

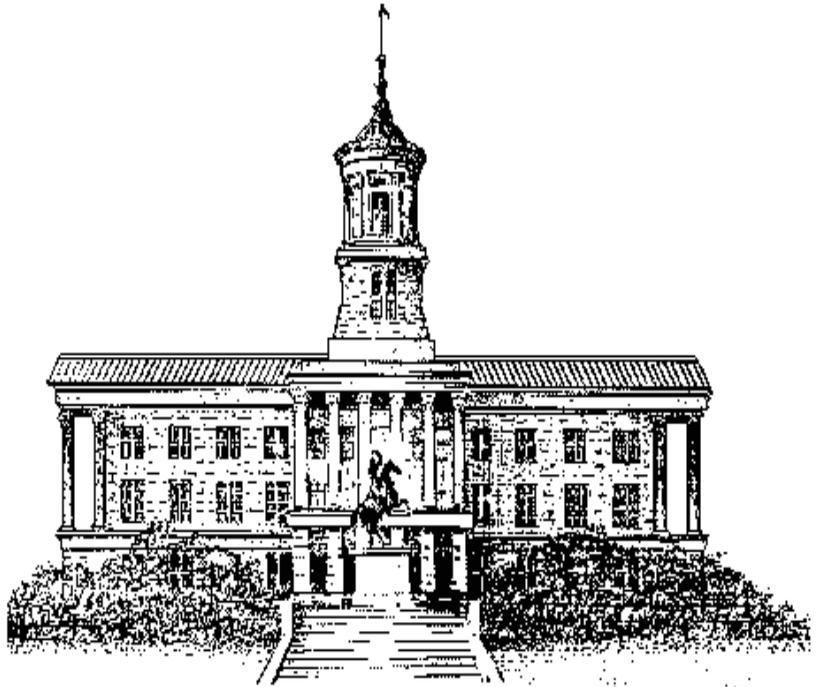
*FISCAL YEAR 2001-2002*



# The Budget



**Don Sundquist, Governor**

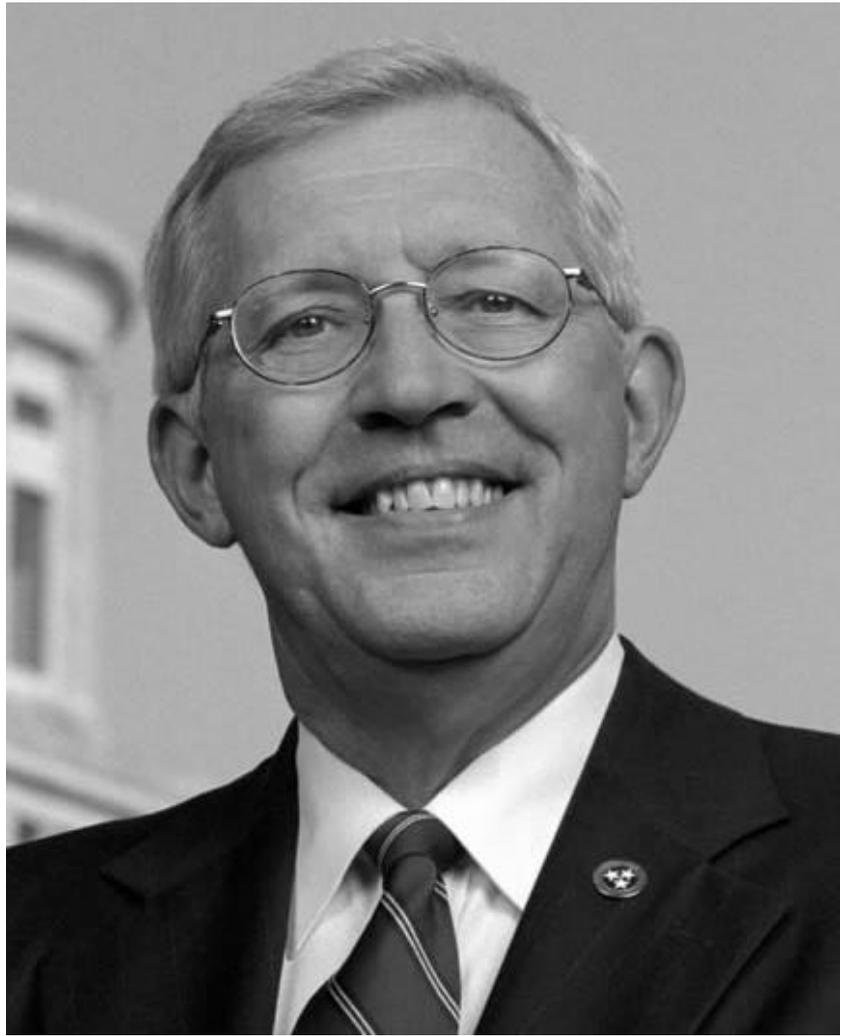


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*Fiscal Year 2001-2002*

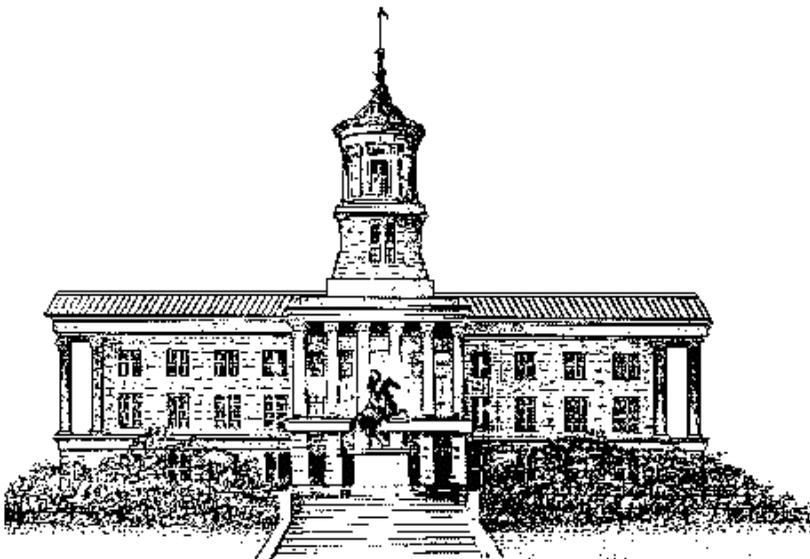
# The Budget

Don Sundquist,  
Governor



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Don Sundquist,  
Governor





February 20, 2001

To the Members of the 102nd General Assembly:

I am honored to present you the recommended Budget for fiscal year 2001-2002. It's a book that calls for reading. It tells us how to help the children of Tennessee fulfill their dreams.

This budget includes major education initiatives intended to prepare our children and our workforce for the realities of the 21st Century economy. Reading is imperative to our children's future and our state's. Despite full funding of the Basic Education Program for several years – and despite the gains this has earned us in K-12 Education – our children cannot read as well as they should – and must. This failing reflects itself not only in early-grade reading courses, but in every subject our children study, throughout their school years. If our children do not read well, they do not function well in English, math, science, and social studies. These are things they must master – and they must master them now – if they are to be prepared for the economic future they are anxious to reach.

For my Administration and the General Assembly, the future is now. We have analyzed our revenue problem and our choices for the past two years – through two regular sessions and two extraordinary sessions of the 101st General Assembly. The revenue problem is still here, and it is time to make our choices. We must do this to ensure the long-term economic viability of the people of Tennessee. We must do this to ensure we have the stable and fair tax structure necessary to allow us to make the right choices about the fundamental needs of the people – a safe, healthy childhood; excellence in education; economic opportunity; public health; public safety; natural resources; responsible government.

This budget includes first-year funding of the Reading Initiative. This is a program, to be implemented over five years, that will focus on the educational problems and opportunities that the literacy report commissioned by the General Assembly says we should confront.

The Reading Initiative has six components: (1) Reading Coaches, (2) Early Childhood Education, (3) Catching Up, (4) Teaching Resources – Quality Teaching, (5) Teaching Resources – Digital Enhancement, and (6) Teaching Resources – Classroom Materials.

Reading Coaches will make reading by the end of the third grade a priority and will build upon those reading skills. We will have a reading coach in every K-12 school. Reading coaches will work with other teachers, and every teacher will have the chance to teach reading as part of every subject. The Reading Coaches program is the cornerstone of the Reading Initiative.

The Early Childhood Education proposal will jump-start Tennessee educational opportunities. This program will offer Early Childhood Education to every four-year-old child by the 2005-2006 school year. Currently, 36,850 of these children are not served by a pre-school program. The first phase of the program, in 2001-2002, will serve 7,370 additional children and will focus on the educationally at-risk. This program will expand the Family Resource Center program by 110 centers, which will allow at least one in every county. These centers will help identify children at risk of educational failure, increase family involvement in schools, and help with the transition into school.

Catching Up is essential to school-child success. Beginning in 2001-2002, Gateway tests will be more difficult. This program will provide targeted Catch-up activities for seventh and eighth grade students at risk of failing the tests during their high school years. This program also will provide professional development in math and science for middle-grade teachers.

Teaching Resources will be improved under the Reading Initiative. Quality Teaching will result from enhanced scholarships to attract new teachers into subject areas where shortages exist; a teacher mentoring program to increase the likelihood of new teachers remaining in the field; incentives for national board certification; an electronic clearinghouse to match teachers and schools in job searches; and Teaching as a Second Career, a program to encourage professionals to earn teaching certificates in their fields.

Teaching Resources also will be improved with funds to provide Advanced Placement courses through the internet in school systems now unable to offer these courses because of lack of teachers or small numbers of students.

An additional \$100 per teacher for Classroom Materials is provided in this budget, and this will double the amount now available to teachers. Providing proper materials is one of the most cost-effective ways to improve student achievement. The plan is to raise the materials allotment to \$500 over the next four years.

For Excellence in Higher Education, this budget provides funds for the second year of the five-year plan to achieve excellence. The funding is based on recommendations of the Council on Excellence in Higher Education and a funding plan developed in consultation with the Tennessee Higher Education Commission, the University of Tennessee, and the State Board of Regents. This second year of the Higher Education Excellence Initiatives includes funds for Faculty Retention and Recruiting in high-demand disciplines. We need to get and keep more outstanding professors; we must pay them better to do so. Currently, we cannot compete with public universities in surrounding states. I am again recommending additional funds for special equipment and research initiatives in both university systems; for technology initiatives; for a significant operating increase for higher education institutions and

programs, allowing them to add faculty and improve academic quality; and for an increase in student assistance grants intended to serve an additional 6,021 needy students.

This budget offers program improvement choices in other critical areas:

- a) K-12 Basic Education Program full funding for the fifth straight year
- b) Geier Settlement Agreement for Higher Education desegregation
- c) Long-Term Care Alternatives for the elderly and disabled
- d) TennCare actuarial funding, rate increases, and program enhancements
- e) Mental Health and Developmental Disabilities services
- f) Public Health – Tuberculosis screening and treatment
- g) Families First high-performance federal bonus for Tennessee's leadership in reform
- h) Child Welfare services, implementing the third year of the reform proposal
- i) Prison capacity expansion and security increases
- j) Better probation and parole supervision, and more community corrections
- k) Law enforcement and crime investigation
- l) State Parks maintenance and natural resource protection
- m) Industrial infrastructure

In addition, the budget provides funds for a 3 percent salary increase, effective July 1, 2001, for state employees, higher education employees, and K-12 teachers; for the salary survey adjustment for Troopers; and for classification-compensation adjustments for state employees. We hold our employees accountable for effective management of State Government and delivery of services. We should adequately pay them for that work.

Details of these initiatives and other improvements are explained in the Budget Document. Look closely at the education initiatives. They and other basic needs require raising of additional tax revenues.

This budget is balanced. It is accompanied by a revenue proposal that taxes those who are not taxed and expands the sales tax base. It reduces the state sales tax rate, currently at 6 percent, to 4 percent and lowers the local option maximum rate. The maximum combined sales tax in the state would be 6 percent or less, making Tennessee retailers competitive with surrounding states. This proposal makes the excise tax apply to all businesses. It no longer permits owners to deduct that compensation they pay themselves in excess of \$72,000, closing a loophole in our tax system. It further reduces the Hall tax on dividends and interest from 6 percent to 4 percent. This proposal also phases out death taxes completely in Tennessee when coupled with President Bush's tax plan.

Our proposal is just one method to raise the necessary revenue. There are other ways to reach our common goal. We invite other proposals to fashion a fair and elastic tax structure. We will work closely and carefully with the General Assembly to reform our broken tax structure. All Tennesseans operating profitable businesses should pay taxes to the state.

Read the budget. It's not easy. But it is important for our children's future that you do so. Give them the gift of Reading that this budget offers; help them Catch Up; give them Quality Teaching. Offer them Excellence in Higher Education. Their future – and our legacy – depends on this.

We can afford to do this; we cannot afford not to make the choices. Begin with Reading!

My staff and I look forward to working with the members of the 102nd General Assembly on these initiatives, the Appropriations Bill, and related legislation.

Sincerely,

Don Sundquist  
Governor of the State of Tennessee



**STATE OF TENNESSEE  
DEPARTMENT OF FINANCE AND ADMINISTRATION  
STATE CAPITOL  
NASHVILLE, TENNESSEE 37243-0285**

**C. WARREN NEEL, Ph.D.  
COMMISSIONER**

February 20, 2001

The Honorable Don Sundquist  
State Capitol  
Nashville, Tennessee 37243

Dear Governor Sundquist:

It is my pleasure to submit to you the 2001-2002 Budget Document. Prepared in accordance with your directions, this budget emphasizes the critical need to better educate the children of Tennessee. They need to be prepared for life in this information age and be able to make the choices leading to economic opportunity and fulfillment of dreams.

You had other choices, but you and I are not willing to recommend them, for they would lead to failure in school, failure in our commitment to Tennessee's children, and failure in our responsibility for our state's economic well-being. Those other choices also would represent failure in leadership and in responsible government. Your choices, instead – despite difficult structural revenue problems – offer hope for the future and investments which will allow children the opportunity not only to dream, but to live out their lives as productive citizens of Tennessee.

This budget will allow major improvements in Tennessee education. The Reading Initiative, funded at \$96.7 million in the K-12 Education budget for the first year of a five-year plan, has implications far beyond the classroom. So does the \$92.4 million provided for the Higher Education Excellence Initiative. These improvements are essential to the long-term economic health of the people of Tennessee. Despite years of significant K-12 Education funding increases through the Basic Education Program (BEP) formula, our children's educational achievements fall short, compared with our neighboring states. Although the BEP improvements have reduced class sizes and kept pace with annual inflation in school costs, the funding formula increases have not addressed some of our major educational necessities.

The Reading Initiative will provide a Reading Coaches program, which will make reading by the end of the third grade a priority and will continue reading emphasis through the eighth grade. The cost is \$20.2 million. This will pay dividends in all school subjects, for inability to read well has consequences in math, science, and other subjects – and in the workplace.

A second part of the Reading Initiative is Early Childhood Education, which is crucial to success of our children in the early grades and throughout their school years. At a first-year cost of \$42.4 million, the Administration proposes to make Early Childhood Education available to all four-year-old children by the 2005-2006 school year. Currently, 36,850 four-year-old children are not served by pre-school programs; the first year funding will serve 7,370 and be directed toward educationally at-risk children. From the \$42.4 million, \$36.1 million will be provided for the academic part of the program, and \$5.5 million will be provided for an additional 110 Family Resource Centers, which will allow funding for at least one center in every county. Currently, 30 counties do not have a Family Resource Center. These centers will help identify children at risk of educational failure, increase parent involvement in schools, and help with the transition into school.

The Reading Initiative has a Catching Up component, designed to get all students prepared to pass the Gateway tests in high school. Funding for this improvement is \$16 million, including \$10 million for targeted catch-up activities for seventh and eighth grade students and \$6 million for intensive professional development in math and science for middle grade teachers.

More and better Teaching Resources are needed as part of the Reading Initiative. Quality Teaching, Digital Enhancement, and Classroom Materials will result in better Teaching Resources. Quality Teaching requires that we address K-12 teacher recruitment and retention. At a total cost of \$7.6 million, Quality Teaching will provide enhanced scholarships targeted to specific subject areas where teacher shortages exist (\$2 million); a mentoring program for new teachers, designed to keep them once we get them in the classroom (\$4.4 million); a Teaching as a Second Career program that will encourage professionals to earn teaching certificates in their fields (\$800,000); and national board certification incentives (\$322,500). Teachers and schools involved in job searches will be linked through an electronic clearinghouse at a small cost.

Under the Reading Initiative, Teaching Resources element, the Digital Enhancement program will provide funds for Advanced Placement courses through the internet in school systems now unable to offer the courses at certain schools because of lack of teachers or small numbers of students. For infrastructure and on-line curricula to implement this program, a \$5 million improvement is recommended.

Teaching Resources also will be improved in the Reading Initiative through a Classroom Materials element. At a first-year cost of \$5.6 million, an additional \$100 per teacher will be provided, and this will double the amount now available to them for materials. The goal is to raise the Classroom Materials allotment to a total of \$500 over four years.

For Higher Education, the \$92.4 million recommended improvement is the second-year installment of a five-year plan to achieve Excellence in Higher Education. Last year, the General Assembly appropriated part of the funds you recommended for the current fiscal year. This initiative would address many of the goals recommended to you in the 1999 report of the Council on Excellence in Higher Education. The council set out a clear path to achieve academic excellence and place our public universities among the best in America. The funding plan also was developed in consultation with the Tennessee Higher Education Commission, the University of Tennessee (UT), and the State Board of Regents.

Second-year funding recommendations for Higher Education Excellence include a state appropriation of \$10 million for Faculty Retention and Recruiting in high-demand disciplines, to be matched with \$5 million from student tuition and fees, for a total of \$15 million, to make Tennessee public colleges more competitive with those in other states in attracting outstanding faculty.

An operating increase necessary to attain Higher Education Excellence is recommended at \$43.9 million for institutions and programs of Higher Education. This will improve library holdings, increase the number of faculty, improve instructional and laboratory materials, support technology initiatives, upgrade campus equipment, improve building maintenance, increase graduate student stipends, and address inflation of basic fixed operating costs.

In addition, the Excellence Initiative includes \$15 million for the two university systems, in order to upgrade special instructional and research equipment. Included is \$4 million for special needs at the East Tennessee State University Quillen College of Medicine, with the remaining \$11 million to be split between the Board of Regents institutions (\$6.6 million) and the University of Tennessee (\$4.4 million). This will address critical instructional, laboratory, and research equipment needs, particularly in technology areas.

Higher Education Excellence requires more funds for research initiatives of the two university systems. Of the \$12.5 million recommended, \$7.5 million is for UT, as the second-year installment of a multi-year plan to enable the university to double federal research and development grants to \$150 million per year and put UT among the top 25 public research universities by 2008. The total also includes \$5 million for research initiatives in the Board of Regents system. This improvement also will require campus matching funds and will allow research institutions to develop major research activities and attract federal research grants.

The Higher Education Excellence Initiative also includes \$2 million for technology initiatives, which will provide debt service on \$9 million in general obligation notes to buy infrastructure associated with technology initiatives.

Higher Education Excellence – and improvement in educational attainment – requires that more students be able to receive student assistance grants to enable them to attend college. To serve an additional 6,021 needy students, increase the maximum grant level, and offset tuition increases, an increase of \$9 million is recommended for student assistance grants. This also includes funds to increase the maximum grant level to the Tennessee Teaching Scholars program.

Aside from the Excellence Initiative, the Higher Education budget includes an improvement to fund first-year costs of the Geier Settlement Agreement in the Higher Education desegregation case. In addition, the capital outlay budget for the two university systems totals \$156.3 million, including \$34.5 million for capital maintenance necessary to maintain existing buildings and infrastructure on our college campuses. This is funded by a combination of bonds and cash appropriations.

In Health and Social Services, improvements are necessary in order to maintain adequate funding for the TennCare program and the child welfare programs of the Department of Children's Services.

In TennCare, an improvement of \$459.3 million is recommended, including \$160.4 million from state appropriations, in order to maintain actuarial soundness of the program and deliver essential services. This will provide funds necessary for increased enrollment; for capitation rate increases for managed care organizations (MCOs) and behavioral health organizations (BHOs); for pharmacy inflation; for payments to federally qualified health centers (FQHCs); for rate increases for elderly and disabled services; for expansion of the Medicaid-eligible population receiving home and community services, in order to provide an alternative to nursing homes for 1,200 more clients; for home and community services for the developmentally disabled; for Department of Children's Services improvements; and for improved oversight and management of the TennCare program.

In addition, the Aging Commission's program of home and community services for non-Medicaid eligible elderly and disabled clients will be expanded with a state appropriation increase of \$2.5 million and a new federal grant of \$2.7 million.

In the Department of Children's Services, a total improvement of \$33.6 million is recommended, including \$23.9 million from state appropriations. This amount provides \$13.7 million, including \$7.4 million from state appropriations, for child welfare services, in order to reduce foster care caseloads, provide equitable foster care board rates, and otherwise improve child welfare. This is the third year of improvements addressing the recommendations of the Child Welfare League report.

Other improvements recommended in this budget from state appropriations, reflecting choices to maintain and improve essential services to the people of Tennessee, include:

- a) Basic Education Program full funding for the fifth straight year – \$19.4 million
- b) English as a Second Language in K-12 Education – \$5.2 million
- c) Mental Health services – \$4.2 million
- d) Developmental Disabilities services – \$9 million
- e) Public Health – Tuberculosis screening and treatment – \$5 million
- f) Prisons – Capacity, security, operational, and health services – \$14.2 million
- g) Probation and parole supervision, and more community corrections – \$3.1 million
- h) State Parks maintenance – \$3 million
- i) Tennessee Industrial Infrastructure Program (TIIP) – \$3.6 million

As a result of Families First reforms, the state has received \$9.6 million in federal Temporary Assistance to Needy Families (TANF) high-performance bonus funds. This federally funded improvement recognizes the state for being ranked seventh in the nation in the percentage of welfare recipients entering jobs.

