewide Radio System Expansion			
a. Transition Remaining State Agencies	-	76,000,000	-
b. "TACN Together" Sites - Improvement of Radio Coverage and Capacity	-	256,500,000	-
c. Radios for Local Agencies	-	24,500,000	-
9. Administration Legislation - TN Only License Plate	-	63,000	-
<b>30. <u>Secretary of State</u></b>	<b>3,548,000</b>	<b>-</b>	<b>-</b>
1. Salary Market Adjustment	3,548,000	-	-
<b>31. <u>Strategic Healthcare Programs</u></b>	<b>942,500</b>	<b>-</b>	<b>-</b>
1. Federal Medical Assistance Percentage (FMAP) Adjustment	942,500	-	-

**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
<b>32. <u>TennCare (FY 23-24 Match Rate - 34.515% Recurring)</u></b>	<b>279,087,900</b>	<b>-</b>	<b>-</b>
1. Medical Inflation and Utilization at 2.4% Growth	66,311,700	-	-
2. Federal Medical Assistance Percentage (FMAP) Adjustment	66,128,200	-	-
3. Pharmacy Program	47,760,100	-	-
4. Medicare Services	54,408,200	-	-
5. Federally Qualified Health Centers and Rural Health Clinics Reimbursement	5,177,200	-	-
6. Adult Dental Program Positions (4 FT)	200,800	-	-
7. Long-Term Services and Supports (LTSS) Positions (4 FT)	207,400	-	-
8. Contract and Procurement Positions (3 FT)	177,700	-	-
9. Information Technology Security Positions (2 FT)	68,900	-	-
10. Third Party Liability Position (1 FT)	39,700	-	-
11. Direct Support Professionals - Home and Community-Based Services	6,337,000	-	-
12. Provider Rate Increase for Behavioral Health Mobile Crisis Program	2,000,000	-	-
13. School-Based Dental Prevention Program Extension	258,900	-	-
14. Tennessee Strong Families			
a. Pregnancy Eligibility Income Threshold Increase to 250% Federal Poverty Level	5,145,300	-	-
b. TN Initiative for Perinatal Quality Care	375,000	-	-
c. Postpartum Coverage Extension	4,663,200	-	-
d. Parental Eligibility Income Threshold Increase to 100% Federal Poverty Level	13,556,900	-	-
e. 12-Month Continuous TennCare Eligibility for Low-Income Children	5,234,000	-	-
f. Lactation Consultation Benefit	1,037,700	-	-
<b>33. <u>TennCare for DCS</u></b>	<b>22,083,700</b>	<b>181,700</b>	<b>-</b>
1. Increased Capacity	6,330,400	-	-
2. Provider Rate Increase	10,413,400	-	-
3. Case Manager Salary Increase	2,661,700	-	-
4. Child Health System	-	181,700	-
5. Information Technology Resources	620,000	-	-
6. Private Provider Case Management	1,816,800	-	-
7. Juvenile Justice Re-Entry Facility	241,400	-	-
<b>34. <u>TennCare for DIDD</u></b>	<b>14,985,200</b>	<b>-</b>	<b>-</b>
1. Health Services Regional Crisis Growth	244,300	-	-
2. Nursing Rate Increase	2,036,400	-	-
3. Direct Support Professionals Rate Increase	12,463,000	-	-
4. Independent Support Coordinator Provider Rate Increase	241,500	-	-
<b>35. <u>Tennessee Bureau of Investigation</u></b>	<b>26,108,700</b>	<b>5,011,200</b>	<b>-</b>
1. Salary Market Adjustment	21,387,200	-	-
2. Forensic Services (25 FT)	4,180,100	348,000	-
3. Operational Support (6 FT)	541,400	43,200	-
4. Equipment and Supplies	-	4,620,000	-
<b>36. <u>Tourist Development</u></b>	<b>1,476,000</b>	<b>7,000,000</b>	<b>-</b>
1. Tourism Marketing Initiatives	1,000,000	7,000,000	-
2. Welcome Center Security Contract Increase	476,000	-	-
<b>37. <u>Transportation</u></b>	<b>-</b>	<b>3,306,000,000</b>	<b>-</b>
1. Transportation Modernization Fund	-	3,000,000,000	-
2. State Aid Road Program	-	300,000,000	-
3. Transportation Equity Fund	-	6,000,000	-
<b>38. <u>Treasury</u></b>	<b>286,000</b>	<b>2,550,000</b>	<b>-</b>
1. Salary Market Adjustment	126,000	-	-
2. Electronic Monitoring Indigency Fund	-	2,550,000	-
3. Length of Service Awards - 2022 PC 1113	160,000	-	-
<b>39. <u>Veterans Services</u></b>	<b>1,962,600</b>	<b>1,337,000</b>	<b>-</b>
1. Cemetery Operations and Staffing (4 FT)	421,300	532,000	-
2. Benefits and Appeals (4 FT)	298,700	-	-
3. Administrative Staffing (2 FT)	254,600	5,000	-
4. Customer Claims Management System	250,000	800,000	-
5. Governor's Veteran Fellowship Program (6 FT)	738,000	-	-
<b>40. <u>Wildlife Resources Agency</u></b>	<b>-</b>	<b>-</b>	<b>817,000</b>
1. Statutory Step Increases for Wildlife Officers	-	-	817,000
<b>41. <u>Retirement Contributions</u></b>	<b>-</b>	<b>35,735,300</b>	<b>-</b>
1. Enhanced 401(k) Match	-	35,735,300	-

