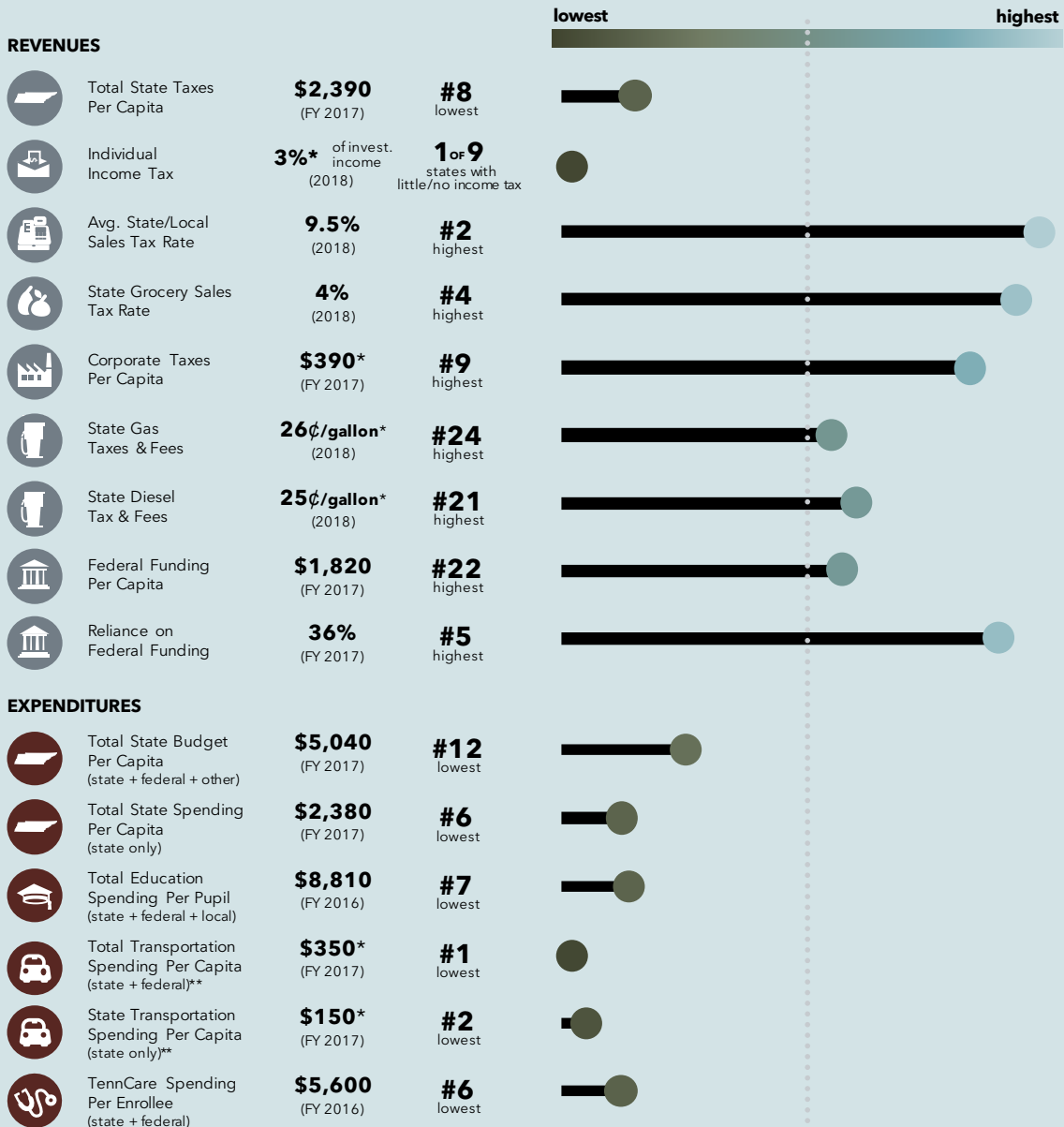




# FAST FACTS

## How Tennessee's Revenues & Expenditures Compare

The figure below shows how Tennessee compares to other states for select state budget revenue and expenditure measures. These rankings provide context for Tennessee's budget policies, but each is associated with trade-offs.



\* These data and rankings do not reflect the full implementation of the 2017 IMPROVE Act, which eliminates the Hall income tax on investment income on Jan. 1, 2021, reduces corporate taxes by an estimated \$17 per capita beginning in FY 2019, increases the gas and diesel taxes on July 1, 2019, and results in increases to state transportation spending beginning in FY 2018. \*\*Does not include state taxes shared with cities and counties for transportation.

See back for a full list of sources.

## SOURCES:

Per capita estimates for total state taxes, corporate taxes, total state budget, total state spending, total transportation spending, and state transportation spending are based on The Sycamore Institute's analysis of: Revenue and expenditure data from the *FY 2018-2019 Tennessee State Budget* Population data from U.S. Census Bureau, "Mid-Year State Population Estimates." Accessed via <https://factfinder.census.gov/>.

Rankings for total state taxes per capita, individual income tax, average state/local sales tax rate, state grocery sales tax rate, and corporate taxes per capita are based on The Sycamore Institute's analysis of The Tax Foundation, *Facts & Figures: How Does Your State Compare? 2018*. <https://files.taxfoundation.org/20180411102900/Facts-Figures-2018-How-Does-Your-State-Compare.pdf>

State gas and diesel taxes and fees information is based on The Sycamore Institute's analysis of U.S. Energy Information Administration, "Federal and State Motor Fuel Taxes, Updated August 2018." Accessed via <https://www.eia.gov/tools/faqs/faq.php?id=10&t=10>.

Reliance on federal funding is based on The Sycamore Institute's analysis of National Association of State Budget Officers, Table 1: Total State Expenditures - Capital Inclusive," *State Expenditure Report Examining FY 2015-2017 State Spending*, Mar. 2018. <https://www.nasbo.org/mainsite/reports-data/state-expenditure-report>

Rankings for total state budget, total state spending, total transportation spending, and state transportation spending is based on The Sycamore Institute's analysis of National Association of State Budget Officers, "State Expenditure Report Data (1991-2017)," Mar. 2018. Downloaded on Sept. 28, 2018 via <https://community.nasbo.org/communities/community-home/librarydocuments?communitykey=b96cf10c-e5b8-4461-a5cd-7b46c639029e&tab=librarydocuments>.

Data and rankings for total education spending per pupil are from the U.S. Census Bureau, "Summary Tables - Public Elementary-Secondary Education Finances: Fiscal Year 2016 (Table 11)," *Annual Survey of School System Finances*, Mar. 17, 2018. Downloaded on Sept. 28, 2018 via <https://www.census.gov/data/tables/2016/econ/school-finances/secondary-education-finance.html>.

Data and rankings for TennCare spending per full-year equivalent enrollee data are from Medicaid and CHIP Payment and Access Commission (MACPAC), "Exhibit 23: Medicaid Benefit Spending per Full-Year Equivalent Enrollee for Newly Eligible Adult and All Enrollees by State," *MACStats*, Dec. 2017. Downloaded on Oct. 2, 2018 via <https://www.macpac.gov/publication/medicaid-benefit-spending-per-full-year-equivalent-enrollee-for-newly-eligible-adult-and-all-enrollees-by-state/>.

Estimated FY 2019 change in corporate taxes is based on The Sycamore Institute's analysis of Tennessee General Assembly Fiscal Review Committee, *Fiscal Memorandum: HB 534 - SB 1221*, Apr. 20, 2017. <http://www.capitol.tn.gov/Bills/110/Fiscal/FM1477.pdf>