In addition, the budget includes \$102.3 million in state appropriations to fund a 3 percent salary increase, effective July 1, 2001, for state employees, K-12 teachers and other local education personnel, and Higher Education employees; and \$20 million for classification-compensation salary issues for state employees. The salary survey adjustment for Troopers also is recommended.

These and other recommended program improvements are explained in detail in the Budget Document. Major improvements are highlighted at the beginning of each program statement section and in the detailed improvement listings in each section.

The budget includes a total of 842 recommended improvement positions, including 835 in the Executive Branch. Of the total, 412 are for improved child welfare and other Children's Services programs. The Administration proposes to abolish at least 835 Executive Branch positions in order to offset the number of Executive Branch improvement positions in the recommended budget.

The Budget fulfills the statutory mandate to be balanced. The additional revenue necessary to fund this budget is \$785 million. As a companion to the general appropriations bill, the Administration is filing tax legislation which would raise the necessary revenue, although other tax options also could satisfy the revenue requirement.

The Revenue Fluctuation Reserve will be raised from \$165.1 million at June 30, 2000, to \$283.5 million at June 30, 2002, based on this budget. This reserve allows services to be maintained when revenue growth is slower than estimated in the budget, mainly during economic downturns. We should maintain this fund for that economic circumstance, if at all possible. During the current fiscal year, however, it is possible that the undercollection of tax revenue could require some use of this so-called rainy day fund.

I submit the 2001-2002 budget for your recommendation to the General Assembly. I look forward to assisting you and the General Assembly in considering the Reading Initiative, Higher Education Excellence Initiatives, other budget proposals, and related legislation.

Respectfully Submitted,

C. Warren Neel  
Commissioner of Finance and Administration



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished  
Budget Presentation  
Award*

**PRESENTED TO**

**State of  
Tennessee**

**For the Fiscal Year Beginning  
July 1, 2000**

*Anne Spray Kinney*      *Jeffrey L. Esser*  
President                      Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to the State of Tennessee, for its annual budget for the fiscal year beginning July 1, 2000. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

The award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.

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# Budget Overview

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# **Budget Overview**

## **Preface**



# The Budget Document

Recommended Budget, Fiscal Year 2001-2002

Tennessee Code Annotated, Section 9-4-5106, requires that the financial plan of Tennessee's state government be presented in three parts:

## 1. Financial Policy

The state's financial policy, contrasting the relationships between expenditures and revenues that are estimated for the ensuing fiscal year with the corresponding figures for the latest completed fiscal year and the fiscal year in progress;

## 2. Bonded Indebtedness

The state's bonded indebtedness detailing redemption requirements until retirement, the net and gross debt of the state, and condition of the sinking fund; and

## 3. Appropriations Bill

The General Appropriations Bill, whereby the General Assembly gives legal sanction to the financial plan it adopts. Upon passage, this bill appropriates by agency and fund the expenditures for the ensuing fiscal year. The revenues by which these expenditures are financed are also detailed in this bill.

Parts one and two are included in the Budget Document. The format of the Budget Document is reviewed annually for clarity and content. Part three, the Appropriations Bill, is a separate document.

The first section of the Budget Document, entitled "Budget Overview," is a brief summary of the total budget, including the budget process itself.

The roles of the various branches of government in the budget process are described in "The Budget Process" narrative, within the "Budget Overview" section. The General Assembly, or Legislative Branch, makes the laws; the Judicial Branch interprets

and enforces these laws; while the Executive Branch, headed by the Governor, has the constitutional duty to administer and execute duties and functions that have been enacted into law by the General Assembly.

The "Budget Process" explanation is followed by a subsection entitled "Basis of Budgeting and Accounting," which explains how the Budget is presented and some of the mysteries of accounting.

Following this information is a series of charts and schedules. The total state budget and the General Fund budget are represented by charts that detail each tax type and functional area for the 2001-2002 fiscal year. Tennessee's current tax structure has the majority of its tax revenue coming from the sales tax, the largest portion of which funds education.

The overview schedules clarify and detail the expenditures, revenue sources, and personnel requirements of state government. There are several total budget schedules comparing programs by funding source and showing how those funds are derived. Also included are tables that list, by department, the improvements proposed for the next fiscal year. There are two charts that provide the total fund balance available, indicating the total requirement for appropriation and the General Fund revenues available to meet that need. These two charts are titled "General Fund and Education Fund, Comparison of Appropriation Requirements and State Revenues" for fiscal years 2000-2001 and 2001-2002. These charts show how the budget is balanced against General Fund and Education Fund tax revenues during the current and next fiscal years. Due to its unique funding source, the Department of Transportation is highlighted separately with its detailed funding requirements.

All agencies and departments are included in the summary comparison schedules by program and funding source.

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## The Budget Document

Other schedules provide detail on the supplemental appropriations required to maintain programs in the current fiscal year, the constitutional spending limitation requirement, and a summary of personnel and funding for all state agencies and higher education institutions.

Following the "Budget Overview" schedules is a description of the Administration's major multi-year initiatives. A "Tennessee Characteristics" section includes demographic and physical statistics on the state. The "Economic Overview" narrative discusses the relative trends and impacts of Tennessee's economy on state revenues. The Budget Document also includes an historical analysis of the effect on the state budget of federal aid trends and federally mandated costs.

The section entitled "State Tax Revenues" lists the various sources of revenue, the collecting agencies, and the statutory apportionment among the various funds (primarily the general fund, education fund, and sinking fund). Also listed are the city and county funds and the highway fund. A comparison of collections by fiscal year is presented on the remaining pages of that section.

Included in the "Financial Statements" section are the comparative balance sheets for the general fund, education fund, and highway fund as of June 30 for the two prior years. This schedule is followed by the expenditures and requirements of the debt service fund for the previous, current, and subsequent fiscal years. The status of the various authorized and unissued bonds is given in a schedule of bonds and appropriations made for capital purposes in lieu of bond issuance. The statement of bonded indebtedness presents the retirement schedule for the state's bonded debt. The cost of outstanding bonds is reflected as principal and interest.

The proposed capital outlay for the ensuing fiscal year is included within the

"Capital Outlay Program" section. Specific projects are shown for each department impacted, with the statewide capital maintenance effort included among the items for the Department of Finance and Administration. Whether from current funds of the general fund, the sale of general obligation bonds, or from other sources, the proposed funding for each project is indicated.

The major portion of the Budget Document is "Program Statements by Functional Area." For presentation in the Budget Document, departments and agencies with related missions, programs, goals, and objectives are grouped, resulting in six functional areas. This enables legislators, policy-makers, and concerned citizens to have a better concept of the magnitude and costs of the general responsibilities in state government.

At the beginning of each functional presentation is an introduction to the associated agencies, followed by a list of the improvement items that are recommended for that area of state government. The improvement list is followed by tables that show the total expenditures, funding sources, and personnel of each functional area.

The activities and responsibilities of the departments and agencies are explained through narrative descriptions of each program. Following this narrative, fiscal and personnel data are provided for the last completed year, the current year, and the projected year. Projected year data includes the level of funding and number of positions for base, improvement, and recommended totals.

At the end of each functional area program statement is a table of performance measures and information, covering the three years for which funding is displayed.

The final section of the document provides a glossary of terms and an index to permit easy reference to specific departments or programs.

# The Budget Process

## Recommended Budget, Fiscal Year 2001-2002

Preparation of the Governor's annual budget for the State of Tennessee is the responsibility of the Commissioner of Finance and Administration, who has the title of State Budget Director.

Within the Department of Finance and Administration, the Division of Budget is responsible for budget development. Preparation, deliberation, and execution of the budget is a continual process throughout the year. This process regularly involves the legislative and executive branches, with occasional counsel from the judicial branch. The following chart indicates the participants in the budgetary process and an approximate time schedule.

Function	Participants	Schedule
Planning and Estimation	Budget Division Departments and Agencies	July August September
Preparation of the Budget	Budget Division	October November December
Legislative Deliberation	General Assembly	January-May
Budget Execution	Budget Division Legislative Committees Departments and Agencies	June-July

### Planning and Estimation

Immediately after a new fiscal year begins each July, the staff of the Division of Budget begins making plans for the budget that will be considered by the General Assembly for the subsequent fiscal year. These plans include designing and updating the forms and instructions used by departments and agencies in presenting their budget requests to the Division of Budget.

These automated forms and instructions are distributed to the agencies in August. The deadline for completion and transmission of the budget requests is the first of October. During this preparation

period, the staff of the Division of Budget continually meets with agencies' fiscal and program personnel to answer questions and provide assistance in developing their budget requests.

In addition to projecting expenditure levels, estimates of the major revenue sources, such as the sales, franchise, excise and gasoline taxes, are prepared for both the current and next fiscal years. The revenue estimates are prepared by the Commissioner of Finance and Administration after receiving advice from the State Funding Board, as required by TCA section 9-4-5202. All revenue estimates, including estimates for licenses and fees, are part of the budget's overall review by the Commissioner of Finance and Administration, the Governor, and their staffs.

### Preparation of the Budget

Chapter 33 of the Public Acts of 1937 granted the Governor the authority and duty to develop and submit to the General Assembly a recommended budget. The law directs the Commissioner of Finance and Administration to prepare the budget in accordance with the Governor's directives.

After the receipt of agency budget requests, analysts with the Division of Budget begin the process of balancing expenditures against estimated revenues. Within this constraint, funds must be provided for Administration initiatives of high priority, activities mandated by state or federal statute, and the day-to-day operation of state government.

Instructions for the agency budget requests include the submission of two levels of requests: (a) a base request which accommodates the continuation of current services, and (b) an improvement request which includes funds to implement mandated requirements, compensate for revenue reductions, initiate new programs,

or enhance the base level due to increased costs of providing current services.

Following analysis of the requests by the Division of Budget, detailed recommendations are made to the Commissioner of Finance and Administration. Meetings are convened with commissioners and directors of the departments and agencies by the Commissioner of Finance and Administration. A consensus is sought with the agencies as to the appropriate funding level for the upcoming year.

After these meetings are completed, the Budget Division staff makes any revisions that have been agreed upon and presents the estimates to the Commissioner of Finance and Administration for his and the Governor's consideration. The Governor and the commissioner review the recommendations resulting from these hearings and consider necessary alterations to fit within the scope of the Administration's initiatives. After recommendations have been finalized, the staff of the Division of Budget prepares the Budget Document for printing. Meanwhile, work begins on the Governor's Budget Message. Both must be presented to the General Assembly prior to February 1, or by March 1 when a newly elected Governor takes office, unless the General Assembly by joint resolution allows submission on a later date.

At the time the Budget Document and Budget Message are presented, the appropriation process is initiated. The Appropriations Bill, prepared by the Department of Finance and Administration, is introduced and referred to the Finance, Ways, and Means committees of both houses of the Legislature. The various standing committees of the houses may review those parts of the Appropriations Bill that fall within their purviews. The departments often are invited to testify before these committees on issues relating to their budgets.

After these committees report their reviews, the Finance, Ways, and Means committees begin hearings on the budget in its entirety. Again, the departments may

testify and the Commissioner of Finance and Administration is invited to discuss the budget recommendations. Considerations made by the committees might include the fiscal impacts caused by other bills introduced by the members of both houses or individual amendments to the Appropriations Bill. The Finance, Ways and Means committees of each house report out the Appropriations Bill with any amendments they recommend.

The Appropriations Bill then is sent to Calendar committees of each house to be scheduled for floor action. The Senate and House of Representatives must pass the same Appropriations Bill in the same form for it to be enacted into law. Approval of the General Appropriations Bill usually occurs during the last week of the legislative session.

In signing the bill into law, the Governor may line-item veto or reduce specific appropriations. But the veto may be over-ridden by a majority of both houses of the General Assembly.

Tennessee has a tradition of enacting a single General Appropriations Act each year.

### **Budget Execution**

When passage of the Appropriations Bill is complete and it is enacted into law, the execution of the act begins. Two important concepts are involved: (a) the preparation of work programs and (b) the development of allotment controls.

Invariably, there are changes from the Budget Document as presented by the Governor to the General Assembly and the Appropriations Act that is adopted. Analysts of the Division of Budget and fiscal personnel in the departments and agencies have the responsibility of reconciling the approved Appropriations Act with the Budget Document. This may involve increases or decreases to the agency allotments. The Division of Budget establishes an annual allotment for each agency and division using the reconciled Appropriations Act. This annual allotment is provided to the Division of Accounts as a

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## The Budget Process

means of spending control. The agencies and divisions spend against these allotments during the fiscal year.

Budget execution is a process that continues throughout the fiscal year. In addition to the daily review of numerous operational and personnel transaction requests, the budget analysts must ensure that the legislative intentions of the Appropriations Act are being complied with and carried out by the various departments and agencies.

Further legislative review and control is maintained through the Fiscal Review Committee, other oversight committees, and the Finance, Ways, and Means committees.

In addition to the review of agency activities by these bodies, the Finance, Ways, and Means committees must be informed of any new or expanded programs resulting from unanticipated departmental revenues. These revenues usually are new federal grants, but also may be other departmental revenues. When notice of unexpected revenue is received by an agency, the Commissioner of Finance and Administration may submit an expansion report to the chairmen of the finance committees for acknowledgement. Upon the chairmen's acknowledgement of the expansion report, the Commissioner of Finance and Administration may allot the additional departmental revenue to implement the proposed or expanded program. This expansion procedure is not used to increase allotments funded from state tax revenue sources. No appropriations from state tax sources may be increased except pursuant to appropriations specifically made by law.

A transfer of appropriations between allotments for purposes other than those for which they were appropriated may not occur without the approval of the Commissioner of Finance and Administration and a

committee composed of the Speakers of the House and the Senate and the Comptroller of the Treasury.

Throughout the fiscal year, the Budget Division staff reviews the status of the various allotments and advises the commissioner of Finance and Administration of any problems. At the end of the fiscal year, the Division of Budget has the responsibility of executing revisions to the annual allotments as a function of the closing process.

### **Audit and Review**

Post-audit and review are also functions that continue throughout the fiscal year. Post-audit is a responsibility of the Comptroller, an officer elected by the General Assembly. The Division of State Audit, within the Comptroller's Office, has the duties of conducting, supervising, and monitoring the audits of all state departments and agencies. Intermediate care facilities receiving Medicaid funds also are within the purview of this division. In addition, program audits are performed to determine whether agencies are functioning efficiently.

The General Assembly also participates in a continuing review throughout the fiscal year. The Fiscal Review Committee, a bipartisan committee composed of members from both houses, meets regularly when the General Assembly is not in session. Following a set agenda, members of this committee review audit reports and departmental personnel respond to inquiries about activities and programs under the department's jurisdiction. In addition, legislative oversight committees conduct extensive review in areas of special interest, such as correctional issues and children's services. Joint legislative committees and sub-committees occasionally are appointed for in-depth study of specific areas.

# Basis of Budgeting and Accounting

Recommended Budget, Fiscal Year 2001-2002

## Budgeting Basis

The annual budget of the State of Tennessee is prepared on the modified accrual basis of accounting with several exceptions, principally the effect of encumbrance and highway construction contractual obligations. Unencumbered appropriations lapse at the end of each fiscal year, with the encumbered appropriations being carried forward to the next year. Most revenue collection estimates are presented on a modified accrual basis, consistent with the basis of accounting explained below.

The law requires the Governor to present his proposed budget to the General Assembly annually. The General Assembly enacts the budget through passage of a general appropriations act. This act appropriates funds at the program level. Before signing the Appropriations Act, the Governor may veto or reduce any specific appropriation, subject to legislative override. Once passed and signed, the budget, in the form of the appropriations act, becomes the state's financial plan for the coming year.

Budgetary control is maintained at the program level by the individual departments and agencies, acting in conjunction with the Department of Finance and Administration. The latter has a Division of Budget and a Division of Accounts to execute budgetary controls. The Budget Document details the separation between payroll and operational funds by program. Any movement of funds between the payroll and operational funds requires approval and a revision to the budget by the Budget Division on behalf of the Commissioner of Finance and Administration and the Governor. Other budget revisions during the year, reflecting program changes or intradepartmental transfers of an administrative nature, require certain executive and legislative branch approval, pursuant to law. This is discussed in detail in the "Budget Process" subsection.

With proper legal authority, the Division of Budget, acting on behalf of the Governor and Commissioner of Finance and Administration, may execute allotment (or budget) revisions. The line agencies may not make these revisions themselves. In Tennessee, as in other states, appropriation of funds is a legislative power, not an executive power. No expenditures may be made, and no allotments revised, except pursuant to appropriations made by law.

For Budget Document purposes, all funds are classified as General Fund except for the Department of Transportation (Transportation, or Highway, Fund), Capital Outlay (Capital Projects Fund), Facilities Revolving Fund, Debt Service (or Sinking) Fund, and Cities and Counties – State Shared Taxes (Local Government Fund). The Education Trust Fund, for which state tax revenues are estimated separately, is included in the General Fund in the presentation of the Budget Overview, although a separate fund balance statement for this fund is included in the "Financial Statements" section of the Budget Document.

The presentation of all the operating budgets within the General Fund in the Budget Document, except for Transportation, is done for ease of budget presentation and understanding. In the Budget, revenue estimates for Special Revenue, Internal Service, and Enterprise Fund programs, funded by dedicated revenues, are included in the state tax revenue and departmental revenue estimates in the General Fund, as are those programs' expenditures.

**Special Revenue Fund** programs reflected in the General Fund in the Budget Document are:

Tennessee Wildlife Resources Agency  
Tennessee Regulatory Authority

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## Basis of Budgeting and Accounting

Criminal Injuries Compensation  
Agricultural Resources Conservation Fund  
Grain Indemnity Fund  
Certified Cotton Growers' Organization  
Fund  
Agricultural Regulatory Fund  
Local Parks Acquisition Fund  
State Lands Acquisition Fund  
Used Oil Collection Program  
Tennessee Dry Cleaners Environmental  
Response Fund  
Abandoned Lands  
Hazardous Waste Remedial Action Fund  
Underground Storage Tank  
Environmental Protection Fund  
Sex Offender Treatment Program  
Small and Minority-owned  
Telecommunications Program  
Job Skills Fund  
911 Emergency Communications Fund  
Real Estate Education and Recovery Fund  
Auctioneer Education and Recovery Fund  
Motorcycle Rider Education  
Driver Education  
C.I.D. Anti-Theft Unit

**Internal Service Fund** programs reflected in the General Fund in the Budget Document are:

Capitol Print Shop  
Claims Award Fund  
TRICOR  
Office of Information Resources  
Division of Accounts  
Postal Services  
Motor Vehicle Management  
Printing  
Purchasing  
Records Management  
Central Stores  
Food Services Program

**Enterprise Fund** programs reflected in the General Fund in the Budget Document are:

Tennessee Housing Development Agency  
Property Utilization  
Child Care Facilities Loan Fund

In the "Budget Overview," **Education Trust Fund** programs are presented in the General Fund, although the tax apportionments for the Education Fund are separately estimated. This, again, is done for ease of presentation and understanding of the budget. It also is done because the taxes earmarked and apportioned to the Education Fund are less than the Education appropriations, requiring General Fund tax support for Education programs.

The programs in the Education Trust Fund are: (1) Department of Education (K-12); (2) Higher Education, including state appropriations for the University of Tennessee, the State University and Community College System (Board of Regents), and the Foreign Language Institute; and, all funding sources for programs of the Higher Education Commission and the Student Assistance Corporation.

In the Budget Document, certain institutional revenues for the two university systems are estimated. These include unrestricted educational and general revenues, (E&G), and auxiliary enterprise funds. Examples of unrestricted E&G funds are student tuition and fees; unrestricted state, federal, local, and private gifts, grants, and contracts; local appropriations; and sales and services related to academic programs. Restricted funds are not reflected in the Budget Document.

Although presenting the operating budgets in this consolidated fashion makes the budget easier to understand, the Comprehensive Annual Financial Report (CAFR) does deal with all of the Special

Revenue and other funds as separate from the General Fund. The Division of Accounts provides that document to the General Assembly and the public.

### **Accounting Basis**

*(From Division of Accounts, Comprehensive Annual Financial Report)*

The financial statements of the State of Tennessee are prepared in conformity with generally accepted accounting principles, as prescribed by the Governmental Accounting Standards Board (GASB). These principles require that the financial statements present the primary government and its component units, or the entities for which the government is considered to be financially accountable. Component units are discretely presented in a separate column in the combined financial statements to emphasize legal separation from the primary government.

The financial activities of the state are classified into three fund categories and two account groups. The fund categories include governmental funds, proprietary funds, and fiduciary funds. Account groups are presented for general fixed assets and general long-term debt obligations.

The state's **governmental fund types** include:

**General Fund** – used to account for all financial transactions not required to be accounted for in other funds;

**Special Revenue Fund** – used to account for specific revenues earmarked to finance particular or restricted programs and activities;

**Debt Service Fund** – used to account for the payment of principal and interest on general long-term debt; and,

**Capital Projects Fund** – used to account for the acquisition or construction of all major governmental capital facilities.

All of the governmental funds are accounted for on the modified accrual basis

of accounting. Under this basis, revenues are recognized when they become susceptible to accrual; that is, when they become both measurable and available to finance expenditures of the current period. Principal revenue sources accounted for on the modified accrual basis include federal grants, departmental services, interest on investments, sales taxes, petroleum and vehicular-related taxes and fees, and gross receipts taxes. Licenses, fines, fees and permits are accounted for on the cash basis. Expenditures are recognized when the related fund liability is incurred, except: inventories generally are considered expenditures when consumed; prepayments usually are not recorded; and principal and interest on long-term debt are recorded when due.

Encumbrance accounting is utilized for budgetary control purposes in governmental fund types. Encumbrances outstanding at year-end are reported as reservations of fund balance for subsequent year expenditure.

The state's **proprietary funds** include:

**Enterprise Funds** – used to account for the operations of self-sustaining state agencies providing goods or services to the general public on a user-charge basis; and,

**Internal Service Funds** – used to account for the operations of self-sustaining state agencies providing goods or services to other state agencies on a cost reimbursement basis.