**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
42. <u>Group Health Insurance - Increase Effective January 1, 2024</u>	17,429,500	-	-
1. State Agencies at 6%	8,860,100	-	-
2. Higher Education at 6%	8,569,400	-	-
3. K-12 Education - Included in TISA Cost Increase	-	-	-
43. <u>Salary Increases</u>	276,665,000	-	2,349,500
1. State Employees			
a. TEAM Act Agencies - 5% Pay for Performance Pool Effective 7/1/2023	92,612,500	-	-
b. Non-TEAM Act Agencies - 5% Across-the-Board Pool Effective 7/1/2023	20,764,000	-	-
2. K-12 Education - Included in TISA Cost Increase	-	-	-
3. Higher Education - 5% Pool Effective 7/1/2023			
a. Formula Units	64,044,500	-	-
b. Non-Formula Units	25,135,000	-	-
4. Salary Survey - 5% Pool Effective 7/1/2023			
a. Commerce and Insurance Commissioned Officers	104,000	-	-
b. Safety Commissioned Officers - Addressed in THP Market Salary Adjustment	-	-	-
c. Wildlife Resources Agency	-	-	2,349,500
5. Salary Market Adjustments			
a. TEAM Act Agencies	65,000,000	-	-
b. Legislature	1,384,000	-	-
c. Fiscal Review	67,000	-	-
d. District Attorneys Conference	3,882,000	-	-
e. District Public Defenders Conference	1,997,000	-	-
f. Post-Conviction Defender	82,000	-	-
g. Education Special Schools	1,295,000	-	-
h. THEC / TSAC	298,000	-	-
44. <u>Miscellaneous Appropriations</u>	76,075,500	492,533,000	-
1. Administration Amendment	10,000,000	20,000,000	-
2. Legislative Amendment	10,000,000	20,000,000	-
3. Internal Services Cost Increases			
a. Strategic Technology Solutions (STS) Rate Reviews	5,248,000	-	-
b. Business Solutions Delivery (BSD) Labor Bill Rate Increase	3,596,000	-	-
c. STS Enterprise Switch Refresh	5,870,000	4,633,000	-
d. STS Data Center Operations Refresh	-	6,650,000	-
e. STS Web Application Firewall	651,000	-	-
f. STS Microsoft Unified Support Increase	620,000	-	-
g. STS Unified Communications Hybrid Enterprise Agreement Increase	372,000	-	-
h. STS Additional Contractors	202,000	-	-
4. Governor's Initiatives	-	5,000,000	-
5. Memphis Tourism Initiative - FedEx Forum and Simmons Bank Liberty Stadium	-	350,000,000	-
6. Grant for Governor's Office of Faith-Based and Community Initiatives	1,200,000	-	-
7. Grant for All Pro Dad	-	1,000,000	-
8. Line of Duty Health Insurance Claims	191,600	-	-
9. Statewide E-Filing System	-	75,000,000	-
10. Governor's Rural Education Foundation	10,000,000	-	-
11. Tennessee Strong Families			
a. TN Fosters Hope Grant Funding	-	10,000,000	-
b. TN Fosters Hope Program Funding	-	250,000	-
12. Administration Legislation - Juneteenth State Holiday	691,900	-	-
13. Administration Legislation - State Employee Benefits Proposal	27,433,000	-	-
<b>Subtotal Cost Increases</b>	<b>\$ 1,562,665,600</b>	<b>\$ 4,991,719,400</b>	<b>\$ 22,242,200</b>
45. <u>Capital Outlay</u>	-	1,711,877,300	-
1. Improvements			
a. State Buildings - 19 Projects	-	602,780,000	-
b. Higher Education - 33 Projects	-	995,861,300	-
2. Maintenance			
a. State Buildings - 21 Projects	-	51,620,000	-
b. Higher Education - 58 Projects	-	61,616,000	-
46. <u>Rainy Day Fund and Other Funds - Deposits and Transfers</u>	-	800,000,000	-
1. Rainy Day Fund Deposit	-	250,000,000	-
2. Reduce OPEB Liability	-	250,000,000	-
3. Reduce TCRS Unfunded Liability	-	300,000,000	-
<b>Total Cost Increases</b>	<b>\$ 1,562,665,600</b>	<b>\$ 7,503,596,700</b>	<b>\$ 22,242,200</b>

