

2009-2010
Administration Budget Amendment Overview

	2008-2009	2009-2010		
		Recurring	NR	Earmarked
A. Revenue Estimate Adjustments - Increase / (Decrease):				
1. State Revenue	(111,700,000)	(161,000,000)		
2. Debt Service Fund - Transfer to GF - Economic Development Projects	27,800,000			
3. Debt Service Fund - Cancel \$11,841,000 Economic Development Bonds (Premium)		1,300,000		
4. Debt Service Fund - Cancel \$13,897,000 Bonds (Premium)		1,500,000		
5. Franchise and Excise Taxes - FONCE @ \$500,000 exemption and \$22 M estimate		(3,000,000)		
6. Health Maintenance Organization (HMO) Tax @ \$136.6 M		(2,700,000)		
7. Tax Bill - Technical Corrections - SB 2318 / HB 2275:				
a. Business Tax Administration		38,000,000		
b. Software Maintenance and Warranty Agreements		21,000,000		
c. Cable Boxes		9,000,000		
d. Telecommunications - Long Distance		2,000,000		
8. Miscellaneous Revenue Adjustment (C&I)		6,000,000		
9. U. S. Recovery Act - Higher Education	(1,900,000)			
10. U. S. Recovery Act - K-12 Education BEP @ \$154.4 M	(291,100)		(2,124,400)	
11. 2008-2009 Tobacco Master Settlement Agreement @ \$159.2 M recurring	(1,300,000)		2,400,000	
Sub-Total A. Available Revenue - Increase / (Decrease)	(87,391,100)	(125,900,000)	275,600	-
B. Reversion 2008-2009 - Increase / (Decrease):				
12. TennCare - Enhanced Federal Match	16,000,000		59,500,000	
13. State Agencies - Claims Premium Rebate			5,500,000	
14. Misc. Approp. - ACCENT System Development - 2007-2008 closing error	(10,322,200)			
15. State Agencies - May 2009 estimate	(26,800,000)			
Sub-Total B. Additional Reversion 2008-2009 - Increase / (Decrease)	(21,122,200)	-	65,000,000	-
Total Available Revenue and Reserves - Surplus / (Deficit)				
	(108,513,300)	(125,900,000)	65,275,600	-
C. 2009-2010 Improvement Reductions - Savings / (Cost):				
16. State Treasurer - Improvement (2 FT)				(222,500)
17. K-12 Education - BEP @ \$46 M full funding		(2,000,000)		
18. Aging and Disabilities Commission - Reduce state match - U. S. Recovery Act	18,900		17,600	
Sub-Total C. 2009-2010 Improvement Reductions - Savings / (Cost)	18,900	(2,000,000)	17,600	(222,500)
D. Capital Outlay Reductions - Savings / (Cost):				
19. Delayed Projects - Restore Environment and Conservation	(5,615,100)			
Sub-Total D. Capital Outlay Reductions - Savings / (Cost)	(5,615,100)	-	-	-
E. Base Reductions - Savings / (Cost):				
20. Non-Recurring Add-Backs - Delete Non-Personnel Items - Accelerate Reductions:			21,207,800	
21. TennCare - HMO tax - Fiscal Note reconciliation			10,657,800	(10,657,800)
22. General Services - Motor Vehicle Management				5,400,000
23. K-12 Education - BEP Base - General Fund and U. S. Recovery Funds			2,400,000	(2,400,000)
24. Higher Education - State Maintenance of Effort (MOE) @ \$68,793,600			(703,600)	
25. Higher Education - U. S. Recovery Funds	291,100		2,124,400	
Sub-Total E. Base Reductions - Savings / (Cost)	291,100	-	35,686,400	(7,657,800)
Sub-Total Budget Reductions				
	(5,305,100)	(2,000,000)	35,704,000	(7,880,300)
F. Base Budget Restorations - Savings / (Cost):				
26. Children's Services - Restore Base (361 FT)				
a. # 15 Group Homes (154 FT)		(18,316,900)	17,155,300	
b. # 15 TennCare for Children's Services - Group Homes		(4,941,100)	3,779,500	
c. # 16 Youth Development Center Beds (97 FT)		(703,300)	703,300	
d. # 17 Relative Caregiver and Other Contracts		(5,045,100)	5,045,100	
e. # 18 Administrative and Operational Staff (110 FT)		(2,818,200)	2,818,200	
f. # 18 TennCare for Children's Services - Administrative and Operational Staff		(3,651,300)	3,651,300	
g. # 18 TennCare for Children's Services - Administrative and Operational Staff		(1,157,900)	1,157,900	
27. TennCare - Reduction # 11 - Long-Term Care Eligibility Criteria - NR Add-Back			(12,187,200)	(34,936,800)