The proprietary funds are accounted for on the accrual basis. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The **fiduciary funds** represent **Trust and Agency Funds** that are used to account for assets held by the state in a trust or agency capacity. These funds include:

**Expendable Trust Funds** – used to account for the activities of trusts whose

principal and income may be used for the purposes of the trust;

**Nonexpendable Trust Funds** – used to account for the activities of trusts whose income is used to fund the trust purpose but whose principal is to be maintained intact;

**Pension Trust Fund** – used to account for the activities of the state-administered retirement system;

**Investment Trust Fund** – used to account for the activities of the state-sponsored external investment pool; and,

**Agency Funds** – used to account for amounts held in custody of others.

Expendable Trust and Agency Funds are accounted for on the modified accrual basis of accounting. Nonexpendable, Pension Trust, and Investment Trust Funds are accounted for on the accrual basis.

**Discretely presented component units** include:

Tennessee Student Assistance Corporation (TSAC)  
Community Services Agencies  
Tennessee Certified Cotton Growers Organization  
Tennessee Housing Development Agency  
Tennessee Local Development Authority  
Tennessee Commodity Producer Indemnity Board  
Tennessee State Veterans Homes Board  
Child Care Facilities Loan Corporation  
Tennessee State School Bond Authority

In addition to the aforementioned fund categories and account groups, the component units also include colleges and universities that are accounted for using a different accounting and reporting model.

**The college and university fund types (discrete component units)** include:

**Current funds** – used to account for resources that will be expended in the

near term for operating purposes of the institutions;

**Fiduciary funds** – used to account for assets held by loan, endowment, life income and agency funds in which the universities act in a fiduciary capacity; and,

**Plant funds** – used to account for institutional property acquisition, renewal, replacement, debt service and investment.

College and university fund types are accounted for on the accrual basis of accounting with the following exceptions: depreciation expense related to plant fund assets is not recorded; and revenues and expenditures of an academic term encompassing more than one fiscal year are solely reported in the fiscal year in which the term is predominantly conducted.

### **Accounting Change 7-1-2001 GASB 34**

Beginning July 1, 2001, Tennessee will be reporting financial information in accordance with the new reporting model, a rule of the Governmental Accounting Standards Board known as GASB 34. Some of the changes include the deletion of the Nonexpendable and Expendable Trust Funds from the Fiduciary funds and the addition of Permanent funds as governmental funds and Private-purpose trust funds as Fiduciary funds. Permanent funds will be used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs. Private-purpose trust funds will be used to report trust arrangements under which principal and income benefit individuals, private organizations, or other governments. In addition, the new reporting model will require that the college and university academic terms that encompass more than one fiscal year must be split and recorded on a full accrual accounting basis.

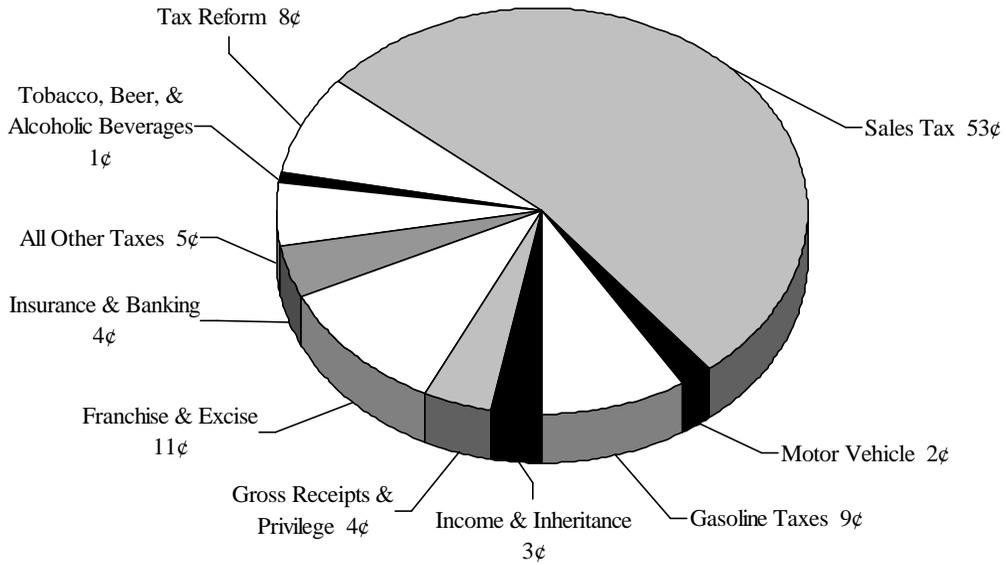


# **Budget Overview**

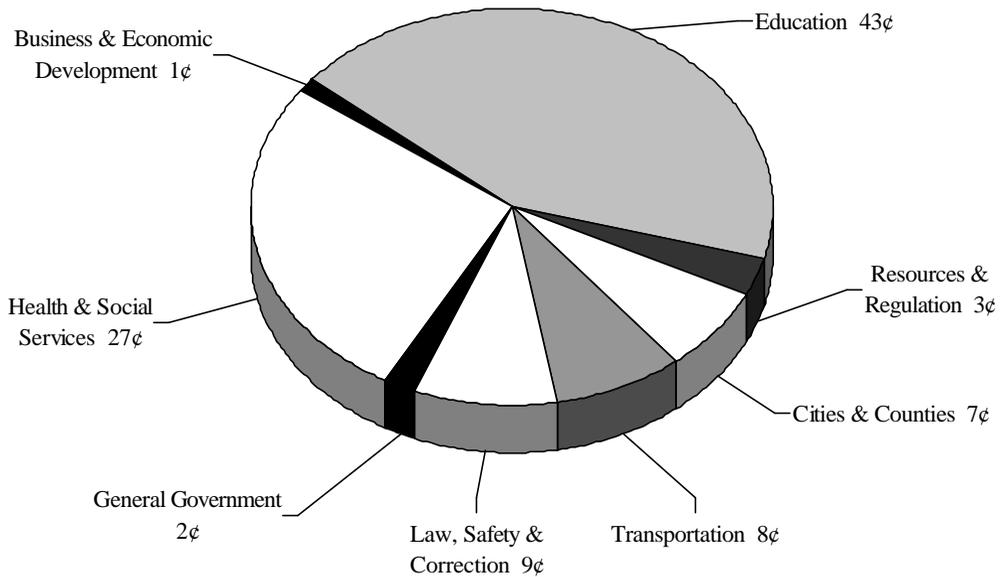
## **Summary Statements and Charts**

# Total State Budget

## Where Your State Tax Dollar Comes From



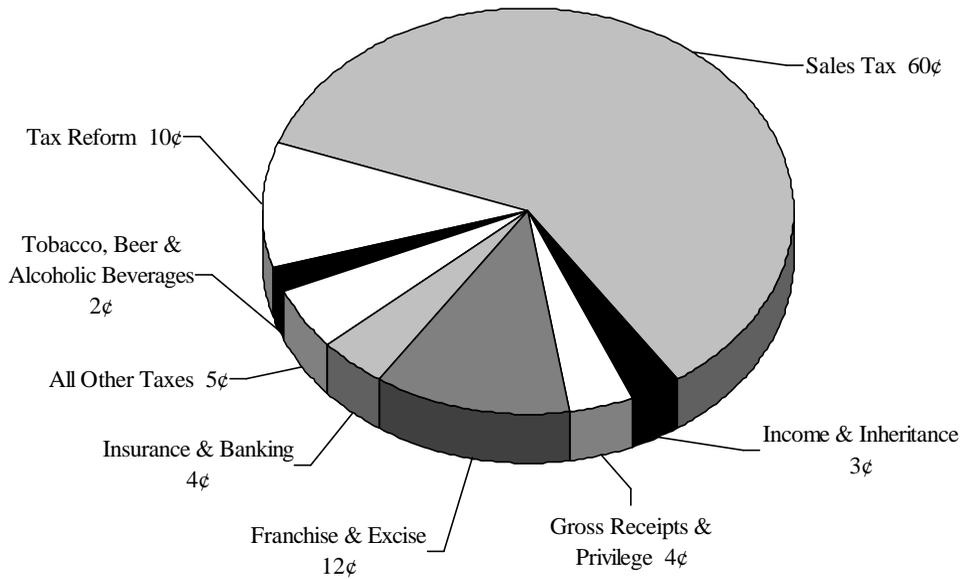
## Where Your State Tax Dollar Goes



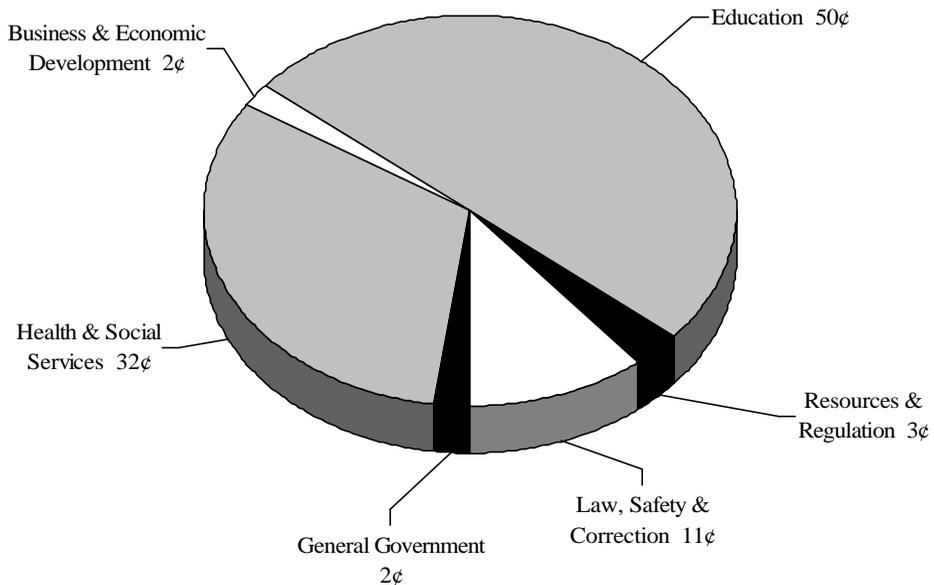
Fiscal Year 2001 - 2002

# General Fund Budget

## Where Your State Tax Dollar Comes From



## Where Your State Tax Dollar Goes



Fiscal Year 2001 - 2002

**Total State Budget**  
**Comparison of Programs and Revenue Sources**  
**Fiscal Years 1999-2000, 2000-2001, and 2001-2002**

	Actual 1999-2000	Estimated 2000-2001	Recommended 2001-2002	Act. vs. Est. Difference	Est. vs. Rec. Difference
<b>I. PROGRAMS</b>					
<b>ALL PROGRAMS</b>	<b>\$16,639,402,600</b>	<b>\$18,907,841,225</b>	<b>\$19,917,323,400</b>	<b>\$2,268,438,625</b>	<b>\$1,009,482,175</b>
General Fund	14,334,787,200	16,290,125,325	17,128,724,200	1,955,338,125	838,598,875
Department of Transportation	1,260,934,000	1,414,943,000	1,446,612,000	154,009,000	31,669,000
Debt Service Requirements	246,970,000	254,279,000	256,836,000	7,309,000	2,557,000
Capital Outlay Program	70,866,000	163,495,000	239,147,200	92,629,000	75,652,200
Facilities Revolving Fund	77,597,400	112,098,900	155,104,000	34,501,500	43,005,100
Cities & Counties - State Shared Taxes	648,248,000	672,900,000	690,900,000	24,652,000	18,000,000
<b>II. REVENUE SOURCES</b>					
<b>APPROPRIATION</b>	<b>\$8,210,498,300</b>	<b>\$8,885,405,625</b>	<b>\$9,566,260,300</b>	<b>\$674,907,325</b>	<b>\$680,854,675</b>
General Fund	6,541,847,400	7,287,762,625	7,894,674,300	745,915,225	606,911,675
Department of Transportation	717,045,200 **	644,820,000	667,220,000	(72,225,200)	22,400,000
Debt Service Requirements	246,970,000	254,279,000	256,836,000	7,309,000	2,557,000
Capital Outlay Program	52,364,000 **	25,644,000	56,630,000	(26,720,000)	30,986,000
Facilities Revolving Fund	4,023,700	0	0	(4,023,700)	0
Cities & Counties - State Shared Taxes	648,248,000	672,900,000	690,900,000	24,652,000	18,000,000
<b>BONDS</b>	<b>\$0</b>	<b>\$204,390,000</b>	<b>\$289,000,000</b>	<b>\$204,390,000</b>	<b>\$84,610,000</b>
Department of Transportation	0	87,700,000	80,000,000	87,700,000	(7,700,000)
Capital Outlay Program	0	97,290,000	147,700,000	97,290,000	50,410,000
Facilities Revolving Fund	0	19,400,000	61,300,000	19,400,000	41,900,000
<b>FEDERAL</b>	<b>\$5,655,863,000</b>	<b>\$6,718,501,400</b>	<b>\$6,972,673,400</b>	<b>\$1,062,638,400</b>	<b>\$254,172,000</b>
General Fund	5,143,959,400	6,039,772,400	6,296,343,400	895,813,000	256,571,000
Department of Transportation	509,093,600	648,438,000	664,125,000	139,344,400	15,687,000
Capital Outlay Program	2,810,000	30,291,000	12,205,000	27,481,000	(18,086,000)
<b>CURRENT SERVICES &amp; OTHER</b>	<b>\$2,773,041,300</b>	<b>\$3,099,544,200</b>	<b>\$3,089,389,700</b>	<b>\$326,502,900</b>	<b>(\$10,154,500)</b>
General Fund *	2,648,980,400	2,962,590,300	2,937,706,500	313,609,900	(24,883,800)
Department of Transportation	34,795,200	33,985,000	35,267,000	(810,200)	1,282,000
Capital Outlay Program	15,692,000	10,270,000	22,612,200	(5,422,000)	12,342,200
Facilities Revolving Fund	73,573,700 ***	92,698,900	93,804,000	19,125,200	1,105,100
<b>TOTAL STATE BUDGET</b>	<b>\$16,639,402,600</b>	<b>\$18,907,841,225</b>	<b>\$19,917,323,400</b>	<b>\$2,268,438,625</b>	<b>\$1,009,482,175</b>

\* Includes Higher Education's Tuition and Student Fees.

\*\* Includes Tax Revenues and Bonds.

\*\*\* Includes Departmental Operating Revenues and Bonds.

**Total State Budget  
Comparison of Programs by Revenue Sources  
Fiscal Years 1999-2000, 2000-2001, and 2001-2002**

	Actual 1999-2000	Estimated 2000-2001	Recommended 2001-2002	Act. vs. Est. Difference	Est. vs. Rec. Difference
<b>I. GENERAL FUND</b>	<b>\$14,334,787,200</b>	<b>\$16,290,125,325</b>	<b>\$17,128,724,200</b>	<b>\$1,955,338,125</b>	<b>\$838,598,875</b>
Appropriation	6,541,847,400	7,287,762,625	7,894,674,300	745,915,225	606,911,675
Federal	5,143,959,400	6,039,772,400	6,296,343,400	895,813,000	256,571,000
Current Services & Other Revenue*	2,648,980,400	2,962,590,300	2,937,706,500	313,609,900	(24,883,800)
<b>II. DEPARTMENT OF TRANSPORTATION</b>	<b>\$1,260,934,000</b>	<b>\$1,414,943,000</b>	<b>\$1,446,612,000</b>	<b>\$154,009,000</b>	<b>\$31,669,000</b>
Appropriation	717,045,200 **	644,820,000	667,220,000	(72,225,200)	22,400,000
Federal	509,093,600	648,438,000	664,125,000	139,344,400	15,687,000
Current Services & Other Revenue	34,795,200	33,985,000	35,267,000	(810,200)	1,282,000
Bonds	0	87,700,000	80,000,000	87,700,000	(7,700,000)
<b>III. DEBT SERVICE REQUIREMENTS</b>	<b>\$246,970,000</b>	<b>\$254,279,000</b>	<b>\$256,836,000</b>	<b>\$7,309,000</b>	<b>\$2,557,000</b>
Appropriation	246,970,000	254,279,000	256,836,000	7,309,000	2,557,000
<b>IV. CAPITAL OUTLAY PROGRAM</b>	<b>\$70,866,000</b>	<b>\$163,495,000</b>	<b>\$239,147,200</b>	<b>\$92,629,000</b>	<b>\$75,652,200</b>
Appropriation	52,364,000 **	25,644,000	56,630,000	(26,720,000)	30,986,000
Federal	2,810,000	30,291,000	12,205,000	27,481,000	(18,086,000)
Current Services & Other Revenue	15,692,000	10,270,000	22,612,200	(5,422,000)	12,342,200
Bonds	0	97,290,000	147,700,000	97,290,000	50,410,000
<b>V. FACILITIES REVOLVING FUND</b>	<b>\$77,597,400</b>	<b>\$112,098,900</b>	<b>\$155,104,000</b>	<b>\$34,501,500</b>	<b>\$43,005,100</b>
Appropriations	4,023,700	0	0	(4,023,700)	0
Current Services & Other Revenue	73,573,700 ***	92,698,900	93,804,000	19,125,200	1,105,100
Bonds	0	19,400,000	61,300,000	19,400,000	41,900,000
<b>VI. CITIES &amp; COUNTIES - STATE SHARED TAXES</b>	<b>\$648,248,000</b>	<b>\$672,900,000</b>	<b>\$690,900,000</b>	<b>\$24,652,000</b>	<b>\$18,000,000</b>
Appropriation	648,248,000	672,900,000	690,900,000	24,652,000	18,000,000
<b>VII. TOTAL STATE BUDGET</b>	<b>\$16,639,402,600</b>	<b>\$18,907,841,225</b>	<b>\$19,917,323,400</b>	<b>\$2,268,438,625</b>	<b>\$1,009,482,175</b>
Appropriation	8,210,498,300	8,885,405,625	9,566,260,300	674,907,325	680,854,675
Federal	5,655,863,000	6,718,501,400	6,972,673,400	1,062,638,400	254,172,000
Current Services & Other Revenue*	2,773,041,300	3,099,544,200	3,089,389,700	326,502,900	(10,154,500)
Bonds	0	204,390,000	289,000,000	204,390,000	84,610,000

\*Includes Higher Education's Tuition and Student Fees.

\*\*Includes Tax Revenues and Bonds.

\*\*\*Includes Departmental Operating Revenues and Bonds.

**Departmental Summary of Continuation and Improvement  
Recommendations from State Tax Revenue, for Fiscal Year 2001-2002**

Department	2000-2001 Appropriations*		Recommended Appropriations for Fiscal Year 2001-2002				
	Recurring	Non-Recurring	Base	% Change	Total Improvements	Total Recommended	% Change
Legislature	\$26,893,600	\$0	\$27,600,800	2.6%	\$0	\$27,600,800	2.6%
Court System	72,584,800	66,400	72,584,800	0.0%	1,037,900	73,622,700	1.3%
Attorney General	13,928,700	0	13,928,700	0.0%	4,400	13,933,100	0.0%
District Attorneys General	40,435,600	314,700	40,435,600	0.0%	832,300	41,267,900	1.3%
Secretary of State	22,455,900	0	22,455,900	0.0%	825,000	23,280,900	3.7%
District Public Defenders	23,993,500	129,500	23,993,500	0.0%	472,400	24,465,900	1.4%
Comptroller	42,332,700	0	42,253,300	-0.2%	231,000	42,484,300	0.4%
Post-Conviction Defender	771,550	0	771,600	0.0%	27,800	799,400	3.6%
Treasury	556,100	0	556,100	0.0%	0	556,100	0.0%
Claims and Compensation	8,618,800	0	8,238,000	-4.4%	0	8,238,000	-4.4%
Executive	3,902,700	0	3,902,700	0.0%	27,700	3,930,400	0.7%
Commissions	30,133,400	242,300	29,707,400	-1.4%	3,137,900	32,845,300	8.1%
Finance and Administration	11,615,800	2,462,600	11,615,800	0.0%	2,500,000	14,115,800	0.3%
TennCare	1,619,845,900	64,412,800	1,681,546,000	3.8%	160,355,400	1,841,901,400	9.4%
Personnel	4,301,000	240,000	4,338,700	0.9%	573,500	4,912,200	8.2%
General Services	6,427,200	0	6,427,200	0.0%	0	6,427,200	0.0%
Veterans Affairs	2,572,500	0	2,572,500	0.0%	100,000	2,672,500	3.9%
Board of Probation & Parole	52,912,100	0	52,912,100	0.0%	3,057,000	55,969,100	5.8%
Agriculture	55,248,200	2,536,500	55,248,200	0.0%	2,500,000	57,748,200	-0.1%
Tourist Development	8,332,800	0	8,149,700	-2.2%	1,000,000	9,149,700	9.8%
Environment and Conservation	125,355,900	2,399,500	125,355,900	0.0%	3,882,500	129,238,400	1.2%
Wildlife Resources Agency	36,076,500	4,500,000	36,076,500	0.0%	2,027,600	38,104,100	-6.1%
Correction	453,914,550	156,200	452,931,500	-0.2%	14,209,100	467,140,600	2.9%
Economic & Community Development	50,068,600	0	50,068,600	0.0%	4,431,000	54,499,600	8.8%
Education (K-12)	2,566,915,700	0	2,564,879,200	-0.1%	129,712,400	2,694,591,600	5.0%
Higher Education	1,028,517,200	17,029,200	1,028,517,200	0.0%	130,204,500	1,158,721,700	10.8%
Commerce and Insurance	38,665,300	537,200	38,665,300	0.0%	1,272,500	39,937,800	1.9%
Financial Institutions	4,632,100	0	4,822,900	4.1%	0	4,822,900	4.1%
Labor and Workforce Development	23,110,000	34,600	23,110,000	0.0%	472,400	23,582,400	1.9%
Mental Health & Developmental Disabilities	84,715,600	324,300	84,715,600	0.0%	4,166,300	88,881,900	4.5%
Finance and Administration - Mental Retardation	56,508,900	0	56,508,900	0.0%	9,021,300	65,530,200	16.0%
Military	7,725,600	85,000	7,725,600	0.0%	1,050,000	8,775,600	12.4%
Health	98,316,500	301,000	98,316,500	0.0%	6,125,900	104,442,400	5.9%
Temporary Cash Assistance	0	0	0	0.0%	0	0	0.0%
Other Human Services Prog.	154,823,500	104,700	154,732,700	-0.1%	1,328,300	156,061,000	0.7%
Total Human Services	154,823,500	104,700	154,732,700	-0.1%	1,328,300	156,061,000	0.7%
Revenue	42,382,625	118,500	41,473,800	-2.1%	2,562,000	44,035,800	3.6%
TN Bureau of Investigation	24,436,400	220,700	24,436,400	0.0%	931,900	25,368,300	2.9%
Safety	105,870,800	756,000	105,031,900	-0.8%	6,174,200	111,206,100	4.3%
Miscellaneous Appropriations	24,424,400	1,746,300	23,843,000	-2.4%	131,602,300	155,445,300	494.0%
Emergency & Contingency Fund	819,300	0	819,300	0.0%	0	819,300	0.0%
State Building Commission	250,000	0	250,000	0.0%	0	250,000	0.0%
Children's Services	213,367,200	285,100	213,367,200	0.0%	23,931,200	237,298,400	11.1%
<b>Total General Fund</b>	<b>\$7,188,759,525</b>	<b>\$99,003,100</b>	<b>\$7,244,886,600</b>	<b>0.8%</b>	<b>\$649,787,700</b>	<b>\$7,894,674,300</b>	<b>8.3%</b>

\* Includes Recommended Supplemental Appropriations in the Amount of \$6,000,000. For a detailed listing of supplementals, please see the table on page A-16.