**Budget Overview  
Fiscal Year 2023-2024**

**Agency Cost Increases  
Federal and Other Funding  
Fiscal Year 2023-2024**

	<u>Federal</u>	<u>Other</u>
<b>1. <u>Agriculture</u></b>	<b>162,100</b>	<b>620,300</b>
1. Forest Inventory and Analysis Forestry Positions (2 FT)	162,100	-
2. Agricultural Inspector Positions (9 FT) - Fund from Reserves	-	620,300
<b>2. <u>Arts Commission</u></b>	<b>-</b>	<b>250,000</b>
1. TN Person-Centered Music Program	-	250,000
<b>3. <u>Commerce and Insurance</u></b>	<b>-</b>	<b>4,754,200</b>
1. Codes Enforcement Inspections (8 FT)	-	754,200
2. Manufactured Housing System Modernization (NR)	-	1,500,000
3. Codes Enforcement System Modernization (NR)	-	2,250,000
4. Go Build Program - Use Reserve Funding (NR)	-	250,000
<b>4. <u>Education</u></b>	<b>-</b>	<b>7,281,100</b>
1. Charter School Commission - Recognize Additional School Authorizations	-	7,281,100
<b>5. <u>Environment and Conservation</u></b>	<b>1,702,900</b>	<b>11,231,700</b>
1. State Energy Program (SEP) Grant (2 FT)	1,702,900	-
2. Historical Commission - Realty Tax Growth Per TCA 67-4-409(m) - Civil War Site Preservation Fund	-	7,188,300
3. Historical Commission - Realty Tax Growth Per TCA 67-4-409(m) - Historic Property Land Acquisition Fund	-	4,043,400
<b>6. <u>Finance and Administration</u></b>	<b>85,300</b>	<b>187,900</b>
1. General Counsel Position (1 FT)	-	187,900
2. Volunteer TN Planning Analyst (1 FT)	85,300	-
<b>7. <u>General Services</u></b>	<b>-</b>	<b>5,223,000</b>
1. Procurement Grants Management Staffing	-	223,000
2. MVM Equipment	-	5,000,000
<b>8. <u>Health</u></b>	<b>314,400</b>	<b>1,472,200</b>
1. Procurement Positions (4 FT)	314,400	-
2. School-Based Dental Services Positions (8 FT)	-	722,200
3. Naloxone Purchasing	-	750,000
<b>9. <u>Human Resources</u></b>	<b>-</b>	<b>2,163,700</b>
1. Business Solutions Positions (3 FT)	-	313,800
2. Americans with Disabilities Act (ADA) and Reasonable Accommodation Position (1 FT)	-	146,400
3. Recruiting Positions (5 FT)	-	507,800
4. Equal Employment Opportunity (EEO) - Legal Positions (3 FT)	-	761,200
5. ADA Appeals - Legal Position (1 FT)	-	252,900
6. Service Center Agent Positions (2 FT)	-	181,600
<b>10. <u>Intellectual and Developmental Disabilities</u></b>	<b>-</b>	<b>15,000,000</b>
1. Tennessee Strong Families	-	15,000,000
a. Placement of Adoptive / Foster Care Kids with Disabilities - Respite Population (43 FT)	-	15,000,000
<b>11. <u>Mental Health</u></b>	<b>-</b>	<b>14,316,500</b>
