



Summary of Gov. Lee's FY 2023 Amended Budget

April 1, 2022

Key Takeaways

- The FY 2023 budget amendment adds \$260 million in net new spending from state revenues.
 - In total, it proposes \$316 million in new expenditures and \$100 million in new tax cuts – offset by changes that increase revenues and reduce funding for items proposed in February.
 - It does not fundamentally change tax collection forecasts or the use of recurring revenues for nonrecurring expenses – despite collections seven months into the current fiscal year being on a safe path to meet February's updated projection.
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This week, Governor Lee proposed an amendment to his [budget recommendation for FY 2023](#), which starts July 1, 2022. These revisions update the original budget plan the governor rolled out in February, reflecting new information about program needs and legislative action. With these changes, the FY 2023 budget recommendation now totals \$52.8 billion[†]– including \$26.6 billion from state revenues. (1) (2) (3) (4)

The administration amendment marks one of the final steps in the process to get next year's budget approved by the legislature (which will likely be one of the General Assembly's final actions before adjourning for the year).

Overview

The amended FY 2022 proposed budget includes \$26.6 billion from state revenues – \$260 million higher than before – which includes annual costs of new debt for a Titans stadium. These net increases are the combined result of dozens of changes that affect both revenues and expenditures (**Figure 1**). Here are the topline differences with the February recommendation.

References

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† Does not include the \$500 million bond authorization for a new Titans stadium. Bond authorizations are typically counted in the “other” category of the state budget, but the \$500 million was not included in the totals presented by the Commissioner of Finance and Administration to the General Assembly. We have excluded it here to ensure that totals match with official estimates.

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Written By:

Mandy Pellegrin, Policy Director

Other Contributing Staff:

Eric Harkness, Executive Director • Brian Straessle, Director of External Affairs

For further information, contact Brian Straessle at Brian@SycamoreTN.org.