**Departmental Summary of Improvements  
Fiscal Year 2001-2002**

Code	Department	Total	Funding		
			Appropriation	Federal	Other
301	Legislature	\$0	\$0	\$0	\$0
302	Court System	1,037,900	1,037,900	0	0
303	Attorney General	4,400	4,400	0	0
304	District Attorneys General	890,200	832,300	0	57,900
305	Secretary of State	825,000	825,000	0	0
306	District Public Defenders	472,400	472,400	0	0
307	Comptroller	231,000	231,000	0	0
308	Post-Conviction Defender	27,800	27,800	0	0
309	Treasury	704,100	0	0	704,100
315	Executive	27,700	27,700	0	0
316	Commissions	6,051,200	3,137,900	2,749,500	163,800
317	Finance and Administration	2,500,000	2,500,000	0	0
318	TennCare	459,330,100	160,355,400	282,466,100	16,508,600
319	Personnel	607,700	573,500	0	34,200
321	General Services	857,100	0	0	857,100
323	Veterans Affairs	100,000	100,000	0	0
324	Board of Probation and Parole	3,057,000	3,057,000	0	0
325	Agriculture	2,500,000	2,500,000	0	0
326	Tourist Development	1,000,000	1,000,000	0	0
327	Environment and Conservation	4,489,700	3,882,500	0	607,200
328	Wildlife Resources Agency	2,190,600	2,027,600	163,000	0
329	Correction	14,635,500	14,209,100	0	426,400
330	Economic & Community Development	4,431,000	4,431,000	0	0
331	Education	129,712,400	129,712,400	0	0
332	Higher Education	130,216,600	130,204,500	0	12,100
335	Commerce & Insurance	3,438,100	1,272,500	0	2,165,600
336	Financial Institutions	0	0	0	0
337	Labor and Workforce Development	1,831,400	472,400	1,273,800	85,200
339	Mental Health & Developmental Disabilities	4,166,300	4,166,300	0	0
339	Finance & Admin. - Mental Retardation	62,141,000	9,021,300	0	53,119,700
341	Military	1,986,300	1,050,000	936,300	0
343	Health	6,505,800	6,125,900	365,500	14,400
345	Human Services	14,419,200	1,328,300	12,984,000	106,900
347	Revenue	2,562,000	2,562,000	0	0
348	TN Bureau of Investigation	1,370,900	931,900	0	439,000
349	Safety	6,174,200	6,174,200	0	0
351	Miscellaneous Appropriations	131,602,300	131,602,300	0	0
359	Children's Services	33,627,300	23,931,200	3,378,700	6,317,400
	<b>Sub-total General Fund</b>	<b>\$1,035,724,200</b>	<b>\$649,787,700</b>	<b>\$304,316,900</b>	<b>\$81,619,600</b>
400	Transportation	0	0	0	0
	<b>Total All Funds</b>	<b>\$1,035,724,200</b>	<b>\$649,787,700</b>	<b>\$304,316,900</b>	<b>\$81,619,600</b>

**General Fund and Education Fund  
Comparison of Appropriation Requirements and State Revenues  
Fiscal Year 2000-2001**

**I. APPROPRIATION REQUIREMENTS**

General Fund Programs:	
2000 Appropriations Act	\$7,281,762,625
2001 Supplemental Appropriations	\$6,000,000
<b>Total General Fund Requirements</b>	<b>\$7,287,762,625</b>
Less: Overappropriation	<u>(110,750,000)</u>
<b>Net General Fund Requirements</b>	<b>\$7,177,012,625</b>
Transportation Equity Fund	21,000,000
Capital Outlay Program	25,644,000
TennCare Reserve	82,721,700
Sports Authority Reserve	5,000,000
Title and Registration System Reserve	1,000,000
Personal License Plates Reserves	<u>999,800</u>
<b>Total Appropriation Requirements</b>	<b><u><u>\$7,313,378,125</u></u></b>

**II. GENERAL FUND REVENUES AND RESERVES**

State Tax Revenue - Department of Revenue - Revised	\$6,133,000,000
State Tax Revenue - Other State Revenue - Revised	704,500,000
Miscellaneous Revenue - Revised	62,200,000
IGT Revenue	147,134,500
Highway Fund Transfer - Gas Inspection Act	1,000,000
Debt Service Fund Transfer at June 30, 2001	39,200,000
Reserve for Appropriations 2000-2001	147,525,800
Reserve for Future Requirements	51,300,000
Other Revenue and Reserves at June 30, 2001	34,300,000
Revenue Fluctuation Reserve at June 30, 2000	165,100,000
Undesignated Fund Balance at June 30, 2000	<u>163,000</u>
<b>Sub-Total</b>	<b>7,485,423,300</b>
Additional Revenue Required	<u>6,000,000</u>
<b>Total General Fund Revenues and Reserves</b>	<b><u><u>\$7,491,423,300</u></u></b>

**III. AVAILABLE FUNDS AT JUNE 30, 2001**

Revenue Fluctuation Reserve at June 30, 2001	\$178,000,000
Undesignated Fund Balance at June 30, 2001	<u>45,175</u>
<b>Total Available Funds</b>	<b><u><u>\$178,045,175</u></u></b>

**General Fund and Education Fund  
Comparison of Appropriation Requirements and State Revenues  
Fiscal Year 2001-2002**

**I. APPROPRIATION REQUIREMENTS**

General Fund Programs:  
**Base Budget Recommendations** **\$7,244,886,600**

**Improvement Budget Recommendations**

K-12 Reading Initiative	96,687,700
K-12 BEP and Other Improvements	33,024,700
Higher Education - Excellence Initiatives	92,414,000
TennCare	160,355,400
Salary Increases	127,065,900
Other Improvements	<u>140,240,000</u>

**Total General Fund Requirements** **\$7,894,674,300**

Less: Overappropriation (85,750,000)

**Net General Fund Requirements** **\$7,808,924,300**

Transportation Equity Fund	21,000,000
Capital Outlay Program	56,630,000
TennCare Reserve	57,598,500
Sports Authority Reserve	5,000,000
Title and Registration System Reserve	1,000,000
Personal License Plates Fund Reserves	<u>1,545,700</u>

**Total Appropriation Requirements** **\$7,951,698,500**

**II. GENERAL FUND REVENUES AND RESERVES**

State Tax Revenue - Department of Revenue	\$6,386,900,000
State Tax Revenue - Other State Revenue	708,800,000
Miscellaneous Revenue	62,200,000
IGT Revenue	119,298,600
Highway Fund Transfer - Gas Inspection Act	1,000,000
Revenue Fluctuation Reserve at June 30, 2001	178,000,000
Undesignated Fund Balance at June 30, 2001	<u>45,175</u>

**Sub-Total** **7,456,243,775**

Additional Revenue Required 779,000,000

**Total General Fund Revenues and Reserves** **\$8,235,243,775**

**III. AVAILABLE FUNDS AT JUNE 30, 2002**

Revenue Fluctuation Reserve at June 30, 2002	\$283,500,000
Undesignated Fund Balance at June 30, 2002	<u>45,275</u>

**Total Available Funds** **\$283,545,275**

**Department of Transportation**  
**Comparison of Appropriations and Funding Requirements**  
**Fiscal Years 2000-2001 and 2001-2002**

	<u>2000-2001</u>	<u>2001-2002</u>	<u>Difference</u>
<b>I. APPROPRIATION REQUIREMENTS</b>			
<b>ADMINISTRATION:</b>			
D.O.T. Headquarters	\$9,661,000	\$12,001,000	\$2,340,000
Bureau of Engineering	29,235,000	29,322,000	87,000
Bureau of Administration	36,291,000	35,299,000	(992,000)
Field Engineering	25,079,000	25,409,000	330,000
Insurance Premiums	7,536,000	8,490,000	954,000
<b>Total</b>	<b><u>\$107,802,000</u></b>	<b><u>\$110,521,000</u></b>	<b><u>\$2,719,000</u></b>
<b>EQUIPMENT PURCHASES &amp; OPERATIONS:</b>	<b><u>\$20,850,000</u></b>	<b><u>\$21,201,000</u></b>	<b><u>\$351,000</u></b>
<b>HIGHWAY MAINTENANCE:</b>	<b><u>\$264,971,000</u></b>	<b><u>\$274,446,000</u></b>	<b><u>\$9,475,000</u></b>
<b>STATE CONSTRUCTION:</b>			
Highway Betterments	\$7,865,000	\$7,865,000	\$0
State Aid	30,682,000	30,682,000	0
State Industrial Access	10,815,000	10,815,000	0
Local Interstate Connectors	1,475,000	1,475,000	0
Capital Improvements	13,143,000	11,700,000	(1,443,000)
<b>Total</b>	<b><u>\$63,980,000</u></b>	<b><u>\$62,537,000</u></b>	<b><u>(\$1,443,000)</u></b>
<b>FEDERAL CONSTRUCTION:</b>			
Mass Transit	\$22,900,000	\$28,789,000	\$5,889,000
Highway Planning & Research	3,450,000	9,400,000	5,950,000
Interstate Construction	12,525,000	17,325,000	4,800,000
Forest Highways	200,000	200,000	0
State Highway Construction	215,042,000	194,401,000	(20,641,000)
Bridge Replacement	5,100,000	5,400,000	300,000
Air, Water, & Rail	15,700,000	23,000,000	7,300,000
<b>Total</b>	<b><u>\$274,917,000</u></b>	<b><u>\$278,515,000</u></b>	<b><u>\$3,598,000</u></b>
<b>TOTAL APPROPRIATION REQUIREMENTS</b>	<b><u>\$732,520,000</u></b>	<b><u>\$747,220,000</u></b>	<b><u>\$14,700,000</u></b>
<b>II. FUNDING REQUIREMENTS:</b>			
Highway User Taxes	\$606,800,000	\$618,100,000	\$11,300,000
Miscellaneous Revenue	15,520,000	17,120,000	1,600,000
Bonds	87,700,000	80,000,000	(7,700,000)
Highway Fund Balance/Reserves	10,000,000	12,000,000	2,000,000
Transportation Equity Fund	12,500,000	20,000,000	7,500,000
<b>TOTAL FUNDING REQUIREMENTS</b>	<b><u>\$732,520,000</u></b>	<b><u>\$747,220,000</u></b>	<b><u>\$14,700,000</u></b>

**Department of Transportation**  
**Comparison of Appropriations by Funding Sources**  
**Fiscal Years 2000-2001 and 2001-2002**

	<u>2000-2001</u>	<u>2001-2002</u>	<u>Difference</u>
<b>I. STATE FUNDS:</b>			
Administration	\$107,802,000	\$110,521,000	\$2,719,000
Equipment Purchases	20,850,000	21,201,000	351,000
Highway Maintenance	264,971,000	274,446,000	9,475,000
State Construction	63,980,000	62,537,000	(1,443,000)
Federal Aid Construction	187,217,000	198,515,000	11,298,000
<b>Total</b>	<b>\$644,820,000</b>	<b>\$667,220,000</b>	<b>\$22,400,000</b>
<b>II. BOND AUTHORIZATIONS:</b>			
State Construction	\$0	\$0	\$0
Federal Aid Construction	87,700,000	80,000,000	(7,700,000)
<b>Total</b>	<b>\$87,700,000</b>	<b>\$80,000,000</b>	<b>(\$7,700,000)</b>
<b>III. FEDERAL AID:</b>			
Federal Aid Construction	<b>\$648,438,000</b>	<b>\$664,125,000</b>	<b>\$15,687,000</b>
<b>IV. LOCAL GOVERNMENTS:</b>			
Highway Maintenance	\$1,100,000	\$1,100,000	\$0
State Construction	12,918,000	12,918,000	0
Federal Aid Construction	19,967,000	21,249,000	1,282,000
<b>Total</b>	<b>\$33,985,000</b>	<b>\$35,267,000</b>	<b>\$1,282,000</b>
<b>V. GRAND TOTAL:</b>			
Administration	\$107,802,000	\$110,521,000	\$2,719,000
Equipment Purchases	20,850,000	21,201,000	351,000
Highway Maintenance	266,071,000	275,546,000	9,475,000
State Construction	76,898,000	75,455,000	(1,443,000)
Federal Aid Construction	943,322,000	963,889,000	20,567,000
<b>Total</b>	<b>\$1,414,943,000</b>	<b>\$1,446,612,000</b>	<b>\$31,669,000</b>

# Comparison of Programs

## Fiscal Years 1999-2000, 2000-2001, and 2001-2002

Allot. Code	Department	Actual 1999-2000	Estimated 2000-2001	Recommended 2001-2002	Act. vs Est. Difference	Est. vs Rec. Difference
<b>301</b>	<b>Legislature</b>	<b>\$24,193,000</b>	<b>\$27,032,200</b>	<b>\$27,738,300</b>	<b>\$2,839,200</b>	<b>\$706,100</b>
	Appropriation	23,941,300	26,893,600	27,600,800	2,952,300	707,200
	Current Services and Other Revenue	251,700	138,600	137,500	(113,100)	(1,100)
<b>302</b>	<b>Court System</b>	<b>\$72,536,700</b>	<b>\$76,654,300</b>	<b>\$77,053,800</b>	<b>\$4,117,600</b>	<b>\$399,500</b>
	Appropriation	69,008,900	72,651,200	73,622,700	3,642,300	971,500
	Federal	211,900	200,000	200,000	(11,900)	0
	Current Services and Other Revenue	3,315,900	3,803,100	3,231,100	487,200	(572,000)
<b>303</b>	<b>Attorney General</b>	<b>\$19,290,100</b>	<b>\$23,836,900</b>	<b>\$23,841,300</b>	<b>\$4,546,800</b>	<b>\$4,400</b>
	Appropriation	11,576,600	13,928,700	13,933,100	2,352,100	4,400
	Current Services and Other Revenue	7,713,500	9,908,200	9,908,200	2,194,700	0
<b>304</b>	<b>District Attorney General</b>	<b>\$51,604,500</b>	<b>\$55,897,600</b>	<b>\$51,865,200</b>	<b>\$4,293,100</b>	<b>(\$4,032,400)</b>
	Appropriation	38,047,700	40,750,300	41,267,900	2,702,600	517,600
	Federal	200	0	0	(200)	0
	Current Services and Other Revenue	13,556,600	15,147,300	10,597,300	1,590,700	(4,550,000)
<b>305</b>	<b>Secretary of State</b>	<b>\$26,393,200</b>	<b>\$30,443,100</b>	<b>\$30,592,000</b>	<b>\$4,049,900</b>	<b>\$148,900</b>
	Appropriation	18,632,000	22,455,900	23,280,900	3,823,900	825,000
	Federal	2,643,400	2,946,700	2,946,700	303,300	0
	Current Services and Other Revenue	5,117,800	5,040,500	4,364,400	(77,300)	(676,100)
<b>306</b>	<b>Public Defenders</b>	<b>\$23,563,600</b>	<b>\$24,725,700</b>	<b>\$24,615,900</b>	<b>\$1,162,100</b>	<b>(\$109,800)</b>
	Appropriation	22,542,500	24,123,000	24,465,900	1,580,500	342,900
	Federal	77,800	0	0	(77,800)	0
	Current Services and Other Revenue	943,300	602,700	150,000	(340,600)	(452,700)
<b>307</b>	<b>Comptroller</b>	<b>\$46,270,200</b>	<b>\$50,908,500</b>	<b>\$50,963,000</b>	<b>\$4,638,300</b>	<b>\$54,500</b>
	Appropriation	36,747,900	42,332,700	42,484,300	5,584,800	151,600
	Current Services and Other Revenue	9,522,300	8,575,800	8,478,700	(946,500)	(97,100)
<b>308</b>	<b>Office of the Post-Conviction Defender</b>	<b>\$854,500</b>	<b>\$975,250</b>	<b>\$1,003,100</b>	<b>\$120,750</b>	<b>\$27,850</b>
	Appropriation	787,300	771,550	799,400	(15,750)	27,850
	Federal	67,200	203,700	203,700	136,500	0
<b>309</b>	<b>Treasury</b>	<b>\$12,233,100</b>	<b>\$15,969,600</b>	<b>\$15,682,700</b>	<b>\$3,736,500</b>	<b>(\$286,900)</b>
	Appropriation	326,000	556,100	556,100	230,100	0
	Current Services and Other Revenue	11,907,100	15,413,500	15,126,600	3,506,400	(286,900)
<b>313</b>	<b>Claims and Compensation</b>	<b>\$44,624,300</b>	<b>\$49,525,800</b>	<b>\$51,919,500</b>	<b>\$4,901,500</b>	<b>\$2,393,700</b>
	Appropriation	604,900	8,618,800	8,238,000	8,013,900	(380,800)
	Federal	1,959,000	1,614,000	2,022,000	(345,000)	408,000
	Current Services and Other Revenue	42,060,400	39,293,000	41,659,500	(2,767,400)	2,366,500
<b>315</b>	<b>Executive</b>	<b>\$3,510,000</b>	<b>\$4,017,300</b>	<b>\$3,930,400</b>	<b>\$507,300</b>	<b>(\$86,900)</b>
	Appropriation	3,510,000	3,902,700	3,930,400	392,700	27,700
	Current Services and Other Revenue	0	114,600	0	114,600	(114,600)
<b>316</b>	<b>Commissions</b>	<b>\$122,448,000</b>	<b>\$378,399,100</b>	<b>\$383,789,700</b>	<b>\$255,951,100</b>	<b>\$5,390,600</b>
	Appropriation	21,313,300	30,375,700	32,845,300	9,062,400	2,469,600
	Federal	64,523,900	272,016,000	274,695,000	207,492,100	2,679,000
	Current Services and Other Revenue	36,610,800	76,007,400	76,249,400	39,396,600	242,000
<b>317</b>	<b>Finance and Administration</b>	<b>\$191,310,900</b>	<b>\$224,498,700</b>	<b>\$223,518,300</b>	<b>\$33,187,800</b>	<b>(\$980,400)</b>
	Appropriation	10,375,000	14,078,400	14,115,800	3,703,400	37,400
	Federal	28,750,400	32,723,100	32,723,100	3,972,700	0
	Current Services and Other Revenue	152,185,500	177,697,200	176,679,400	25,511,700	(1,017,800)
<b>318</b>	<b>TennCare</b>	<b>\$4,538,526,200</b>	<b>\$5,276,313,700</b>	<b>\$5,643,257,900</b>	<b>\$737,787,500</b>	<b>\$366,944,200</b>
	Appropriation	1,414,899,300	1,684,258,700	1,841,901,400	269,359,400	157,642,700
	Federal	2,982,684,700	3,416,344,000	3,651,917,900	433,659,300	235,573,900
	Current Services and Other Revenue	140,942,200	175,711,000	149,438,600	34,768,800	(26,272,400)