1. TN Sports Gambling Fund - Fund From Reserves	-	2,316,500
2. Substance Use Residential Treatment Bed Infrastructure	-	12,000,000
<b>12. <u>Military</u></b>	<b>129,200</b>	<b>-</b>
1. Volunteer Training Site in Milan	129,200	-
<b>13. <u>TennCare</u></b>	<b>193,735,600</b>	<b>-</b>
1. Medicaid Management Information System (MMIS) - State Funding from Carryforward	125,326,800	-
2. Eligibility System - State Funding from Carryforward	57,008,800	-
3. Health Starts Initiative - Year 2 of 5 - State Funding from Carryforward	11,400,000	-
<b>14. <u>TN Housing Development Agency</u></b>	<b>27,500,000</b>	<b>-</b>
1. Section 8 Performance-Based Contract Administration	27,500,000	-
<b>15. <u>Treasury</u></b>	<b>-</b>	<b>6,042,000</b>
1. Policy and Procedures System	-	300,000
2. Investment Consulting Services for 401(k) and 403(b)	-	200,000
3. Retirement Plan Administrator Contract	-	600,000
4. Information Systems Analysts (3 FT)	-	435,000
5. Human Resources Recruitment and Training Coordinators (2 FT)	-	230,000
6. Financial Literacy Commission (1 FT)	-	65,000
7. Market Salary Adjustment	-	4,212,000
<b>Total Non-State Funding Cost Increases</b>	<b>\$ 223,629,500</b>	<b>\$ 68,542,600</b>

**Budget Overview  
Fiscal Year 2023-2024**

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

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

**Budget Overview  
Fiscal Year 2023-2024**

**Recommended Legislation with Fiscal Impact  
General and Dedicated State Appropriations, Federal, and Other Funds  
Fiscal Year 2023-2024**

	General Fund		Dedicated / Federal / Other Funds	
	Recurring	Non-Recurring	Recurring	Non-Recurring
<b>I. Departmental Revenue Impact - (Decrease) / Increase</b>				
1. Commerce and 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 - TNOSHA Penalty Compliance	-	-	2,812,600	-
5. Revenue - Disabled Plates	-	-	(39,300)	-
<b>Total Departmental Revenue Impact</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,687,300</b>	<b>\$ -</b>
<b>II. Expenditure Adjustments - (Cost) / Savings</b>				
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 and 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)	-	-	-
<b>Total Expenditure Adjustments</b>	<b>\$ (95,619,900)</b>	<b>\$ (63,000)</b>	<b>\$ (23,270,400)</b>	<b>\$ -</b>



**Budget Overview  
Fiscal Year 2023-2024**

**Tennessee Colleges of Applied Technology (TCATs)  
Statewide Master Plan for Capital Outlay  
Non-Recurring State Appropriations**

