

# Revised Projection

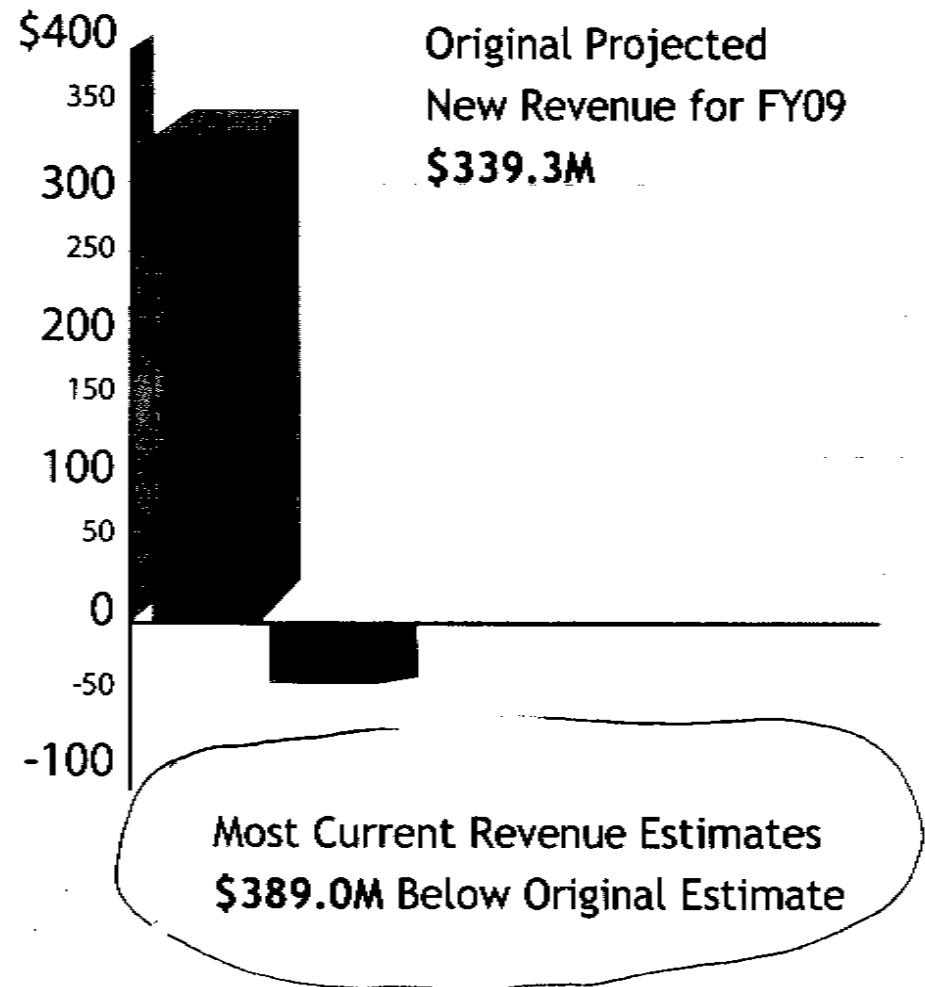
April 2008

## BUDGET UPDATE

FY 2008-2009

Since January, the nation's economic outlook has worsened and negatively affected Tennessee's revenue projections

*\*The proposed budget introduced in January will need to be reduced by at least \$389 million.*



# General Fund Revenues

(Prior to Funding Board Meeting)

**BUDGET  
UPDATE**  
FY 2008 2009

	<u>2007-2008</u>	<u>2008-2009</u>
Earlier Estimates:		
1. July 1, 2007 Estimate	9,778,900,000	
2. Less: January 2008 Adjustment	<u>(180,000,000)</u>	
3. Revised January 2008 Estimate	<u>9,598,900,000</u>	<u>9,938,200,000</u>
4. 2008-2009 Net General Fund Revenue Growth		<u>339,300,000</u>
Preliminary April Estimates:		
5. Revised Estimate	9,431,900,000	9,549,200,000
6. Reduction from January 2008 Estimate	(167,000,000)	(389,000,000)
7. 2007-2008 Reduction from July 1, 2007, Estimate	(347,000,000)	

# Revenue Estimates

**BUDGET  
UPDATE**  
FY 2008 2009

	7/1/2007			
FY 08	Budgeted	Fox	FRC	Revenue
Sales and Use	4.1%	0.2%	1.8%	1.3%
Franchise and Excise	3.1%	-6.6%	-6.6%	-6.9%
Ⓢ Total	5.3%	0.6%	1.5%	1.0%

FY 09	January	Fox	FRC	Revenue
Sales and Use	3.9%	2.0%	2.2%	2.1%
Franchise and Excise	2.0%	-1.0%	0.0%	1.8%
Total	3.1%	1.4%	1.8%	2.0%