# Comparison of Programs

## Fiscal Years 1999-2000, 2000-2001, and 2001-2002

Allot. Code	Department	Actual 1999-2000	Estimated 2000-2001	Recommended 2001-2002	Act. vs Est. Difference	Est. vs Rec. Difference
<b>319</b>	<b>Personnel</b>	<b>\$6,938,300</b>	<b>\$8,740,100</b>	<b>\$9,059,200</b>	<b>\$1,801,800</b>	<b>\$319,100</b>
	Appropriation	3,581,900	4,541,000	4,912,200	959,100	371,200
	Current Services and Other Revenue	3,356,400	4,199,100	4,147,000	842,700	(52,100)
<b>321</b>	<b>General Services</b>	<b>\$69,604,500</b>	<b>\$87,985,200</b>	<b>\$88,136,600</b>	<b>\$18,380,700</b>	<b>\$151,400</b>
	Appropriation	2,015,100	6,427,200	6,427,200	4,412,100	0
	Current Services and Other Revenue	67,589,400	81,558,000	81,709,400	13,968,600	151,400
<b>323</b>	<b>Veterans Affairs</b>	<b>\$2,624,300</b>	<b>\$2,869,400</b>	<b>\$2,930,400</b>	<b>\$245,100</b>	<b>\$61,000</b>
	Appropriation	2,388,200	2,572,500	2,672,500	184,300	100,000
	Federal	170,700	175,200	175,200	4,500	0
	Current Services and Other Revenue	65,400	121,700	82,700	56,300	(39,000)
<b>324</b>	<b>Board of Probation and Parole</b>	<b>\$47,640,300</b>	<b>\$53,564,400</b>	<b>\$56,309,100</b>	<b>\$5,924,100</b>	<b>\$2,744,700</b>
	Appropriation	47,208,700	52,912,100	55,969,100	5,703,400	3,057,000
	Current Services and Other Revenue	431,600	652,300	340,000	220,700	(312,300)
<b>325</b>	<b>Agriculture</b>	<b>\$84,069,500</b>	<b>\$73,743,700</b>	<b>\$72,608,700</b>	<b>(\$10,325,800)</b>	<b>(\$1,135,000)</b>
	Appropriation	34,957,500	57,784,700	57,748,200	22,827,200	(36,500)
	Federal	41,341,300	9,178,000	9,103,400	(32,163,300)	(74,600)
	Current Services and Other Revenue	7,770,700	6,781,000	5,757,100	(989,700)	(1,023,900)
<b>326</b>	<b>Tourist Development</b>	<b>\$11,836,700</b>	<b>\$12,441,000</b>	<b>\$13,441,000</b>	<b>\$604,300</b>	<b>\$1,000,000</b>
	Appropriation	9,430,000	8,332,800	9,149,700	(1,097,200)	816,900
	Current Services and Other Revenue	2,406,700	4,108,200	4,291,300	1,701,500	183,100
<b>327</b>	<b>Environment and Conservation</b>	<b>\$227,331,700</b>	<b>\$272,196,400</b>	<b>\$271,229,900</b>	<b>\$44,864,700</b>	<b>(\$966,500)</b>
	Appropriation	115,192,100	127,755,400	129,238,400	12,563,300	1,483,000
	Federal	38,642,000	68,799,100	68,470,400	30,157,100	(328,700)
	Current Services and Other Revenue	73,497,600	75,641,900	73,521,100	2,144,300	(2,120,800)
<b>328</b>	<b>Wildlife Resources Agency</b>	<b>\$52,081,200</b>	<b>\$69,592,000</b>	<b>\$55,761,700</b>	<b>\$17,510,800</b>	<b>(\$13,830,300)</b>
	Appropriation	34,587,100	40,576,500	38,104,100	5,989,400	(2,472,400)
	Federal	11,838,300	15,259,800	11,737,400	3,421,500	(3,522,400)
	Current Services and Other Revenue	5,655,800	13,755,700	5,920,200	8,099,900	(7,835,500)
<b>329</b>	<b>Correction</b>	<b>\$415,870,800</b>	<b>\$486,719,850</b>	<b>\$496,729,100</b>	<b>\$70,849,050</b>	<b>\$10,009,250</b>
	Appropriation	395,283,400	454,070,750	467,140,600	58,787,350	13,069,850
	Federal	5,558,300	15,310,000	15,510,000	9,751,700	200,000
	Current Services and Other Revenue	15,029,100	17,339,100	14,078,500	2,310,000	(3,260,600)
<b>330</b>	<b>Economic and Community Development</b>	<b>\$67,778,900</b>	<b>\$95,999,900</b>	<b>\$97,453,600</b>	<b>\$28,221,000</b>	<b>\$1,453,700</b>
	Appropriation	30,114,900	50,068,600	54,499,600	19,953,700	4,431,000
	Federal	32,199,900	40,436,700	39,432,600	8,236,800	(1,004,100)
	Current Services and Other Revenue	5,464,100	5,494,600	3,521,400	30,500	(1,973,200)
<b>331</b>	<b>Education</b>	<b>\$2,943,821,900</b>	<b>\$3,088,693,200</b>	<b>\$3,223,690,300</b>	<b>\$144,871,300</b>	<b>\$134,997,100</b>
	Appropriation	2,466,521,500	2,566,915,700	2,694,591,600	100,394,200	127,675,900
	Federal	463,971,700	499,328,400	511,997,800	35,356,700	12,669,400
	Current Services and Other Revenue	13,328,700	22,449,100	17,100,900	9,120,400	(5,348,200)
<b>332</b>	<b>Higher Education</b>	<b>\$1,938,936,600</b>	<b>\$2,068,443,700</b>	<b>\$2,181,599,900</b>	<b>\$129,507,100</b>	<b>\$113,156,200</b>
	Appropriation	985,529,200	1,045,546,400	1,158,721,700	60,017,200	113,175,300
	Tuition and Student Fees	496,746,500	528,310,800	528,310,800	31,564,300	0
	Federal	76,085,500	116,443,000	116,411,800	40,357,500	(31,200)
	Current Services and Other Revenue	380,575,400	378,143,500	378,155,600	(2,431,900)	12,100
<b>335</b>	<b>Commerce and Insurance</b>	<b>\$42,044,000</b>	<b>\$62,803,800</b>	<b>\$65,410,300</b>	<b>\$20,759,800</b>	<b>\$2,606,500</b>
	Appropriation	19,069,300	39,202,500	39,937,800	20,133,200	735,300
	Federal	213,600	235,000	210,000	21,400	(25,000)
	Current Services and Other Revenue	22,761,100	23,366,300	25,262,500	605,200	1,896,200

# Comparison of Programs

## Fiscal Years 1999-2000, 2000-2001, and 2001-2002

Allot. Code	Department	Actual 1999-2000	Estimated 2000-2001	Recommended 2001-2002	Act. vs Est. Difference	Est. vs Rec. Difference
<b>336</b>	<b>Financial Institutions</b>	<b>\$7,270,900</b>	<b>\$8,096,800</b>	<b>\$8,096,800</b>	<b>\$825,900</b>	<b>\$0</b>
	Appropriation	3,814,200	4,632,100	4,822,900	817,900	190,800
	Current Services and Other Revenue	3,456,700	3,464,700	3,273,900	8,000	(190,800)
<b>337</b>	<b>Labor and Workforce Development</b>	<b>\$193,982,600</b>	<b>\$203,031,100</b>	<b>\$193,558,500</b>	<b>\$9,048,500</b>	<b>(\$9,472,600)</b>
	Appropriation	16,131,300	23,144,600	23,582,400	7,013,300	437,800
	Federal	122,630,000	129,827,700	126,054,200	7,197,700	(3,773,500)
	Current Services and Other Revenue	55,221,300	50,058,800	43,921,900	(5,162,500)	(6,136,900)
<b>339</b>	<b>Mental Health and Developmental Disabilities</b>	<b>\$161,272,300</b>	<b>\$180,154,700</b>	<b>\$184,281,500</b>	<b>\$18,882,400</b>	<b>\$4,126,800</b>
	Appropriation	71,425,600	85,039,900	88,881,900	13,614,300	3,842,000
	Federal	12,948,900	13,695,000	12,786,600	746,100	(908,400)
	Current Services and Other Revenue	76,897,800	81,419,800	82,613,000	4,522,000	1,193,200
<b>339.21</b>	<b>Finance and Administration - Mental Retardation</b>	<b>\$406,815,400</b>	<b>\$473,518,800</b>	<b>\$535,194,800</b>	<b>\$66,703,400</b>	<b>\$61,676,000</b>
	Appropriation	36,532,200	56,508,900	65,530,200	19,976,700	9,021,300
	Federal	1,356,700	1,766,800	1,766,800	410,100	0
	Current Services and Other Revenue	368,926,500	415,243,100	467,897,800	46,316,600	52,654,700
<b>341</b>	<b>Military</b>	<b>\$58,002,500</b>	<b>\$39,450,900</b>	<b>\$41,352,200</b>	<b>(\$18,551,600)</b>	<b>\$1,901,300</b>
	Appropriation	8,375,100	7,810,600	8,775,600	(564,500)	965,000
	Federal	45,918,900	30,452,100	31,382,100	(15,466,800)	930,000
	Current Services and Other Revenue	3,708,500	1,188,200	1,194,500	(2,520,300)	6,300
<b>343</b>	<b>Health</b>	<b>\$333,392,800</b>	<b>\$381,234,500</b>	<b>\$385,994,600</b>	<b>\$47,841,700</b>	<b>\$4,760,100</b>
	Appropriation	78,979,300	98,617,500	104,442,400	19,638,200	5,824,900
	Federal	160,816,600	181,228,600	182,296,700	20,412,000	1,068,100
	Current Services and Other Revenue	93,596,900	101,388,400	99,255,500	7,791,500	(2,132,900)
<b>345</b>	<b>Human Services</b>	<b>\$1,431,418,800</b>	<b>\$1,612,620,900</b>	<b>\$1,623,725,000</b>	<b>\$181,202,100</b>	<b>\$11,104,100</b>
	Appropriation	145,404,200	154,928,200	156,061,000	9,524,000	1,132,800
	Federal	957,492,700	1,087,256,900	1,102,004,700	129,764,200	14,747,800
	Current Services and Other Revenue	328,521,900	370,435,800	365,659,300	41,913,900	(4,776,500)
	<b>Temporary Cash Assistance</b> *	<b>\$117,239,900</b>	<b>\$118,219,500</b>	<b>\$116,046,900</b>	<b>\$979,600</b>	<b>(\$2,172,600)</b>
	Appropriation	9,581,500	0	0	(9,581,500)	0
	Federal	102,006,500	112,144,000	109,971,400	10,137,500	(2,172,600)
	Current Services and Other Revenue	5,651,900	6,075,500	6,075,500	423,600	0
	<b>Food Stamp Coupons</b> *	<b>\$413,191,900</b>	<b>\$450,000,000</b>	<b>\$450,000,000</b>	<b>\$36,808,100</b>	<b>\$0</b>
	Federal	413,191,900	450,000,000	450,000,000	36,808,100	0
	<b>Other Human Services Programs</b> *	<b>\$900,987,000</b>	<b>\$1,044,401,400</b>	<b>\$1,057,678,100</b>	<b>\$143,414,400</b>	<b>\$13,276,700</b>
	Appropriation	135,822,700	154,928,200	156,061,000	19,105,500	1,132,800
	Federal	442,294,300	525,112,900	542,033,300	82,818,600	16,920,400
	Current Services and Other Revenue	322,870,000	364,360,300	359,583,800	41,490,300	(4,776,500)
<b>347</b>	<b>Revenue</b>	<b>\$53,302,700</b>	<b>\$60,662,025</b>	<b>\$62,479,200</b>	<b>\$7,359,325</b>	<b>\$1,817,175</b>
	Appropriation	34,972,600	42,501,125	44,035,800	7,528,525	1,534,675
	Federal	0	10,900	0	10,900	(10,900)
	Current Services and Other Revenue	18,330,100	18,150,000	18,443,400	(180,100)	293,400
<b>348</b>	<b>Tennessee Bureau of Investigation</b>	<b>\$35,994,900</b>	<b>\$41,128,400</b>	<b>\$39,756,800</b>	<b>\$5,133,500</b>	<b>(\$1,371,600)</b>
	Appropriation	19,376,800	24,657,100	25,368,300	5,280,300	711,200
	Federal	5,627,700	6,665,000	6,375,200	1,037,300	(289,800)
	Current Services and Other Revenue	10,990,400	9,806,300	8,013,300	(1,184,100)	(1,793,000)
<b>349</b>	<b>Safety</b>	<b>\$124,233,700</b>	<b>\$153,832,900</b>	<b>\$150,158,700</b>	<b>\$29,599,200</b>	<b>(\$3,674,200)</b>
	Appropriation	88,396,500	106,626,800	111,206,100	18,230,300	4,579,300
	Federal	2,512,700	4,017,000	3,415,000	1,504,300	(602,000)
	Current Services and Other Revenue	33,324,500	43,189,100	35,537,600	9,864,600	(7,651,500)

# Comparison of Programs

## Fiscal Years 1999-2000, 2000-2001, and 2001-2002

Allot. Code	Department	Actual 1999-2000	Estimated 2000-2001	Recommended 2001-2002	Act. vs Est. Difference	Est. vs Rec. Difference
<b>351</b>	<b>Miscellaneous Appropriations</b>	<b>\$22,462,700</b>	<b>\$26,170,700</b>	<b>\$155,445,300</b>	<b>\$3,708,000</b>	<b>\$129,274,600</b>
	Appropriation	21,879,000	26,170,700	155,445,300	4,291,700	129,274,600
	Current Services and Other Revenue	583,700	0	0	(583,700)	0
<b>353</b>	<b>Emergency and Contingency Fund</b>	<b>\$0</b>	<b>\$819,300</b>	<b>\$819,300</b>	<b>\$819,300</b>	<b>\$0</b>
	Appropriation	0	819,300	819,300	819,300	0
<b>355</b>	<b>State Building Commission</b>	<b>\$405,300</b>	<b>\$310,000</b>	<b>\$250,000</b>	<b>(\$95,300)</b>	<b>(\$60,000)</b>
	Appropriation	349,300	250,000	250,000	(99,300)	0
	Current Services and Other Revenue	56,000	60,000	0	4,000	(60,000)
<b>359</b>	<b>Children's Services</b>	<b>\$418,295,600</b>	<b>\$486,103,900</b>	<b>\$503,480,600</b>	<b>\$67,808,300</b>	<b>\$17,376,700</b>
	Appropriation	198,019,700	213,652,300	237,298,400	15,632,600	23,646,100
	Federal	83,715,400	93,639,700	92,505,100	9,924,300	(1,134,600)
	Current Services and Other Revenue	136,560,500	178,811,900	173,677,100	42,251,400	(5,134,800)
	<b>Grand Total - General Fund</b>	<b>\$14,334,787,200</b>	<b>\$16,290,125,325</b>	<b>\$17,128,724,200</b>	<b>\$1,955,338,125</b>	<b>\$838,598,875</b>
	Appropriation	6,541,847,400	7,287,762,625	7,894,674,300	745,915,225	606,911,675
	Federal	5,143,959,400	6,039,772,400	6,296,343,400	895,813,000	256,571,000
	Current Services and Other Revenue	2,152,233,900	2,434,279,500	2,409,395,700	282,045,600	(24,883,800)
	Tuition and Student Fees	496,746,500	528,310,800	528,310,800	31,564,300	0
<b>400</b>	<b>Transportation</b>	<b>\$1,260,934,000</b>	<b>\$1,414,943,000</b>	<b>\$1,446,612,000</b>	<b>\$154,009,000</b>	<b>\$31,669,000</b>
	Appropriation	717,045,200	644,820,000	667,220,000	(72,225,200)	22,400,000
	Federal	509,093,600	648,438,000	664,125,000	139,344,400	15,687,000
	Current Services and Other Revenue	34,795,200	33,985,000	35,267,000	(810,200)	1,282,000
	Bonds	0	87,700,000	80,000,000	87,700,000	(7,700,000)
	<b>Debt Service Requirements</b>	<b>\$246,970,000</b>	<b>\$254,279,000</b>	<b>\$256,836,000</b>	<b>\$7,309,000</b>	<b>\$2,557,000</b>
	Appropriation	246,970,000	254,279,000	256,836,000	7,309,000	2,557,000
	<b>Capital Outlay Program</b>	<b>\$70,866,000</b>	<b>\$163,495,000</b>	<b>\$239,147,200</b>	<b>\$92,629,000</b>	<b>\$75,652,200</b>
	Appropriation	52,364,000	25,644,000	56,630,000	(26,720,000)	30,986,000
	Federal	2,810,000	30,291,000	12,205,000	27,481,000	(18,086,000)
	Current Services and Other Revenue	15,692,000	10,270,000	22,612,200	(5,422,000)	12,342,200
	Bonds	0	97,290,000	147,700,000	97,290,000	50,410,000
	<b>Facilities Revolving Fund</b>	<b>\$77,597,400</b>	<b>\$112,098,900</b>	<b>\$155,104,000</b>	<b>\$34,501,500</b>	<b>\$43,005,100</b>
	Appropriation	4,023,700	0	0	(4,023,700)	0
	Current Services and Other Revenue	73,573,700	92,698,900	93,804,000	19,125,200	1,105,100
	Bonds	0	19,400,000	61,300,000	19,400,000	41,900,000
	<b>Cities &amp; Counties - State Shared Taxes</b>	<b>\$648,248,000</b>	<b>\$672,900,000</b>	<b>\$690,900,000</b>	<b>\$24,652,000</b>	<b>\$18,000,000</b>
	Appropriation	648,248,000	672,900,000	690,900,000	24,652,000	18,000,000
	<b>Total State Budget - All Programs</b>	<b>\$16,639,402,600</b>	<b>\$18,907,841,225</b>	<b>\$19,917,323,400</b>	<b>\$2,268,438,625</b>	<b>\$1,009,482,175</b>
	Appropriation	\$8,210,498,300	\$8,885,405,625	\$9,566,260,300	\$674,907,325	\$680,854,675
	Federal	5,655,863,000	6,718,501,400	6,972,673,400	1,062,638,400	254,172,000
	Current Services and Other Revenue	2,276,294,800	2,571,233,400	2,561,078,900	294,938,600	(10,154,500)
	Tuition and Student Fees	496,746,500	528,310,800	528,310,800	31,564,300	0
	Bonds	0	204,390,000	289,000,000	204,390,000	84,610,000

\* Included in Department Totals

**General Fund and Education Fund  
Supplemental Appropriations  
Fiscal Years 2000-2001 and 2001-2002**

	<u>2000-2001</u>	<u>2001-2002</u>
Environment and Conservation - State Parks - Operational Costs	\$881,000	\$631,400
Environment and Conservation - State Parks - Revenue Adjustment	1,119,000	
<b>Sub-Total Environment and Conservation</b>	<u><b>\$2,000,000</b></u>	<u><b>\$631,400</b></u>
Finance and Administration - Mental Retardation - Community MR Services	<u>4,000,000</u>	<u>4,000,000</u>
<b>Total Supplemental Appropriations</b>	<u><u><b>\$6,000,000</b></u></u>	<u><u><b>\$4,631,400</b></u></u>

**Summary Comparison of Tennessee Personal Income  
and Appropriations from State Tax Revenues  
Fiscal Years 1977-1978, 2000-2001, and 2001-2002**

**TABLE 1**

**Tennessee Personal Income  
Calendar Years 1977, 2000, and 2001  
(Dollars in Millions)**

Year	Personal Income	Percentage Growth
1977	\$ 26,887	-
2000	148,429	-
2001	156,520	5.45

**TABLE 2**

**Appropriations from State Tax Revenues  
Fiscal Years 1977-78, 2000-2001, and 2001-2002  
(Dollars in Millions)**

Year	Appropriations	Percentage Growth
1977-1978	\$ 1,747.3	-
2000-2001	8,275.9	-
2001-2002	9,363.6	13.14

Note: This statement is presented in compliance with Tennessee Code Annotated, Title 9, Chapter 4, Part 52, relating to the calculation of estimated rate of growth of the state's economy and the appropriation of state revenue as required by Article II, Section 24, the Tennessee Constitution - the constitutional spending limitation.

## Personnel and Funding Summary All Programs

	Actual 1999-2000	Estimated 2000-2001	Recommended 2001-2002
<b>GENERAL FUND</b>			
Personnel			
Full-time	39,551	40,571	41,278
Part-time	1,363	1,382	1,384
Seasonal	971	975	902
<b>TOTAL</b>	<b>41,885</b>	<b>42,928</b>	<b>43,564</b>
Expenditures			
Payroll	\$1,409,043,400	\$1,609,473,400	\$1,637,048,900
Operational	11,065,654,800	12,749,199,425	13,456,439,000
<b>TOTAL</b>	<b>\$12,474,698,200</b>	<b>\$14,358,672,825</b>	<b>\$15,093,487,900</b>
Funding			
State	\$5,586,226,100	\$6,281,636,325	\$6,784,764,200
Federal	5,105,556,700	6,005,664,600	6,262,235,600
Other	1,782,915,400	2,071,371,900	2,046,488,100
<b>HIGHER EDUCATION</b>			
Full-time Personnel			
Administrative	5,119	5,189	5,189
Faculty	8,202	8,391	8,391
Clerical and Support	8,825	8,861	8,861
<b>TOTAL</b>	<b>22,146</b>	<b>22,441</b>	<b>22,441</b>
Funding			
State	\$955,621,300	\$1,006,126,300	\$1,109,910,100
Federal	38,402,700	34,107,800	34,107,800
Tuition/Fees	496,746,500	528,310,800	528,310,800
Other	369,318,500	362,907,600	362,907,600
<b>TOTAL</b>	<b>\$1,860,089,000</b>	<b>\$1,931,452,500</b>	<b>\$2,035,236,300</b>
<b>GRAND TOTAL - GENERAL FUND</b>			
Personnel			
Full-time *	61,697	63,012	63,719
Part-time	1,363	1,382	1,384
Seasonal	971	975	902
<b>TOTAL</b>	<b>64,031</b>	<b>65,369</b>	<b>66,005</b>
Expenditures			
Payroll	\$1,409,043,400	\$1,609,473,400	\$1,637,048,900
Operational	11,065,654,800	12,749,199,425	13,456,439,000
Higher Education	1,860,089,000	1,931,452,500	2,035,236,300
<b>TOTAL</b>	<b>\$14,334,787,200</b>	<b>\$16,290,125,325</b>	<b>\$17,128,724,200</b>

\* Full-time includes Higher Education's full-time personnel.

