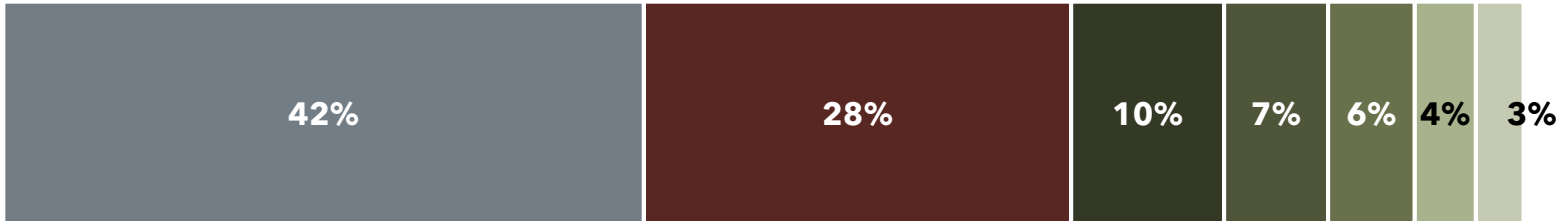


# TENNESSEE FY 2017-2018 STATE BUDGET

## WHAT'S IN THE GOVERNOR'S BUDGET AMENDMENT?

On April 24<sup>th</sup>, Governor Haslam released his amended budget proposal for the fiscal year that begins on July 1<sup>st</sup>. Based on our estimates, these updates reflect \$74 million less in spending from state revenues than originally proposed in January.

### RECOMMENDED FY 2017-2018 STATE REVENUE SPENDING BY EXPENDITURE CATEGORY \$17.8 BILLION



### CHANGES AND HIGHLIGHTS RELATIVE TO THE JANUARY BUDGET

#### -\$8M EDUCATION

- \$20M due to updated assumptions about K-12 enrollment
- +\$10M one-time improvement grants to K-12 priority schools

#### -\$2M HEALTH & SOCIAL SERVICES

- \$22M TennCare spending covered by hospital assessments
- +\$11M one-time TennCare information systems enhancements
- +\$8M TennCare rate increases for intellectual/developmental disability service providers
- +\$2M ongoing mental health and substance abuse prevention and treatment activities

#### +\$1M LAW, SAFETY, & CORRECTIONS

#### -\$31M ECONOMIC DEVELOPMENT, TOURISM, AND TRANSPORTATION

- \$127M to reflect changes made to the IMPROVE Act during the legislative process
- +\$55M one-time transfer from the General Fund to the Highway Fund
- +\$29M one-time economic development grants for aeronautics, film, and start-up businesses
- +\$12M one-time payment to TVA for recreational use of the Ocoee River

#### -\$58M STATE TAXES SHARED WITH CITIES & COUNTIES

- \$58M to reflect changes made to the IMPROVE Act during the legislative process

#### +\$1M RESOURCES & REGULATIONS

#### +\$22M GENERAL GOVERNMENT FUNCTIONS

- +\$40M construction of a new State Library & Archives building
- \$26M related to state employee retiree benefits