	<b>Appropriation</b>
<b>I. Replacement Campuses</b>	
1. TCAT Covington	\$ 58,750,000
2. TCAT Knoxville	77,000,000
3. TCAT Lexington	29,750,000
4. TCAT McMinnville	46,000,000
5. TCAT Memphis	89,000,000
6. TCAT Nashville	12,250,000
7. TCAT Paris	58,000,000
<b>Subtotal Replacement Campuses</b>	<b>\$ 370,750,000</b>
<b>II. New Buildings, Additions, and Improvements</b>	
8. Statewide	\$ 28,000,000
9. TCAT Athens	9,750,000
10. TCAT Chattanooga	15,000,000
11. TCAT Crossville	14,750,000
12. TCAT Crump	15,500,000
13. TCAT Dickson	42,625,000
14. TCAT Hartsville	38,750,000
15. TCAT Hohenwald	6,750,000
16. TCAT Jacksboro	55,500,000
17. TCAT Jackson	7,800,000
18. TCAT Jackson / Jackson State Community College	34,600,000
19. TCAT Livingston	17,000,000
20. TCAT McKenzie	11,400,000
21. TCAT Nashville	55,500,000
22. TCAT Newbern	10,500,000
23. TCAT Oneida	9,250,000
24. TCAT Ripley	13,500,000
<b>Subtotal New Buildings, Additions, and Improvements</b>	<b>\$ 386,175,000</b>
<b>III. New Campus Locations</b>	
25. TCAT Athens	\$ 17,000,000
26. TCAT Chattanooga	20,000,000
27. TCAT Crossville	10,500,000
28. TCAT Dickson	35,000,000
29. TCAT Elizabethton	40,000,000
30. TCAT McMinnville	25,000,000
<b>Subtotal New Campus Locations</b>	<b>\$ 147,500,000</b>
<b>IV. Statewide Capital Funding Adjustments (Cost Escalations)</b>	
31. Capital Improvements	\$ 41,500,000
32. Capital Maintenance	7,000,000
<b>Subtotal Statewide Capital Funding Adjustments (Cost Escalations)</b>	<b>\$ 48,500,000</b>
<b>V. Total TCAT Statewide Master Plan</b>	<b>\$ 952,925,000</b>

**Budget Overview  
Fiscal Year 2023-2024**

**Preliminary Base Budget Adjustments  
(Savings) / Cost**

**General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	General Fund		Dedicated
	Recurring	Non-Recurring	
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
<b>Total Preliminary Base Budget Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 768,976,900</b>