## Personnel and Funding Summary All Programs

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Recommended 2001-2002</u>
Funding			
State	\$6,541,847,400	\$7,287,762,625	\$7,894,674,300
Federal	5,143,959,400	6,039,772,400	6,296,343,400
Other	2,648,980,400	2,962,590,300	2,937,706,500

### DEPARTMENT OF TRANSPORTATION

Personnel			
Full-time	5,207	5,207	5,207
Part-time	0	0	0
Seasonal	31	31	31
<b>TOTAL</b>	<b>5,238</b>	<b>5,238</b>	<b>5,238</b>

Expenditures			
Payroll	\$157,335,800	\$185,516,700	\$185,036,700
Operational	1,103,598,200	1,229,426,300	1,261,575,300
<b>TOTAL</b>	<b>\$1,260,934,000</b>	<b>\$1,414,943,000</b>	<b>\$1,446,612,000</b>

Funding			
State	\$717,045,200	\$732,520,000	\$747,220,000
Federal	509,093,600	648,438,000	664,125,000
Other	34,795,200	33,985,000	35,267,000

### GRAND TOTAL - ALL PROGRAMS

Personnel			
Full-time *	66,904	68,219	68,926
Part-time	1,363	1,382	1,384
Seasonal	1,002	1,006	933
<b>TOTAL</b>	<b>69,269</b>	<b>70,607</b>	<b>71,243</b>

Expenditures			
Payroll	\$1,566,379,200	\$1,794,990,100	\$1,822,085,600
Operational	12,169,253,000	13,978,625,725	14,718,014,300
Higher Education	1,860,089,000	1,931,452,500	2,035,236,300
<b>TOTAL</b>	<b>\$15,595,721,200</b>	<b>\$17,705,068,325</b>	<b>\$18,575,336,200</b>

Funding			
State	\$7,258,892,600	\$8,020,282,625	\$8,641,894,300
Federal	5,653,053,000	6,688,210,400	6,960,468,400
Other	2,683,775,600	2,996,575,300	2,972,973,500

\* Full-time includes Higher Education's full-time personnel.

**Comparison of Authorized Positions  
State Agencies and Higher Education  
Fiscal Years 2000-2001 and 2001-2002**

	<u>2000-2001</u>	<u>2001 - 2002 Recommended</u>			<u>Difference</u>
		<u>Base</u>	<u>Improvement</u>	<u>Total</u>	
<b>I. STATE AGENCIES</b>					
<b>General Fund</b>	<u>42,928</u>	<u>42,722</u>	<u>842</u>	<u>43,564</u>	<u>636</u>
Full-time	40,571	40,439	839	41,278	707
Part-time	1,382	1,382	2	1,384	2
Seasonal	975	901	1	902	(73)
<b>Department of Transportation</b>	<u>5,238</u>	<u>5,238</u>	<u>0</u>	<u>5,238</u>	<u>0</u>
Full-time	5,207	5,207	0	5,207	0
Part-time	0	0	0	0	0
Seasonal	31	31	0	31	0
<b>Sub-Total State Agencies</b>	<u>48,166</u>	<u>47,960</u>	<u>842</u>	<u>48,802</u>	<u>636</u>
Full-time	45,778	45,646	839	46,485	707
Part-time	1,382	1,382	2	1,384	2
Seasonal	1,006	932	1	933	(73)
Less: Position Reductions *	<u>0</u>	<u>(835)</u>	<u>0</u>	<u>(835)</u>	<u>(835)</u>
<b>Total State Agencies</b>	<u>48,166</u>	<u>47,125</u>	<u>842</u>	<u>47,967</u>	<u>(199)</u>
<b>II. HIGHER EDUCATION</b>					
<b>Full-time Positions</b>	<u>22,441</u>	<u>22,441</u>	<u>0</u>	<u>22,441</u>	<u>0</u>
Administrative	5,189	5,189	0	5,189	0
Faculty	8,391	8,391	0	8,391	0
Clerical and Support	8,861	8,861	0	8,861	0
<b>III. STATE AGENCIES &amp; HIGHER EDUCATION</b>					
<b>Total Positions</b>	<u>70,607</u>	<u>70,401</u>	<u>842</u>	<u>71,243</u>	<u>636</u>
Full-time **	68,219	68,087	839	68,926	707
Part-time	1,382	1,382	2	1,384	2
Seasonal	1,006	932	1	933	(73)
Less: Position Reductions *	<u>0</u>	<u>(835)</u>	<u>0</u>	<u>(835)</u>	<u>(835)</u>
<b>Grand Total Positions</b>	<u>70,607</u>	<u>69,566</u>	<u>842</u>	<u>70,408</u>	<u>(199)</u>

\* The recommended budget includes 842 improvement positions, with 835 recommended in Executive Branch agencies. The Administration intends to abolish 835 Executive Branch positions in order to offset the number of Executive Branch improvement positions included in the recommended budget.

\*\* Full-time includes Higher Education's full-time personnel.

## Employees Overlapped Over 90 Days

	<u>Number</u>
301.00 Legislature	2
302.00 Court System	12
304.00 District Attorneys General Conference	6
305.00 Secretary of State	3
307.00 Comptroller of the Treasury	14
316.08 TRICOR	1
316.09 Tennessee Corrections Institute	1
316.11 Tennessee Regulatory Authority	1
317.00 Finance and Administration	1
318.00 TennCare	27
319.00 Personnel	1
324.00 Board of Probation and Parole	1
325.00 Agriculture	1
326.00 Tourist Development	1
327.00 Environment and Conservation	39
328.00 Tennessee Wildlife Resources Agency	4
329.00 Correction	58
331.00 Education	9
332.01 Tennessee Higher Education Commission	2
335.00 Commerce and Insurance	2
337.00 Labor and Workforce Development	1
339.00 Mental Health and Developmental Disabilities	85
339.21 Finance and Administration - Mental Retardation	398
341.00 Military	3
343.00 Health	8
345.00 Human Services	61
348.00 Tennessee Bureau of Investigation	2
349.00 Safety	59
359.00 Children's Services	19
400.00 Transportation	<u>11</u>
<b>Total</b>	<b><u><u>833</u></u></b>

# **A Vision for Tennessee**

## **OUR VISION**

**To be a state with limited government, focusing on fundamental and important objectives, providing a responsible level of public service, with low and fair taxes.**

## **OUR MISSION**

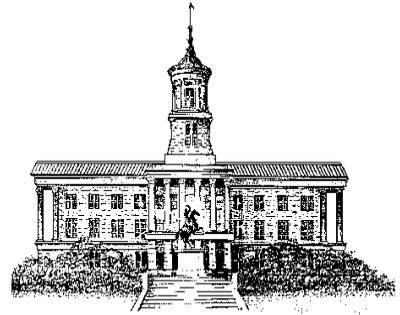
**To lead an effective and focused state government that provides Tennessee's citizens an opportunity for:**

- **A healthy start for all children**
- **Excellence in education**
- **Good jobs today and better jobs tomorrow**
- **A safe, clean and healthy place to live, raise families, work and retire**

## **OUR GOALS**

**To focus on:**

- **A safe, healthy childhood for all children**
- **Excellence in education**
- **Economic opportunity**
- **Public health**
- **Public safety**
- **Natural resources**
- **Responsible government**



*“We have budget problems brought on by the use of one-time money, a broken and unfair tax structure and a slowing economy. ... I’m confident that the (General Assembly) will...work with us...to solve this problem. The challenge before us today is how much more we still need to accomplish to get our state where every Tennessean wants to be. ... We know... that our children can’t read as well as they should. We don’t want our legacy to be that we failed to solve our problems. We don’t want our legacy to be that we passed them on to the next generation because we didn’t have the courage to make the difficult choices. ... Why shouldn’t we help the children of Tennessee live up to their potential – to fulfill their dreams? We have to dream a dream for them. — Governor Don Sundquist*

## ***Tennessee Initiatives***

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### ***Low and Fair Taxes***

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In both the First and Second Regular Sessions and in the First and Second Extraordinary Sessions of the 101st General Assembly, Governor Sundquist proposed comprehensive tax reform to help solve the state’s budget crisis.

The reform proposed in the First Regular Session in 1999 involved repealing the sales tax on grocery food and the Franchise and Excise taxes. These three taxes would have been replaced with the Fair Business Tax, which would have taxed companies at a 2 ½ percent tax rate. The rate would have applied to a company’s taxable base. Governor Sundquist’s business tax reforms would have applied taxes to the services sector of the Tennessee economy for the first time. In response to the Governor’s proposals, the General Assembly amended the existing Franchise and Excise taxes to require quarterly payment.

Governor Sundquist called special legislative sessions in March 1999 and in November 1999 to consider tax reform. However, both the First and Second Extraordinary Sessions adjourned without voting on tax reform legislation.

In the Second Regular Session the Governor proposed the Comprehensive Tax

Reform Law of 2000. This law, if enacted, would have repealed the sales tax on grocery food, reduced the general sales tax rate, repealed the Hall Income Tax, reformed business taxes, reformed death and gift taxes, simplified tax filing, and closed loop holes. In place of these taxes a 3.75% flat tax was proposed based on adjusted gross income. This tax reform would have made our tax system less regressive, and it would have assured the long term financial stability of our state. Even with this tax reform, Tennessee would have been one of the lowest tax states in the nation. None of these reforms was implemented by the General Assembly.

The state still faces a revenue problem. Tennessee’s regressive tax structure does not provide adequate revenues to fund the basic needs of the people of Tennessee, nor to keep the state on a sound financial footing to provide needed services. Because of the uncertainty of our financial condition, national bond rating agencies have lowered Tennessee’s bond rating. This will make it more costly for us to borrow the money we need to improve and maintain our state buildings, parks, and universities. We must find a fair and equitable way to fund a budget which provides a safe, healthy childhood for all children; excellence in education; good

jobs today, better jobs tomorrow; a safe, clean, and healthy place to live, raise families, work, and retire.

It is more important now than ever that Tennessee's tax structure be reformed. The state's economy has changed significantly in the

last 50 years, and our 1940's tax structure must change with it. We must have a system of taxes that will address a 21st Century economy and the 21st Century needs of the people of Tennessee.

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## ***A Safe, Healthy Childhood for all Children***

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### ***Governor's Community Prevention Initiative for Children***

In January 1996, the Governor announced a major initiative aimed at reducing four high-risk behaviors of youth – teen substance use/abuse, teen pregnancy, teen violence, and school drop-out. The high-risk behaviors are being addressed through community based comprehensive prevention programs that use risk factors to identify the target population and promote protective factors in children under the age of thirteen. The initiative was designed to:

- Give communities input in assessing needs of the target population, assessing available resources, and in proposing solutions to the identified needs
- Assure that community intervention facilitates the development of protective factors for at-risk youth before high-risk behaviors develop by targeting children under the age of thirteen
- Maximize the coordination of state and federal funding which is allocated to address any of these issues affecting youth
- Provide for comprehensive and coordinated services within the community.

The premise of the Governor's Prevention Initiative (GPI) is simple. In order to prevent a problem from happening, we need to identify the factors which increase the risk of the problem developing and then find ways to reduce the risks that enhance protective factors in children up through the age of twelve. The

age of twelve is the last, best chance to intervene with prevention strategies. The GPI programs focus on strengthening protective factors within the family, school, and community, which promote resiliency in children.

Funds are provided for the GPI through the Departments of Health, Children's Services, Education, and the Commission on Children and Youth.

### ***TennCare for Children***

In 1997, Governor Sundquist extended TennCare coverage to every uninsured child in Tennessee who does not otherwise have access to health insurance protection, making Tennessee the first state in the nation to make health care coverage universally available to children.

Although "uninsured" has been defined to mean lacking access to insurance, in 1998 the State extended TennCare coverage to poor children with access to insurance if they were part of households earning no more than twice the poverty level. TennCare copayments for those families between 101% and 200% poverty were reduced, and deductibles were eliminated altogether. (There are no cost sharing obligations for enrollees whose family income is below the poverty level.)

The open enrollment period for children below 200% of the poverty level and for children without access to health care coverage will continue indefinitely.

### ***Children's Services***

Governor Sundquist considers the reform and consolidation of children's services as one of the most important accomplishments of his

administration. Programs that had been scattered among six departments of state government were reorganized within a single new Department of Children's Services. The department's goals are:

- Provide appropriate care for children in custody close to home and return them to their families or provide for permanency of care in a timely manner
- Provide community prevention and intervention services to keep our children and communities safe
- Increase community involvement, local decision-making and accountability for funding and services
- Create an effective management and delivery system to ensure services are provided in a timely and cost effective manner.

***Improvement of Health and Behavioral Health Services*** — The Department of Children's Services wants all children in custody to have timely medical and dental screenings and appropriate medical treatment; this EPSDT (Early, Periodic, Screening, Diagnosis & Treatment) is part of the medical intervention given to all children entering custody. EPSDT screenings are the "gateway" to preventive care and referrals for appropriate care and treatment. In each of the 12 regions, the department added a Health Unit comprised of a Children's Services TennCare representative, a nurse practitioner or nurse, and a part-time psychologist.

***Review of Foster Care and Adoption Programs*** — The Department of Children's Services worked closely with the Child Welfare League of America (CWLA) in an extensive project to review the Tennessee Foster Care and Adoption Programs. CWLA helped the department to assess the current status of the foster care and adoption programs and to develop strategies for change based upon the review. Based on recommendations by the

CWLA, the General Assembly passed, and the Governor signed, legislation to improve services to children in foster care. CWLA has developed a three-year plan to help the department implement the results of the review. The proposed budget includes additional funds for the third step of this plan. The funds will further reduce foster care caseloads, meet increases in demand for adoption assistance, enhance permanent custodial placement, and improve management of children in state custody.

***Increased Focus on Adoption*** — Critical to the department's mission, and a major goal, is the timeliness of achieving a child's permanency through adoption. The department has a strong mandate to move children to permanency more quickly, whether that is return of the child to his or her natural home or to an adoptive placement. In order to improve the current adoption system, the department is working closely with providers, the courts, and child advocates to expand recruitment of adoptive homes and to remove legal and administrative barriers that have hampered adoptive placements. This strategy will help to increase the number of adoptive placements and to shorten the time children are in state custody. Between FY 1998-1999 and FY 1999-2000 the number of finalized adoptions completed increased from 394 to 483.

***More Concentration on Independent Living*** — The department provides independent living services to all foster care youth, ages 16 and above. These services are designed to give youth the necessary skills to become productive citizens. Youth are taught skills to assist them in employment, decision-making, problem solving, housing, transportation, education, literacy, and knowledge of community resources. Budget initiatives have provided additional funds to improve independent living services.

***Improving Child Abuse Prevention and Detection*** — All newly employed Child Protective Services staff and selected law

enforcement Child Protective Investigative Team members have received training in advanced investigation techniques. The department has strengthened its ability to assist local efforts through the stationing of Child Protective Services staff in Child Advocacy Centers in Sullivan, Hamilton, Montgomery, Knox, Davidson, Robertson, Lawrence, Madison, Tipton, Henderson, and Shelby counties. The department has worked with the General Assembly to pass legislation establishing seven forensic child interviewer positions located in Child Advocacy Centers in each grand division of the state. The proposed budget includes funds to develop a centralized intake system for receiving and responding to child abuse reports.

***Implementing the Non-Custodial Network Pilot Project*** — One goal of the Department of Children’s Services is to “provide community prevention and intervention services to keep our children and communities safe.” To achieve this goal, DCS has piloted a non-custodial Family Support Services (FSS) network. The community-based FSS network provides the necessary services to families and children to prevent or solve problems that would ultimately result in the child being placed in the custody of the state. The FSS network allows clients access to a full continuum of services without going from agency to agency. The Family Support Services network will be expanded statewide in FY 2001-2002.

***Continuing the Successful Family Crisis Intervention Program (FCIP)*** — The Family Crisis Intervention Program (FCIP) serves unruly children who have committed an offense that would not be illegal for an adult; this child could be a truant, a runaway, or be beyond the control of the parent. By law, if the department is unsuccessful in helping the family resolve their issues with the child, this new program may certify to the court that further intervention

is warranted, including, but not limited to, commitment to state custody. The FCIP program relies on crisis intervention techniques to help families resolve their issues with the child. Services are short term, typically 30 days or less. For the past two fiscal years, FCIP had a statewide success rate of 94% in preventing the breakup of families and the placement of children into state custody.

***TNKIDS Information Management System*** — Tennessee is implementing a new child welfare information management system called TNKIDS. This system will, for the first time provide front line case managers, supervisors and management with the information and tools to retrieve data and information essential to tracking, managing, and planning services for all children under our care. In order to assure the availability of information needed by staff, TNKIDS has been developed with extensive input and involvement of all levels of departmental staff. Eligibility determination, contracts, and fiscal modules are being developed and added to the system.

***Outcome-Based Contracting*** — The Department of Children’s Services has improved contracting with service providers by focusing on desired outcomes. All agencies under contract with the department now have outcome measures for tracking success, services, and the matching of contract agency activities with the goals of the Department of Children’s Services. By reporting and tracking outcome expectations, providers and the department can evaluate programs, impact of services, and coordinate needs and goals.

***Juvenile Facilities*** — A violent offender program is being implemented at Taft Youth Development Center. The proposed budget includes increased dorm security, maintenance and educational positions at Wilder Youth Development Center.

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## ***Excellence in Education***

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### ***K-12 Education***

Reading is imperative to the success and future of Tennessee's children. Our state's future depends on their success. This budget moves beyond maintenance of full funding of the Basic Education Program (BEP) formula, to recommend funding of a Reading Initiative. Better reading skills will have impact in the success of our children in every school subject. This initiative is explained below, following some initial information about the BEP.

Tennessee has come a long way toward improving its education system. In 1992, the state made a significant commitment to improve K-12 public education. In Fiscal Year 1997-98, the State of Tennessee met its commitment to reach full funding on schedule during the sixth year of the Basic Education Program, the state's funding mechanism for K-12 public education. More than a billion dollars in new state funds have been provided since 1991-92.

The BEP is part of the 1992 Education Improvement Act (EIA), which has radically changed the way elementary and secondary education is funded, has raised academic standards, reduced class sizes, and made local school systems more accountable for results. For the first time, this act provided for a separate state fund for education revenues, the Education Trust Fund. The legislature also enacted a one-half cent sales tax increase in April of 1992, the proceeds of which are earmarked solely for education.

***Reading Initiative*** — Recognizing the need to build on the educational success of Tennessee's children and ensure that every child has an opportunity to succeed in school, the Governor has proposed the Reading Initiative. There are six components of the Reading Initiative: Reading Coaches; Early Childhood Education; Catching Up; Teaching Resources – Quality Teaching; Teaching Resources – Digital Enhancement; Teaching Resources – Classroom

Materials. The Administration has developed a five-year plan for this initiative and is proposing first-year funding of \$96.7 million.

The Reading Coaches component will provide training programs for teachers and students. The training programs will make reading by the end of the third grade a priority and build on those skills. This goal can be accomplished by having a trained reading coach in every K-8 school. This coach will receive intensive reading training from a partnership between the Department of Education and higher education institutions. The training relationship will be maintained and continuously enhanced through the state's internet infrastructure. The coach will provide this training to every teacher in the school. Also, the coach will work to train volunteers to assist in accomplishing the department's goals. By making reading a priority, students can build on and expand those skills in other subjects during their K-12 education.

To help ensure that more Tennessee children arrive at school ready to learn at a pace with their peers, the Governor has proposed to fund an Early Childhood Education program for four-year-olds not currently served by Head Start or other preschool programs. This program, along with the Reading Coaches, is an essential element for school success. Four-year-old children will attain the cognitive, social, emotional, and physical development skills needed to begin school. The program will be implemented in phases, with educationally at-risk children enrolled in phase one. There are currently 36,850 four-year-olds not served by a pre-school program. Phase one of this initiative will serve 7,370. The goal of the Administration is to provide early childhood education to all four-year-olds by the 2005-2006 school year. The Early Childhood Education Initiative will provide youngsters the opportunity to develop the building blocks needed for successful learning.

The Catching Up component of the Reading Initiative is targeted toward helping middle school students lay the groundwork needed to pass the Gateway tests that are required for high school graduation. Student achievement on the current high school competency test and on the seventh and eighth grade Tennessee Comprehensive Assessment Program (TCAP) tests indicates that a substantial number of students are at risk of failing the much more difficult Gateway tests set to begin in the 2001-2002 school year. Students with the greatest risk of failure will receive special attention to help them develop the skills they need to pass the graduation tests.

The Teaching Quality component will provide scholarships for specific subject areas where a teacher shortage exists. This initiative also includes a mentoring program to help train new teachers, a program to encourage teachers to obtain national certification, a professional development partnership between local schools and higher education institutions that will promote the professional development of both prospective and existing K-12 teachers, and an electronic service to match teachers with school systems where they are needed. This component of the Reading Initiative also includes funding for the Teaching as a Second Career program, which is designed to encourage professionals to earn teaching certificates in their fields.

The Digital Enhancement component of the Reading Initiative will provide Advanced Placement courses through the internet in school systems unable to offer the courses at particular schools due to lack of teachers or small numbers of students. This will narrow the gap of academic opportunities between large and small school systems. This initiative also calls for the expansion and improvement of the internet infrastructure currently in the schools and to fund the expansion of the internet pipeline as the requirements of schools increase.

The Classroom Materials component of the Reading Initiative will provide an additional \$100 per teacher – which will double the amount they now have – for classroom

materials. Current educational research indicates that providing teachers the resources they need to teach is one of the best and most cost effective ways to improve student achievement.

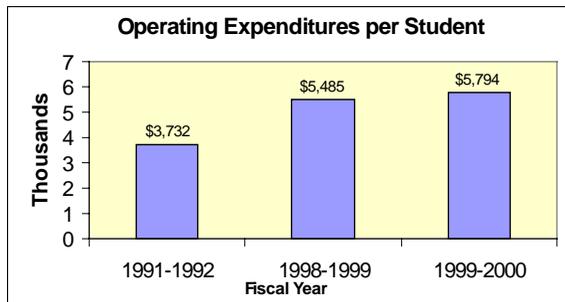
***Other K-12 Improvements*** — In addition to the Reading Initiative, funding is included in the budget for the English as a Second Language program and for the start-up cost for an autism center in East Tennessee.

With the funding and implementation of these initiatives, as well as additional funds to continue full funding of the BEP, the Gateway tests, and other education programs, Tennessee's K-12 students will have the foundation they need to succeed academically.

***The Basic Education Program*** — The funding formula established by the EIA is called the Basic Education Program. The BEP provides funds to local school systems based on their student membership and costs of certain educational components shared with the community's relative ability to fund education. Educational components are broken down into two categories: classroom and non-classroom. Classroom components include items such as teachers, instructional equipment, supplies and materials, and textbooks. Non-classroom components include such items as transportation, superintendents, construction, and maintenance and operations. Classroom components are funded 75% by the state and non-classroom components are funded 50% by the state.

