

Department of Revenue

Budget Request FY 2019-2020

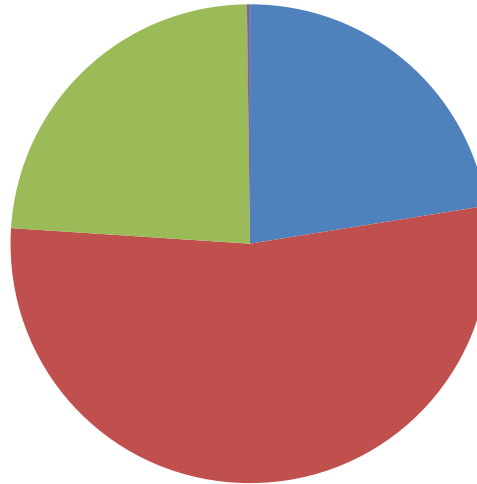
About the Department

FY 2020 Base Budget

Disaster Relief: \$250,000

Motor Vehicle Services: \$29,325,200

- Vehicle Services Division: \$19,440,200
- Anti-Theft Unit: \$1,861,100
- Computerized Title & Registration System: \$4,989,800
- Insurance Verification: \$3,034,100



Administration: \$27,728,900

Revenue Collection Services: \$66,113,500

- Collection Services: \$9,928,400
- Taxpayer Services Division: \$9,915,100
- Audit Division: \$35,724,900
- Tax Refund Interest Expense: \$2,500,000
- Processing Division: \$7,861,900
- Tennessee Revenue Registration and Reporting System: \$183,200

- Tennessee's primary tax-collecting agency
- Conduct tax audits of taxpayers subject to Tennessee tax law
- Administer motor vehicle title and registration laws through 95 county clerks
- Conduct motor vehicle anti-theft inspections and investigations
- Develop and manage an electronic motor vehicle insurance verification system

TR³ System

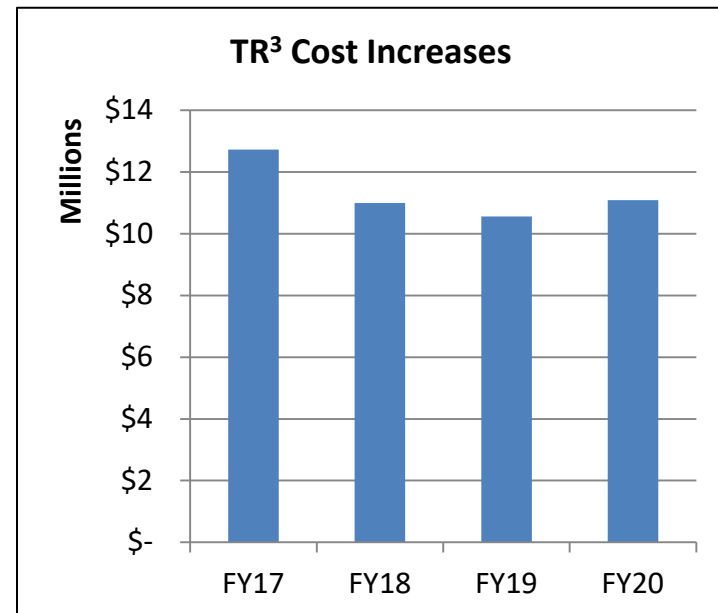
TR³ – Tennessee Revenue Registration and Reporting System

- Replaces old tax administration system
- Includes TNTAP, a free, web-based system that allows taxpayers to file tax returns, make payments and maintain tax accounts
- Continual software updates keep system up to date with newest version
- Final tax types go live March 2020 (Motor Fuel, Privilege, Transfer, and Coin Operated Amusement taxes)

\$11,088,900

- Non-recurring
- Year 4 of 4
- Partial year maintenance costs:
\$1.7 million

11 positions



Vehicle License Plates

Vehicle License Plates

- Increase recurring appropriation by \$500,000
- Current recurring appropriation – \$4,100,000
- Reserve decreased from \$3,200,000 in FY15 to \$0 in FY18
- The Department of Revenue is billed by TRICOR for the production of vehicle license plates

Cost Increases

		Total	State	Federal	Other	Positions
1.	Tennessee Revenue Registration and Reporting System	\$11,088,900	\$11,088,900	\$0	\$0	11
2.	Vehicle Services – License Plates	500,000	500,000	0	0	0
	Total Cost Increases	\$11,588,900	\$11,588,900	\$0	\$0	11

Savings Plan

		Total	State	Federal	Other	Positions
1.	Vehicle Services Division Reduction	(\$380,600)	(\$380,600)	\$0	\$0	0
2.	Insurance Verification Reduction	(650,000)	(650,000)	0	0	0
3.	Local Option Sales Tax Funding Swap	0	(505,600)	0	505,600	0
	Total Savings Plan	(\$1,036,200)	(\$1,536,200)	\$0	\$505,600	0