**Budget Overview  
Fiscal Year 2023-2024**

**Salary Policy  
General Fund and Dedicated State Appropriations  
Fiscal Year 2023-2024**

	<u>General Fund</u>	<u>Dedicated</u>
<b>I. Statutory Salary Increases</b>		
1. Step Raises		
a. Children's Services - Teacher Training and Experience	\$ 2,100	\$ -
b. District Attorneys General - Asst. DAs and Criminal Investigators (Includes IV-D Child Support)	1,502,100	-
c. District Public Defenders - Asst. Public Defenders and Investigators	925,400	-
d. Education - Teacher Training and Experience	846,300	-
e. Office of the Post-Conviction Defender - Asst. Post-Conviction Defenders	38,100	-
f. Commerce and Insurance - TLETA Commissioned Officers	30,000	-
g. Safety - Highway Patrol Commissioned Officers	1,595,000	-
h. Wildlife Resources Agency - Officers and Eligible Employees	-	817,000
Subtotal Step Raises	\$ 4,939,000	\$ 817,000
2. Cost of Living Adjustments		
a. Attorney General - CPI Adjustment	\$ 13,400	\$ -
b. Court System - Judges - CPI Adjustment	2,383,700	-
c. District Public Defenders - Davidson and Shelby Counties - CPI Adjustment	432,200	-
d. Governor - CPI Adjustment	13,700	-
Subtotal Cost of Living Adjustments	\$ 2,843,000	\$ -
<b>Subtotal Statutory Salary Increases</b>	<b>\$ 7,782,000</b>	<b>\$ 817,000</b>
<b>II. Discretionary Salary Increases</b>		
3. State Employees 5% Salary Pool		
a. TEAM Act Agencies - Pay for Performance - Effective 7/1/2023	\$ 92,612,500	\$ -
b. Non-TEAM Act Agencies - Across-the-Board - Effective 7/1/2023	20,764,000	-
c. Salary Survey Adjustments (Commerce and TWRA)	104,000	2,349,500
Subtotal State Employees Salary Pool	\$ 113,480,500	\$ 2,349,500
4. Higher Education 5% Salary Adjustment		
a. Formula Units - Effective 7/1/2023	\$ 64,044,500	\$ -
b. Non-Formula Units - Effective 7/1/2023	25,135,000	-
Subtotal Higher Education	\$ 89,179,500	\$ -
5. K-12 Education - Included in TISA Cost Increase		
<b>Subtotal Discretionary Salary Increases</b>	<b>\$ 202,660,000</b>	<b>\$ 2,349,500</b>
<b>III. Market Rate Funding Adjustments</b>		
6. TEAM Act Agencies		
a. Board of Parole - Board Members	\$ 180,600	\$ -
b. Children's Services - Case Managers	9,723,500	-
c. Children's Services - Wilder YDC Security Staff	1,039,000	-
d. Safety - Highway Patrol	39,473,800	-
e. Safety - Intelligence Analysts	149,800	-
f. TN Bureau of Investigation	21,387,200	-
g. TEAM Act - Statewide Adjustment Pool	65,000,000	-
Subtotal TEAM Act Agencies	\$ 136,953,900	\$ -
7. Non-Team Act Agencies		
a. Attorney General	\$ 3,811,000	\$ -
b. District Attorneys	3,882,000	-
c. Public Defenders	1,997,000	-
d. Post-Conviction Defender	82,000	-
e. Legislature and Fiscal Review	1,451,000	-
f. Court System	4,881,000	-
g. Secretary of State	3,548,000	-
h. Comptroller of the Treasury	6,723,000	-
i. Treasury	126,000	-
j. Education - Special Schools	1,295,000	-
k. Higher Education - THEC/TSAC	298,000	-
Subtotal Non-TEAM Act Agencies	\$ 28,094,000	\$ -
<b>Subtotal Market Rate Funding Adjustments</b>	<b>\$ 165,047,900</b>	<b>\$ -</b>
<b>Total Recommended Salary Policy</b>	<b>\$ 375,489,900</b>	<b>\$ 3,166,500</b>

**Budget Overview  
Fiscal Year 2023-2024**

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

	<u>Rainy Day Fund</u>	<u>TennCare Reserve</u>	<u>Total</u>
<b>I. FY 2019-2020</b>			
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
<b>Total Reserves at June 30, 2020</b>	<b>\$ 1,200,000,000</b>	<b>\$ 500,000,000</b>	<b>\$ 1,700,000,000</b>
<b>II. FY 2020-2021</b>			
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
<b>Total Reserves at June 30, 2021</b>	<b>\$ 1,450,000,000</b>	<b>\$ 1,005,779,077</b>	<b>\$ 2,455,779,077</b>
<b>III. FY 2021-2022</b>			
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
<b>Total Reserves at June 30, 2022</b>	<b>\$ 1,550,000,000</b>	<b>\$ 1,113,552,174</b>	<b>\$ 2,663,552,174</b>
<b>IV. FY 2022-2023</b>			
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
<b>Total Reserves at June 30, 2023</b>	<b>\$ 1,800,000,000</b>	<b>\$ 1,113,552,174</b>	<b>\$ 2,913,552,174</b>
<b>V. FY 2023-2024</b>			
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
<b>Total Reserves at June 30, 2024</b>	<b>\$ 2,050,000,000</b>	<b>\$ 1,113,552,174</b>	<b>\$ 3,163,552,174</b>