Since 1991-92, \$1.2 billion in new recurring funding will have been invested in the BEP as of 2001-2002. In addition, the state has provided \$12.3 million in recurring funding for teacher salary equalization. According to the Department of Education's 1999-2000 21st Century Schools Report Card, between 1991-92 and 1999-2000 average expenditures per student grew from \$3,732 to \$5,794 (see chart below), an increase of 55%. This growth is even more impressive when coupled with the fact that

student enrollment in Tennessee's schools has grown by 8.1% in that same time period.



**Making Diplomas Count** — The Tennessee General Assembly and State Board of Education have approved an Administration proposal to raise the standards students must meet to graduate with a high school diploma. Beginning with freshmen entering high school in 2001-2002, the Tennessee Competency Test, which measures 8th grade achievement in language arts and mathematics, will be replaced by high school Gateway tests in Algebra I, English II and Biology, which every student must pass to graduate. Additional funds to develop and field-test five more end-of-course tests are included in the K-12 budget. These are Algebra II, Geometry, Physical Science, Chemistry, and American History. This will complete development and field testing of all ten required end-of-course tests.

**ConnecTEN** — Initiated in 1995-96, ConnecTEN made Tennessee the first state in the nation to connect all of its public schools and libraries to the museums, libraries and databases available on the World Wide Web. The state is now making internet resources available to every public school classroom. Tennessee has nearly 900,000 students on a consolidated, standardized, and reliable network with approximately 150,000 computers online. The network currently is undergoing significant improvements that include more bandwidth, better equipment, more robust e-mail and servers, and filtering of material inappropriate for K-12 students.

Just as we made a commitment to improve our K-12 program in 1992, we must also address

the needs of our higher education system. It is essential that we maintain all the parts of our education system to make Tennessee a leader in the 21st Century.

### **Higher Education**

Tennessee must work harder to improve its higher education system. We are competing against other states in the southeast and the nation that have recognized the importance of a quality higher education system. In regional and national comparisons, our colleges and universities do not rank among the top tier schools. The quality of the faculty and the facilities must be raised to higher levels, and a commitment must be made to increasing educational attainment of the citizens of Tennessee.

The state must work harder to encourage more people to earn a post-secondary degree. Only 16.9% of Tennesseans over the age of 25 have a college degree, compared with the national average of 24.4%. Our figure is less than all of our neighboring states except Arkansas (16.2%). A college education is important to the individual, as well as to society, because of the difference in income realized through education. According to 1998 Census data, a person with a bachelor's degree has an average annual income of \$40,695 compared with \$24,916 for a person with only a high school diploma. The difference in income will result in financial benefits to society through increased spending in the economy and through increased revenues to the state. Additionally, a better educated workforce will help in recruiting industry as companies require highly skilled workers who can be used in today's high-tech economy. In short, spending on higher education can be viewed as an investment with solid returns to the individual, the business community, and the state.

Our higher education system must be improved to allow Tennessee to hold onto its best and brightest students. According to the 1999 report of the Governor's Council on Excellence in Higher Education, Tennessee has

few high SAT scorers who apply to in-state universities. That report raised concerns that Tennessee's brightest students do not see the higher education opportunity in our state that they desire. Were it not for our private colleges and universities, Tennessee would be a net exporter of college-bound students.

We must provide more funding for our colleges and universities to attract quality faculty. The Southeastern Regional Educational Board (SREB) has reported that expenditures for public higher education in Tennessee as a percentage of state and local government spending declined from 31.2% in 1986 to 30.8% in 1996. In addition, the SREB has reported that inflation adjusted state expenditures per full time equivalent student have decreased 24.4% since 1987. (For more detail on higher education attainment and comparisons, see page B-88 of this Budget Document.)

The decline in funding for Higher Education has made it more difficult to maintain a high standard for both the faculty and physical facilities at our state universities. As charged in the Governor's Council report and confirmed through system-level tracking, many of our faculty are leaving Tennessee for higher paying jobs at universities in other states. Increased funding is also needed to maintain the physical facilities of our campuses. Better classrooms, libraries, equipment, laboratories, and other facilities will help us to attract the best students and faculty.

In its 1999 report, the Governor's Council on Excellence in Higher Education presented a blueprint for making Tennessee's public higher education system among the nation's very best. The report included five broad recommendations to improve the state's higher education system:

- Define and adopt a modern system-wide mission
- Establish goals and performance targets in keeping with the mission
- Authorize the Tennessee Higher Education

Commission to ensure that programs, institutions, and operating components are aligned with the goals

- Strategically increase funding and link allocated revenues to performance goals
- Enhance governing authority and reorganize the governing board appointment process.

In addition to these observations, the Council challenged the state of Tennessee to begin making the investment in higher education and its future. Fiscal deficiencies were shown in the areas of per student appropriations, faculty salaries, student financial aid, and research funding. This budget includes funding for improvements that begins to address the basic problems in our higher education system and to implement many of the recommendations of the Council.

***Higher Education Excellence Initiatives*** — Along with the Tennessee Higher Education Commission, the University of Tennessee, and the State Board of Regents, this budget has been developed to continue the Council on Excellence in Higher Education's five-year plan to add \$445 million for improvements to Tennessee's system of higher education.

Funding of \$92.4 million is included in this budget for the second year of the Higher Education Excellence Initiatives. This includes funding of \$10 million from state appropriations to help make Tennessee's public colleges become more competitive in the hiring and retention of faculty in high demand disciplines. Funding for this initiative will be matched with \$5 million from student tuition and fees, in order to make a total of \$15 million available for this purpose. This will allow Tennessee's public colleges to compete for exceptional faculty now teaching in other states. The initiatives also call for providing operating increases for each of our public colleges. These funds will be used to improve library holdings, improve instructional and laboratory budgets,

support technology initiatives, improve campus equipment and building maintenance, increase graduate student stipends, and address inflation of basic fixed operating costs.

Another important part of the initiatives is to provide special instructional and research equipment. Funding is included in the budget to purchase special equipment in both the University of Tennessee and Board of Regents systems.

One of the objectives of the Excellence Initiatives is to make the University of Tennessee one of the top 25 public research universities by 2008 and to enhance research initiatives at other major institutions. The budget includes the second \$7.5 million installment of a \$30 million appropriation goal

to enable UT to double federal research and development grants. Also, research funding is included for the research institutions in the Board of Regents system. With the additional funds these institutions will be able to develop major research activities and attract federal grants that will help to elevate the research function.

The Governor's Council on Excellence in Higher Education also recommended funding for additional student financial aid. The budget includes improvement funding of \$9 million for the second straight year for the Tennessee Student Assistance Corporation to provide tuition assistance to an additional 6,021 needy students and to raise maximum student assistance award levels.

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## ***Economic Opportunity***

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### ***Economic Development***

More than ever before, leading companies from around the world are discovering the advantages of doing business in Tennessee. With our prime geographic location, skilled workforce, outstanding transportation network and pro-business environment, Tennessee has earned a solid reputation as a premier business location.

From the automotive industry to telecommunications, to printing and publishing, to warehousing and distribution, our diverse business base speaks volumes as to the wealth of economic and lifestyle advantages and opportunities that, quite simply, help companies build better products more efficiently in Tennessee.

Tennessee's bright business climate, along with quality of life and cultural diversity, offers companies more options than ever. Year after year, our state breaks records for capital investment and job creation, which is why multi-national companies continue to choose Tennessee communities time and time again for new and expanded operations.

businesses looking for a consistent, predictable and aggressively pro-business climate where they can grow and be profitable.

- In short, Tennessee is the right match for
- More Tennesseans are working now than

- In 2000, Tennessee had its best year yet for announced private capital investment with \$7 billion in announced capital investment by new and existing industries, and the potential creation of more than 34,000 new jobs.
- Record capital investments have marked the Sundquist Administration. In six years, a total of \$31 billion has been committed by new and existing industry.
- Over the period from 1994-1999, per capita income in Tennessee rose 23.6%. The state has made great strides in recent years, rising from \$178 below the southeast region in average per capita income to \$129 below. Over the past 10 years, Tennessee has climbed from 85.9% of the nation's average to 89.6%.

at any time in history. Tennessee's unemployment rate has fallen below 6% for the last seven years. Since 1995, our state has seen a net gain of 144,700 jobs.

- Tennessee is ranked among the top ten states in the nation for number of jobs linked to foreign investment and ranked eleventh in the nation in manufacturing jobs.

State Government is committed to enhancing community quality of life and increasing Tennessee family income. The Administration places great importance on workforce development initiatives, including improved training programs, coordinated job placement efforts and adult basic education. The Administration also places particular emphasis on beneficial partnerships with the private sector to stimulate continued economic opportunity in communities statewide.

***The Tennessee Department of Economic & Community Development*** — The philosophy of the Department of Economic and Community Development is to invest in Tennessee's greatest resources: our communities and our people through assistance in community based infrastructure and training investments.

***Tennessee Business Services*** — Tennessee Business Services (TBS) provides the assistance communities and employers need to attract, maintain, and increase jobs in Tennessee. TBS works with a network of organizations statewide to help assure the success of existing business and to encourage their expansion. Business development activities include:

- A statewide manufacturing resource network to help manufacturers solve problems and become more competitive through the Manufacturing Means Jobs initiative
- Offering engineering, technical and training assistance to manufacturers

through the Tennessee Manufacturing Extension Partnership

- Small Business Services works to assure the success of small businesses statewide through its small business information guide and assistance programs
- The department has recently partnered with the Tennessee Small Business Development Center network to provide entrepreneurs and small business owners with easily accessible counselors in 14 center locations statewide to assist them in starting and growing their small businesses
- The Office of Minority Business Enterprise facilitates the resources needed in assisting minority businesses in growth and business development.

***Marketing & Recruiting*** — Enhancing Tennessee's image as a premier business location is the primary focus of the marketing team. International business promotion and recruitment are emphasized, as well as strategic conferencing and testimonial advertising in national publications. Additional activities include:

- Providing prospects with a general or prospect-specific packet with information on taxes, transportation systems, labor statistics and environmental regulations
- Recommending available facilities or industrial sites to prospects
- Governor-led business recruitment missions to key international regions
- Tennessee's nationally-ranked Industrial Training Service (ITS) assists with recruitment, screening and training of new employees, and provides job-specific training and overall workforce development

- Tennessee Job Skills, a workforce incentive grant program, is designed to assist industries in elevating the skills of their existing workers and keep them competitive
- The Tennessee Industrial Infrastructure Program (TIIP) works with communities and regions to provide industrial infrastructure support on issues like water, sewer and rail sidings. TIIP serves as an incentive in the process of encouraging private sector firms to locate or expand their financial investments in Tennessee
- In 1999, for every TIIP dollar invested by the State of Tennessee, \$107 was invested by the private sector.

**Community Development** — Community Development works with Tennessee communities to prepare and compete for economic development and improve community quality of life.

- The Governor's Three-Star Program was created to help communities take full advantage of economic development opportunities, preserve existing employment, create new jobs and increase family income.
- The Energy Division promotes economic growth by helping businesses and government organizations improve energy efficiency.
- The Local Planning Assistance program provides technical assistance to help local governments strengthen their planning and community development efforts.

**Tourist Development** — The travel and tourism industry is an important factor in Tennessee's economy. Domestic and international travelers to Tennessee annually spend nearly \$9.2 billion. As a result of spending by travelers, tourism provides jobs for over 172,200

Tennesseans, and tax revenues for state and local governments totaling over \$779.2 million. Almost 38.7 million people visited Tennessee in 1999, making Tennessee one of the nation's most popular destinations.

Because of the jobs and tax revenues produced by tourism, national and regional competition for tourism continues to be high. In order to increase its share of tourist dollars, Tennessee must aggressively market and promote the state's assets. Some of the Department of Tourist Development's marketing programs include national broadcast and print advertising campaigns, and direct sales programs targeted at group tour companies, travel agents, and international tour operators. In addition, the department makes co-op advertising projects available to the tourism industry, develops rural and heritage tourism opportunities through promotion programs, promotes Tennessee to the media and national travel press, and develops Tennessee publications which are distributed to customers. The department also operates the state's thirteen welcome centers, which provide literature, information and reservations to the millions of travelers who visit Tennessee.

### ***Families First***

Effective September 1, 1996, Families First replaced the former Aid to Families with Dependent Children (AFDC) program in Tennessee. The new program emphasizes personal responsibility, work requirements, time limits for assistance, and education and job training. Families First also provides its participants child care, transportation, increased coordination with child support enforcement, and transitional benefits.

**Personal Responsibility** — The foundation of Families First rests on the individualized Personal Responsibility Plan. This plan, developed between the participant and the case manager, outlines the steps towards self-reliance:

- Failures to participate in work activities and reach the goals specified in the plan

can reduce or eliminate benefits

- Teen parents must stay in school and live at home with parents or another responsible adult
- Parents must ensure all eligible children attend school, infants and youth must be immunized and children's health checks must be current.

**Work Requirements** — Work builds self-esteem and independence from welfare assistance. While working, participants will also gain experience for greater responsibilities and career advancement:

- Non-exempt participants will be required to work and/or engage in work-related training or education 40 hours a week
- Those who are unable to find a job must engage in community service or job readiness classes.

**Education and Job Training** — While many Families First participants currently have some combination of education and work experience, many need job training classes to enhance their employability:

- Participants must be engaged 40 hours a week in a combination of education, job-related training, and work
- Participants testing below a 9th grade functional literacy level can enroll in 20 hours a week of adult basic education and are exempted from additional work and time limits until they reach the 9th grade level
- Participants may be required to attend life skills classes (e.g., parenting skills, budgeting, self-esteem).

**Support Services** — Certain support services are provided to those individuals who work or participate in education, employment training,

counseling, or treatment services. These services include:

- Transportation (including a First Wheels Vehicle interest free loan for qualified individuals)
- Child Care
- Dental and Optical Assistance
- Uniforms and other clothes needed for work or training
- Other supportive services necessary for work or training.

**Time Limited Benefits** — Limits on benefits have been established as a means of encouraging participants to work efficiently towards employment.

- Benefits for non-exempt participants are limited to 18 months at any one time and to five years over the course of a lifetime
- Exemptions to this requirement include disabled caregivers, caregivers ages 60 and over, caregivers assisting disabled family members, families who do not have an adult included in the grant amount, and individuals functioning under 9th grade level who attend basic education classes.

**Family Services Counseling** — Individuals who are having difficulty participating in Families First or who request help with personal problems qualify for family services counseling assessments and counseling services while on cash assistance and for 12 months after leaving the program. These services cover:

- Mental Health issues
- Drug and alcohol problems
- Learning disabilities
- Domestic violence issues
- Children's health and behavior issues

**Transitional Benefits** — In order for families to sustain self-sufficiency, many benefits will be extended beyond the period of cash assistance.

Availability of these benefits can be up to 18 months after full employment begins and can include:

- Child care
- Transitional Medicaid
- Food Stamps
- Family Services counseling
- First Wheels vehicle loans

**Child Support Enforcement** — Many of the families enrolled in Families First would not need assistance if child support payments were made. Families First expects participants to:

- Identify the father of dependent children
- Help find the absent parent and establish paternity.

In addition to these efforts, Tennessee has also passed the license revocation law, implemented the Tennessee Child Support Enforcement Computer System (TCSES), and utilized the internet in location of delinquent parents.

**Child Care** — Based on the recommendations of the 1996 Governor's Task Force on Child Care, the Department of Human Services' initiatives in child care will continue to focus on three central issues: quality, affordability, and availability.

- Revisions to child care center and home-licensing standards will improve adult-to-child ratios and increase training requirements
- Child Care Resource Centers will help providers better meet the needs of children with disabilities, educate parents, and serve as a resource to providers and parents regarding appropriate developmental programs and practices
- A comprehensive statewide community

and consumer education campaign will enhance community understanding of the elements of quality care (such as training, adult/child ratios, curriculum)

- Expansion of training provided through the Tennessee Early Childhood Training Alliance (TECTA), a statewide service of Board of Regents institutions that supports and enhances the quality of early childhood education personnel, will continue with the addition of a Mid-Cumberland site
- The basis for income eligibility for child care services will be raised, and the level of reimbursement rates to providers increased.

**Program Outcomes** — The average monthly welfare case load for FY 1999-2000 was 57,153 families, down by 32,494 cases (from 91,499 in August, 1996, to 59,005 in November, 2000). The June 1999 caseload reflected the following activities:

- |   |       |
|---|-------|
| • Employed                                | 14.9% |
| • Adult Education                         | 7.7%  |
| • Work preparation/<br>Job skill training | 29.5% |
| • Exempt caretaker                        | 19.7% |
| • Child only care                         | 30.0% |
| • Family Service Counseling               | 3.4%  |

Families First is also conducting several demonstration projects focusing on non-custodial fathers, savings accounts, and drug addicted mothers. These programs reinforce the efforts made by Families First to develop healthier family relationships and decrease dependence on government assistance.

While some families will continue to experience personal and financial setbacks which require assistance, Families First helps ensure that their need is temporary and that families quickly return to stability and self-reliance.

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## **Public Health**

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### ***TennCare***

***Containing Health Care Costs Through Managed Care Organizations*** — TennCare is a program that provides health care coverage to almost one-fourth of the citizens of the state, or 1,380,000 people. It is operated under a federal Section 1115a waiver, which permits the state to enroll uninsured and uninsurable people in the program as well as persons who are qualified to receive services through Medicaid. Program beneficiaries receive the vast majority of their health care through managed care organizations under contract with the state. There are some services—such as long-term care and Medicare cost-sharing—that are provided by the state outside the managed care structure.

About 800,000 enrollees are eligible for TennCare because they are eligible for Medicaid. Another 580,000 are eligible because they are uninsured or uninsurable. “Uninsured” means they do not have access to health insurance where they work, and “uninsurable” means they cannot buy health insurance because of a medical problem that they have. Most uninsured and uninsurable beneficiaries have incomes below the federal poverty level, but those with higher incomes contribute to the cost of their care on a sliding scale.

TennCare is a \$5.6 billion program. Nearly two-thirds of this cost, or 64.71%, is federally funded. The remaining 35.29% is the responsibility of the state. Tennessee has been resourceful in coming up with its share of total program dollars including the use of drug rebates, premium payments by enrollees, and program related taxes. Only 32.64% of the dollars spent in the TennCare program actually comes from the state’s General Fund. In other words, Tennessee is paying only about 33 cents out of its treasury for each \$1.00 worth of health care it is buying for its neediest and sickest citizens. These dollars go to purchase care from providers who, in the case of uninsured and uninsurable enrollees, would likely be providing

this care with little or no compensation if the TennCare program did not exist.

Not all of the \$5.6 billion TennCare budget goes to the managed care plans. Only \$3.5 billion is earmarked for managed care; this amount is financed by pooling current federal, state, and local expenditures for indigent health care. The remainder of the budget is spent on long-term care, services provided by the Department of Children’s Services for children in custody or at risk of custody, Home and Community Based Waiver programs for persons who would otherwise require institutional care, Medicare cost-sharing for low-income Medicare beneficiaries, and program administration.

It is important to recognize the savings that TennCare has generated for the state. Over the eight years since the program began, TennCare has saved an average of \$312.5 million annually in state funds. This figure is calculated by comparing projected Medicaid expenditures without TennCare to actual and estimated TennCare expenditures for the period from FY 1993-1994 to FY 200-2001, using the average annual increase for Medicaid programs administered by other states in the Southern Legislative Conference and trending forward the estimated savings of state funds that were used to maximize federal funding for TennCare.

Even more impressive than the financial savings generated by the program are the improvements in health outcomes that have occurred. As one of the highest priority initiatives of state government, TennCare has demonstrated an ability to bring about steady improvements in key health care outcomes: decrease in percentage of uninsured Tennesseans, decrease in infant mortality rates, increase in childhood immunization rates, increase in mammography rates, decrease in inappropriate use of the hospital emergency room, and decrease in hospitalizations for children with asthma. TennCare has created an environment whereby more services are being delivered in less expensive and more

appropriate outpatient settings, rather than costly hospital settings.

During the current fiscal year (2000-2001), TennCare has developed a new business model, which is focusing on smaller, regionalized managed care organizations (MCOs) and increased accountability. Last year the General Assembly made sure that the program is actuarially funded for the current year, and within that funding structure TennCare has developed a new risk-sharing model to offer to MCOs. In addition, administrative improvements and new performance measures are being developed and implemented to assure that the program achieves the desired results.

One strategy that is being pursued aggressively during the current year is to attract new MCOs to the program. New MCOs must be well-capitalized and experienced insurance companies. It is anticipated that these new companies will replace companies that are leaving the program and offer additional choice to enrollees in remaining plans.

Included in the budget is funding for rate increases for health care providers. These rate increases include a four percent capitation rate increase for Managed Care Organizations, an eight percent increase for Behavioral Health Organizations, an increase for pharmacy inflation, and payments to Federally Qualified Health Clinics participating in the TennCare program. The budget also includes funds for increased enrollment.

Additional funding is also recommended for the expansion of the long-term care alternative for the Medicaid population. This funding will provide home and community based services for an additional 1,200 Medicaid-eligible clients. Funding is also included in the recommended budget to expand long-term care for the elderly and disabled. These funds include a three percent rate increase and an enrollment increase for the Program of All-Inclusive Care for the Elderly (PACE); increased funding for Levels I and II nursing home facilities; and a five percent increase for the Senior/Adapt program, which serves the elderly and disabled.

The budget also includes funding to improve TennCare administration and oversight. Positions and funding will be added to improve member services and appeals, information systems, managed care oversight, provider relations, long-term care waiver administration, and legal services.

***TennCare Partners*** — In July 1996, mental health services were merged into a managed care system called TennCare Partners. This new system utilizes two behavioral health organizations (BHOs) to manage mental health services similar to the TennCare MCOs. They serve all enrollees of the TennCare Program and the Department of Mental Health and Mental Retardation's priority population. These services include:

- Psychiatric and substance abuse inpatient treatment
- Outpatient mental health and substance abuse treatment
- Psychiatric pharmacy services
- Transportation to covered mental health services
- Other specialized mental health treatment such as case management and crisis services.