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28. Correction Dept. - Restore Reduction # 1 - Whiteville Prison - Also \$10.55 M in 2010-11			(12,043,400)
29. Comptroller - Restore Base partly (½)		(3,755,300)	2,831,900
30. Secretary of State - Restore Base partly (½)		(2,254,100)	1,699,800
31. Reconciling Adjustment		(4,781,800)	3,606,000
Sub-Total F. Base Budget Restorations - Savings / (Cost)		(29,108,100)	13,249,600
Total Available Funds - Surplus / (Deficit)	(113,818,400)	(157,008,100)	114,229,200
G. Additions to Budget - (Cost) / Savings:			
32. Severance - 1,051 positions (\$3.4 M severance pay, \$2.1 M tuition)			(5,500,000)
33. Court System - Indigent Defendants Counsel - Reduce 2008-2009 Supplemental Appropriation	1,000,000		
34. Court System - Guardian ad Litem - 2008-2009 Supplemental Appropriation	(1,000,000)		
35. 2008 Legislation - Mandated local costs - Article II, Section 24	(100,000)		
36. Mental Health - MR clients awaiting transfer	(1,800,000)		
37. MH - Community Svcs. - Behavioral Health Safety Net - Inc. Judicial Commitments @ 11,280 persons		(10,000,000)	
38. E & CD - Development Districts grants	(150,000)	(150,000)	
39. E & CD - Advanced Manufacturing Technology Education Center - Fast Track Funds			(5,000,000)
40. E & CD - Energy Initiative			68,039,200
a. Volunteer State Solar Energy Initiative @ \$62,482,000 Federal ARRA			28,417,000
b. Energy Efficiency & Conservation Block Grant @ \$13,818,200 - Implement energy efficiency plan			4,922,200
c. Low-Interest Revolving Loan Fund - Commercial and industrial energy efficiency improvements - Matches \$15 M TVA			15,000,000
d. Multi-State and U. S. DOE electric vehicle technology demonstration - Grant			5,000,000
e. Building Codes - Training & materials - Promote energy efficiency			5,000,000
f. Other clean energy initiatives @ \$15 M			7,700,000
i. Petroleum violation escrow funds - Appropriate			15,000,000
ii. Small-Business Energy Loan Program			(2,400,000)
iii. Local Government Energy Loan Program			(4,900,000)
41. Cover RX - Additional pharmacy caseload of 11,800			(2,400,000)
42. DAs - Annualize 2007-2008 step salary increase of Assistant DAs (DAs \$397,100; DHS 27,400)		(424,500)	
43. PDs - Annualize 2007-2008 step salary increase of Assistant PDs		(232,900)	
44. K-12 Education - Pre-K - Lottery @ \$3 M		(8,000,000)	8,000,000
45. K-12 Education - Save the Children literacy grant			(1,000,000)
46. Tourist Development - Advertising			(3,500,000)
47. Health - Maharry Wellness Program			(2,000,000)
48. Group Health Insurance @ 1-1-10:			
a. State Agencies @ 6%		(26,890,300)	5,385,900
b. Higher Education @ 6%		(7,708,300)	
c. K-12 - BEP @ 10%		(5,669,000)	5,385,900
49. Correction Dept. - Criminal Justice Coordinating Council		(13,512,000)	
		(250,000)	
Sub-Total G. Additions to Budget - Savings / (Cost)	(2,050,000)	(45,947,700)	(9,014,100)
H. Capital Outlay - Additions to Budget - (Cost) / Savings:			68,039,200
50. Capital Outlay - West TN Megasite Land @ \$40.3 M			
51. Capital Outlay - Solar Farm Visitors Center - DOT			(13,000,000)
52. Capital Outlay - UT Veterinary Medicine Hospital - Additions & renovations (\$10 M National Academy-Level Faculty, \$7 M institutional)			(17,800,000)
Sub-Total H. Capital Outlay - Additions to Budget - Savings / (Cost)			(13,000,000)
I. Administration Bills - Savings / (Cost) or Revenue Increase / (Loss):			(17,600,000)
53. Administration bills - Budget Document estimate - Delete			
54. SB 2236 / HB 2249 - TBI - Prohibits handgun purchase by mentally ill persons and persons adjudicated as mentally defective (increase local expenditures \$105,000)	300,000	(64,800)	(7,000)
55. a. SB 2239 / HB 2289 - Health Insurance Claims Data - Use Health Planning reserve			(200,000)
b. SB 2239 / HB 2289 - Health Insurance Claims Data - Revenue loss			(10,000)
56. SB 2254 / HB 2262 - Children's Services - Deletes requirement for child abuse review teams	16,700		

