Gov. Bill Lee’s recommended budget for FY 2021 is 3.7% (or $1.5B) higher than current revised budget.

Spending from state revenues is 6.0% (or $1.1B) higher.

**TOP INVESTMENTS & INCREASES**

Recurring:
- $264M for K-12 Education
- $165M for TennCare
- $135M for personnel costs like salaries & benefits

Non-Recurring:
- $399M for capital outlay & IT
- $384M for K-12 Education
- $148M for Economic & Community Development

**TOP REDUCTIONS**

Recurring:
- -$72M from TennCare
- -$6M from Dept. of Revenue
- -$5M from CoverKids

Non-Recurring:
- -$5M from CoverKids offset by federal increases

**STATE TAX REVENUES**

+$435M MILLION or 2.75% higher than estimated revenues for the current year

11 years consecutive growth since Great Recession

4.4% avg. annual growth since FY 2011

**SELECT POLICY INITIATIVES**

Children’s Behavioral Health
- +$261M for a new K-12 Mental Health Trust Fund and a children’s behavioral health safety net

K-12 Teacher Support
- +$164M for teacher pay, training, and pipeline development

Statewide Literacy Initiative
- +$71M for teacher instruction, coaching, and classroom materials