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57. SB 2271 / HB 2308 - Probation & Parole - Probationers and parolees transfer fee				160,800
58. SB 2275 / HB 2282 - Adult care homes licensing - Revenue increase (Costs - \$118,400 R; \$8,600 NR included in TennCare budget)		20,000		
59. a. SB 2279 / HB 2318 - Financial Inst. - Mortgage licensing - Revenue (\$241,400 R; \$51,800 NR)				283,200
b. SB 2279 / HB 2318 - Financial Inst. - Mortgage licensing - Costs (\$233,000; \$6,400 NR)				(239,400)
60. SB 2284 / HB 2296 - C & I - Tennessee Viatical Settlement Act - Incarceration		(15,700)		
61. a. SB 2287 / HB 2317 - Safety - Motor-Voter Registration - Information systems modifications			(38,400)	
b. SB 2287 / HB 2317 - Sec. of State - Motor-Voter Registration - Postage / Supply - Savings		40,600		
62. SB 2288 / HB 2330 - Safety - REAL ID				
63. SB 2289 / HB 2331 - Revenue - Motor vehicle titling & registration (Reduce Highway Fund expenditures \$1,718,000)		395,400		1,700,000
64. SB 2297 / HB 2284 - State Agencies - Background checks on state employees providing health care services to elderly and disabled persons; expands elderly guardianship program				
65. a. SB 2300 / HB 2318 - Energy bill - Inspection fee revenue - \$1 M; tax credit revenue loss \$100,000		900,000		
b. SB 2300 / HB 2318 - Energy bill - Inspection costs		(900,000)	(22,500)	
66. SB 2307 / HB 2314 - C & I - Manufactured housing standards and fee				10,600
67. SB 2308 / HB 2320 - Higher Ed. - Expands Committee on Postsecondary Educational Institutions				(1,800)
68. a. SB 2315 / HB 2324 - Labor - Unemployment Ins. - Revenue (\$243.5 M R; \$141 M NR)				(3,655,800)
b. SB 2315 / HB 2324 - Labor - Unemployment Ins. - Expenditures (\$29.5 M R; \$3,655,800 NR)				
69. SB 2318 / HB 2275 - Revenue - Technical corrections - Implementation cost (\$50,000 NR in Base)		(631,000)	(326,000)	
70. SB 2357 / HB 2389 - Omnibus Budget Bill - Local cost \$3.8 M @ 10% state share (MH provisions)		(380,000)		
71. SB 650 / HB 518 - E & CD - Surety bond program for small contractors		(64,200)	(3,000,000)	
Sub-Total I. Administration Bills - Savings / (Cost)		(383,000)	(3,383,900)	(1,942,400)
Total Additional Requirements	(2,050,000)	(46,330,700)	(25,408,000)	49,486,900
Total - Available Funds - Surplus / (Deficit)	(115,868,400)	(203,338,800)	86,821,200	
J. Other Items - Cost / (Savings):				
72. Facilities Revolving Fund - Swipe and Ride - Transfer to Transportation			500,000	
73. Misc. Approp. - Swipe and Ride - Transportation to administer - Transfer from FRF			(500,000)	
74. Commerce and Insurance - Real Estate Commission				
Sub-Total J. Other Items				
Total Amendment Available Funds - Surplus / (Deficit)	(115,868,400)	(203,338,800)	86,821,200	
Budget Document Overview - Surplus / (Deficit)	217,300	(234,411,500)	234,659,900	
Total Available Funds - Surplus / (Deficit)	(115,651,100)	(437,750,300)	323,481,100	

Effect on Reserves:

2009-2010 Budget Document:

Rainy Day Fund @ 6-30-09 and 6-30-10	\$ 685,400,000	\$ 750,000,000
TennCare Reserve @ 6-30-09 and 6-30-10	347,832,500	341,832,500
Sub-Total Budget Document Reserves	\$ 1,033,232,500	\$ 1,091,832,500
Less: 2008-2009 Amendment Overview - Surplus / (Deficit)	\$ (115,651,100)	\$ (115,651,100)
Less: 2009-2010 Amendment Overview - Surplus / (Deficit)		(114,269,200)
Plus / (Less): Rounding Adjustment	(48,900)	40,300
Amendment Overview:		
Rainy Day Fund @ 6-30-09 and 6-30-10	\$ 569,700,000	\$ 520,120,000
TennCare Reserve @ 6-30-09 and 6-30-10	347,832,500	341,832,500
Total Amendment Overview Reserves	\$ 917,532,500	\$ 861,952,500