***Department of Health*** — Public health officials have recently recognized the need to be more aggressive in locating and treating cases of tuberculosis. The budget includes funding to identify and treat latent cases of tuberculosis in order to prevent an outbreak of active tuberculosis. Local health departments have only enough resources to treat persons with active tuberculosis. The funding included in the budget will provide for the testing of an additional 42,000 people per year. Approximately 40% of the people tested will test positive for tuberculosis. Local health

officials will provide treatment and drug therapy to the people who test positive. This process will allow health officials to contain any outbreaks of tuberculosis.

The department will also be working to comply with federal nursing home inspection standards. Funding is included in the budget to require unlicensed health facilities to cease operations until they become licensed.

***Mental Health and Developmental Disabilities*** — The Department of Mental Health and Developmental Disabilities is currently working on a major initiative, called the Creating Homes Initiative. Through this initiative the department will work to create safe, affordable, appropriate, and quality housing for Tennesseans with mental illness. This initiative is built on partnership with key Tennessee community leaders representing consumer, family member, mental health, community social service provider, landlord, realtor, faith-based, nonprofit, bank, government, foundation, mental health, and housing agency sectors. Specifically this landmark initiative proposes to do the following in partnership with the previously mentioned key leaders:

- Create 2005 new and improved permanent housing options for Tennesseans with mental illness by 2005.
- Aggressively and strategically seek out and collaborate with potential untapped funding entities to leverage state dollars and funnel housing funds to local communities.
- Achieve greater parity in the availability of safe, affordable, and appropriate housing for

people with mental illness as compared to the population at large.

- Reduce the recidivism rate of persons in our criminal justice system diagnosed with a mental illness who are there due to the lack of community housing and support systems.
- Reduce the rate of unnecessary hospital stays in hospital beds in regional mental health institutes that are directly attributable to inadequate, available housing.

Through this initiative, the Department's Office of Housing Planning and Development has been instrumental in generating and securing over \$7 million of additional funding for housing options for persons with mental illness, including the creation of approximately 500 new housing options for persons with mental illness in Tennessee.

***Commission on Aging*** — The Commission on Aging will be participating in a new federal program to enhance the home and community based services system for elderly and disabled persons who do not qualify for services under Medicaid. This program will increase the services available to the elderly and disabled with the objective of preventing or delaying additional persons from entering a nursing home. Funding is included in the budget to match the federal grant that supports this program. The funds will be used for a family caregiver support services program that will provide information and referral, respite services, personal care, and other home and community based services to families and individuals caring for aging or disabled persons

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## ***Public Safety***

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***Crime Legislation*** — To address the growing crime problems, the Sundquist Administration and the Legislature created a long-term legislative package to address some of the crucial concerns of Tennesseans regarding the

increase of crime in our neighborhoods. The first year of the crime package saw legislation ranging from capital punishment to drug testing to "Three Strikes, You're Out." A total of nineteen bills were enacted under the crime

package umbrella with a price tag of \$16 million during the 1995 Legislative Session. Passage of the crime package resulted in the creation of the state-funded Post-Conviction Defender Commission. The Office of the Post-Conviction Defender was created to oversee the appellate trials of indigent persons convicted with a death sentence. Legislation also required death penalty appeals to receive priority before the courts to expedite and shorten the state appellate process to five years.

**Three Strikes** — During the first year of the crime package, the length of time felons were spending in prison was foremost in the public eye. Tennessee responded by passing the “Three Strikes, You’re Out” law. This law requires two-time felons to serve their full sentence upon conviction of a third felony charge. Other felony sentences were also lengthened and restrictions placed on minimum sentences for certain Class A felonies.

**Juvenile Justice Reform** — In December 1997, Governor Sundquist appointed a commission to review and recommend changes to current state laws for juvenile offenders. The Juvenile Justice Reform Commission issued its report in December 1999. The report recommended changes to the juvenile code. The Commission’s report contained three major recommendations:

- Violent juvenile offenders age 15 and over should be treated as adults, and automatically transferred to adult criminal court and, if convicted, sentenced to the Department of Corrections.
- A blended sentencing option should be available for juvenile court judges and criminal court judges to provide for more flexible sentencing as well as opportunities for rehabilitation through educational, vocational, and other treatment programs. Violent juvenile offenders should be ineligible for blended sentencing. Juveniles sentenced under blended sentencing should be housed in an

appropriate institution, separate from adult inmates.

- Local Truancy Review Boards currently are mandated in those areas of the state that do not already have an effective truancy prevention program. Truancy cases should be diverted from the local juvenile courts to the Truancy Review Boards for disposition in order to allow the juvenile court judges to concentrate on more serious crimes.

The Commission also recommended that additional secure facilities be made available for the growing female offender population, and that both a central information system for adjudicated juveniles and an observation and assessment center be created. This budget includes funds to implement juvenile justice reforms.

**Probation and Parole** — In 1998, the Governor signed legislation to combine the Board of Paroles and the probation function of the Department of Correction, creating a new Board of Probation and Parole. This will result in a more efficient and effective organization for the supervision of felony offenders who are not incarcerated but are under the supervision of the state.

During Fiscal Year 1996-97, increased supervision fees and mandatory drug testing were imposed on felons who are released on parole or sentenced to probation.

The FY 2001-2002 budget includes funding for 56 additional field officer, management, and support positions. This will allow the Board to reduce probation and parole officer caseloads from an average of 1:100 to 1:89. These positions will be funded half by appropriations from general fund tax revenues and half by supervision fees. Funding from general fund taxes also is included to reduce caseloads in the community correction program and increase alcohol and drug treatment services. It is also recommended that funding be provided for the diversion of more non-violent felons into the community correction program. This will

permit better management of the future growth of the prison population.

**New Prisons** — Longer sentences and “Three Strikes” legislation necessitated the development of a long-range plan for prison expansion. From FY 1995-1996 through FY 1999-2000, 1,108 beds were added to the state prison system by double-celling of inmates and 2,280 new beds were constructed. During this same period, 1,324 beds designated as substandard, temporary, or operationally costly were closed. The system’s capacity was further increased by the addition of 2,016 contract beds.

Capital funding has been provided for construction of a new 1,700 bed prison facility. Capital funding was also provided for a 240 bed maximum security units at Riverbend Maximum Security Institution, a 150 bed minimum security addition at West Tennessee State Penitentiary, and a 300 bed geriatric unit at the DeBerry Special Needs Facility. The Department of Correction also intends to further increase system capacity through additional double-celling of 767 inmates. Of the beds being added for double-celling, 170 are already funded and 597 beds are recommended for funding in FY 2001-2002.

Prison population models continue to indicate a need for on-going planning and construction of additional prison capacity. To answer this need, additional prison beds will be planned for future construction years. In this budget, funds are recommended for preplanning the next new prison. Completion of these planned projects along with the construction of

a previously funded prison should provide a net increase of 5,334 beds in system capacity by 2005.

**Substance Abuse** — Although DUI laws in Tennessee are some of the toughest in the nation, resulting in 28,000 convictions annually, DUI enforcement remains a high priority. During the 1995 legislative session, vehicular homicide as a result of DUI was moved from a Class C felony carrying a sentence range of 3-15 years to a Class B felony sentence of 8-30 years, based on mitigating factors, multiple offenses, and prior record. Additionally, in the 2000 legislative session penalties were increased for persons who refuse to take a blood alcohol test when requested by a law enforcement officer.

Vehicular homicide was further defined in 1996 with a new category for aggravated vehicular homicide where repeat DUI offenders convicted of vehicular homicide receive a Class A felony. Laws were passed to confiscate DUI offenders’ vehicles at the time of a second DUI arrest. Also during 1996, sentences for habitual drug offenders were also made tougher.

In 1998, penalties were increased for persons who receive a fourth conviction of driving while impaired, for persons involved in traffic accidents who were intoxicated, and for persons convicted of driving a motor vehicle with an alcohol concentration greater than 0.20%.

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## **Natural Resources**

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### ***The Environment***

Tennessee continues to be a leader in innovative approaches to protecting the environment and conserving natural resources in the southeast.

**Water Supply** — In 2000, the Administration worked with the Tennessee General Assembly to pass the Inter-Basin Transfer Water Act. This

act will protect Tennessee’s water for future generations.

The Commissioner of the Tennessee Department of Environment and Conservation (TDEC) has appointed a Water Supply Policy Panel to study water supply policy issues and make recommendations to the legislature, if the panel’s findings indicate the need to do so. The panel has already met and plans to make any

needed recommendations to the General Assembly in January 2002.

**Water Quality** — Tennessee continues to implement a thirteen-year strategy to improve water quality in the state's most impacted streams. The state's watershed approach to water quality management began in 1996 and continues, with the state providing the most detailed water quality information available to date. This approach enables better understanding and protection of the state's water resources.

In addition to identifying problems, the State of Tennessee is solving them by using the regulatory programs where they are most effective, partnering with other agencies, and assisting communities with the development of their wastewater infrastructure. Tennessee awarded over \$31 million in 2000 to upgrade and improve wastewater facilities.

In 2000, the Commissioner of TDEC assembled a Water Quality Forum to discuss water quality improvement. The participants included state and federal technicians and university researchers. As a result of this meeting, Tennessee is devoting additional time and resources to the protection of small streams.

**Drinking Water** — In the year 2000, the State of Tennessee approved a number of major initiatives to further improve drinking water quality for citizens of this state. The state's Water Quality Control Board strengthened filtration requirements; passed additional rules regulating disinfection byproducts, lead and copper control; and approved plans to enhance the public notification rules.

The state also undertook initiatives to increase the continuing education requirements for persons certified to operate drinking water treatment facilities. TDEC's Division of Community Assistance dispensed approximately \$12 million in loans to upgrade and improve drinking water treatment facilities in Tennessee.

**Air Quality** — Tennessee is working with nine other states to implement the Environmental Protection Agency's (EPA's) stringent ambient

air quality standards for ozone, fine particulate matter, and regional haze.

In compliance with the federal Title V program, Tennessee continues to issue new, more complex operating permits for major stationary sources of air pollution. Also, Tennessee continues to work with the Tennessee Valley Authority (TVA) toward early reduction of nitrogen oxides.

Tennessee will host the third Governors' Summit on Mountain Air Quality in 2001. The summit brings the plight of the mountains to the attention of the highest levels in state governments. In 2000, Tennessee chaired the Southern Appalachian Mountain Initiative. This initiative, which is near completion, seeks to identify the causes of air quality related impacts in the mountains and to reverse their adverse effects on the mountains.

**Solid and Hazardous Waste** — TDEC remediated over 300 contaminated sites in 2000, and responded to over 400 contacts from the Tennessee Emergency Management Agency. As a function of site remediation and permitting, TDEC has also established a risk based evaluation program to further evaluate potential environmental impacts of sites and facilities.

In 2000, responsible parties spent \$13.7 million on cleanup of contaminated Superfund sites. In addition, 56,000 cubic yards of contaminated soil were treated or hauled to appropriate disposal sites, and 768 million gallons of contaminated water were pumped and treated. Through regional planning, the number of sanitary landfills was reduced by 30% since 1999 and the waste volume reduced by 21% since 1989.

EPA granted full authorization to Tennessee's Hazardous Waste Program and Tennessee's Lead Base Paint Abatement Program.

**Strong Enforcement for Polluters**—TDEC has worked to move swiftly against those who break environmental laws. The department has cut the time it takes to issue an enforcement order by

over 70% since 1994. TDEC issued 776 enforcement orders, assessing over \$7.7 million in 2000, compared to 118 orders and \$1.1 million in 1994. The year 1999 saw 315 orders issued, with penalties assessed at \$4 million (excluding the \$14 million DOE penalty).

***Improving Customer Service*** — Through its reengineering efforts, TDEC has simplified the permitting process and provided greater access to environmental information services. Eight Environmental Assistance Centers (EACs) across the state can be accessed by a single toll-free hot line, 1-888-891-TDEC.

The department is also implementing an environmental justice plan to provide a safer, cleaner environment to all Tennesseans. Tennessee has the opportunity to be the model for the nation with this innovative program.

### ***Conservation***

***State Parks*** — Tennessee State Parks continue to set a standard for excellence. Fall Creek Falls was once again named “Southern Living” readers’ choice for top resort park in the southeast.

Over 30 million people visit Tennessee State Parks each year. To accommodate this demand and to help the park system become more financially self-sufficient, the department is implementing a new central reservation system. The department is also installing a new computerized hospitality management system to provide better control and use of the inns, cabins, golf courses, marinas, and restaurants throughout the seven resorts. In addition, Tennessee State Parks has reorganized to include a separate division to manage the entire retail operations of the resort parks.

To support park maintenance, the department is instituting user fees at four state parks. The department will extend the user fee policy to more parks as it becomes feasible.

The State Parks web site continues to draw a record crowd, with approximately three million visits in 2000, almost double the number of visits to its web site in 1999.

***Recreation Education*** — In 2000, TDEC

continued to ensure effective grant management for state parks and local governments with approximately 130 open grants. The Local Park and Recreation Fund (LPRF) grants to local government were restructured under a two-year cycle, with grants of approximately \$7 million to be awarded in 2001. The federal Recreation Trails Program (RTP) awarded 25 grants totaling \$1.3 million. Three Tennessee Recreation Initiative Program (TRIP) grants awarded a total \$150,000. Of the \$715,000 received in federal Land, Water, and Conservation Fund (LWCF) dollars, \$644,372 was awarded to the Cumberland Trail. The 2001 LWCF apportionment of approximately \$1.7 million will be awarded to state and local projects.

The Governor’s Council on Greenways and Trails is gearing up to present its plan to the Governor and implement the state plan by hiring of a full-time coordinator. Parks and Recreation Technical Advisory Service (PARTAS) assistance continued in 2000 on a limited basis to ensure effective development and to meet the improvements that are planned for 2001.

***State Natural Areas*** — TDEC’s Division of Natural Heritage continues to maintain records on known locations of plant and animal species of state and federal concern, throughout the state.

In 2000, Tennessee acquired additional land to expand four existing State Natural Areas. Two new State Natural Areas were established, bringing the total number of State Natural Areas to 60. These 60 State Natural Areas, covering some 85,000 acres, serve to protect the habitat of rare and endangered species of plants and animals. They also provide opportunities for passive outdoor recreation such as nature photography and study and hiking. State Natural Areas are perpetually protected from development.

The division is also forging partnerships with large industrial forestland owners in Tennessee to cooperatively protect important habitat for rare species on their lands.

***Geology and Archaeology*** — TDEC entered

into a partnership agreement with the National Park Service to analyze environmental impacts to oil and gas wells at Big South Fork National River and Recreation Area. TDEC's Division of Geology served more than 2,400 customers, sold nearly \$66,000 in maps, and provided lectures and field trips to more than 1,200 individuals. TDEC also produced up-to-date earthquake amplification potential maps for Memphis,

Tennessee, and Blytheville, Arkansas.

TDEC's Division of Archaeology maintains records on 20,000 known archaeological sites and all previous studies in the State of Tennessee. Using this information, division staff works with federal, state, and local government and private developers to find innovative ways to protect and preserve archaeological sites.

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## ***Responsible and Accountable Government***

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The Sundquist Administration remains committed to creating a more effective, efficient and user-friendly state government. By working with each department to set goals, establish priorities, and foster a climate of responsibility and accountability, this vision is becoming a reality in Tennessee.

During the past year the state has made significant progress towards creating a more user-friendly government by allowing citizens to conduct business with the state anytime, via the internet. This action, which improved accessibility to state services and provided convenience for the customer, has also resulted in more efficient processes and long-term cost savings. Examples of services that are available through the internet are: the renewal of drivers' licenses, reservations at state parks, and verification of TennCare eligibility.

The state has also moved closer to the opening of its first One-Stop Shopping center. Projected to open in 2002, this pilot facility will allow our customers to conduct business with multiple departments under one roof. The agencies that may be housed in the One-Stop Shopping center are the Department of Health, Department of Labor and Workforce Development, Department of Correction, Board of Probation and Parole, Department of Children's Services, Tennessee Bureau of Investigation, Department of Revenue, and the Department of Safety. Cost savings will certainly result from the construction of this facility, but more importantly, customer service will be enhanced. Similar efforts, focusing on improving customer service, reducing the cost

of doing business, and creating operational efficiencies through the use of technology and innovation, will continue to be pursued.

The importance of qualified and dedicated employees can never be overlooked by an organization attempting to refine itself. It is for this reason that the Administration has chosen to focus on improving employee recruitment and retention. The ability to attract and retain exceptional employees will go a long way toward meeting the demanding goals the state has set for itself.

This Administration is working to achieve these goals through the use of classification-compensation salary adjustments, employee pay raises, and the Leadership Development Initiative, a supervisory training program. In classification-compensation studies, the Department of Personnel compares state salaries for selected positions each fiscal year with salaries for similar positions in the private sector and surrounding state governments. For the last several fiscal years, the budget has included funds to upgrade pay for positions with a significant difference between state and private sector salaries. General across-the-board increases in pay help salaries keep pace with inflation, while training programs help to ensure that we have a well trained work force.

Ensuring that government acts responsibly and is accountable for its actions and decisions is a public demand. Because of this demand the state will continue to cut expense and waste by validating essential services, focusing on cost-avoidance initiatives, and emphasizing fraud detection. Maximizing revenue due and

available to the state also remains a strong focus of the Administration.

In this 2001-2002 Budget Document, for the first time, the State is publishing detailed performance measures and program information as an integral part of the budget. Although this program information has been used for decades by budget staff in analyzing requests – and has been provided annually to legislative staff – this is the first time the information has been integrated into the Budget Document for convenient review by all members of the General Assembly. This first effort at publishing the information as part of the budget

leaves some room for improvement. However, the information should help the General Assembly analyze the work of the agencies, and the budgetary pressures on them, as they provide services and respond to the critical needs of the people.

Tennessee's citizens expect nothing less than exceptional service, responsibility, accountability, efficiency, and effectiveness from State Government. The Administration is working hard to meet – and exceed – these expectations.

# Tennessee Characteristics

## Demographic Characteristics <sup>1</sup>

	1990	2000
Total Population	4,877,203	5,689,283
	1990	1999
Total Population	4,877,203	5,483,535
Percent of Population Under Age 5	7.0%	6.7%
Percent of Population Age 5 to 17	18.1%	17.8%
Percent of Population Age 18 to 24	10.9%	9.5%
Percent of Population Age 25 to 64	51.4%	53.6%
Percent of Population Age 65 and Older	12.6%	12.4%
Median Age	33.5	36.2
Percent of Population by Race		
White	83.0%	82.1%
Black	16.0%	16.6%
Native American	0.2%	0.2%
Asian	0.7%	1.0%
Other	0.2%	0.1%
Hispanic Population (Percent of total population)	0.7%	1.2%
Per Capita Income	\$21,800	\$25,574
Tennessee's Rank in U. S. by Per Capita Income	31	35
	1989	1999
Percent of Population Below Poverty <sup>2</sup>	15.7%	12.7%

### Education Characteristics <sup>3</sup>

	<u>1995-96</u>	<u>1998-99</u>
Total Number of Public Schools	1,562	1,589
Total K-12 Public School Average Daily Attendance	819,831	834,318
Public School Per Pupil Expenditures	\$4,715	\$5,485

### Employment <sup>4</sup>

	<u>1995</u>	<u>1999</u>
Civilian Labor Force	2,700,700	2,818,800
Employment	2,560,600	2,705,300
Unemployment	140,100	113,500
Unemployment Rate	5.2%	4.0%

#### Non-Agricultural Employment - Percent by Industry

Mining	0.2%	0.2%
Construction	4.4%	4.6%
Manufacturing	21.5%	19.1%
Durable Goods	11.5%	11.2%
Non-Durable Goods	10.0%	7.9%
Retail Trade	17.9%	17.9%
Wholesale Trade	5.6%	5.5%
Services	25.5%	26.8%
Finance, Insurance, & Real Estate	4.5%	4.9%
Transportation, Communication, & Public Utilities	5.5%	6.4%
Government	15.0%	14.6%
Federal	2.2%	1.9%
State & Local	12.8%	12.7%

### Physical Characteristics <sup>5</sup>

Land Area	41,220 Square Miles
Highest Elevation (Clingmans Dome)	6,643 Feet

<sup>1</sup> Source: U. S. Bureau of the Census.

<sup>2</sup> Source: U. S. Bureau of the Census. Poverty rate for 1999 is a 2 year average.

<sup>3</sup> Source: Tennessee Department of Education.

<sup>4</sup> Source: Tennessee Department of Labor and Work Force Development.

<sup>5</sup> Source: Tennessee Statistical Abstract.

# Tennessee Economic Overview

Recommended Budget, Fiscal Year 2001 - 2002

*Tennessee's fiscal environment depends on economic conditions that influence both the expenditure and revenue sides of the state budget. The Center for Business and Economic Research at the University of Tennessee prepared this summary of current economic conditions and expectations for short-term economic growth in Tennessee and the nation. For additional information, see the most recent edition of "An Economic Report to the Governor of the State of Tennessee."*

**Recent Economic Conditions** - The Tennessee economy will enter its second decade of uninterrupted growth in 2001, the longest economic expansion of modern times. A good indication of the economy's strength is the unemployment rate, which despite increases at the end of the year was still projected to average only 3.7 percent in 2000. Many areas of Tennessee have experienced unemployment rates below this remarkably low level, especially in the middle Tennessee region. The state unemployment rate compares quite favorably with the 4.1 percent rate expected for the nation in 2000. Despite expectations for sustained growth, there are signs that the national and state economies are slowing, and the chances of an economic contraction have risen in recent months.

Early 2000 brought with it continued concerns about the heated pace of economic growth and the potential for inflation to escalate due to a combination of strong consumer demand and tight labor markets. The Federal Reserve (Fed) responded by raising interest rates in 1999 and early 2000, with the last rate increase introduced in May.

By summer, fuel prices were rising, taking a bite out of business profits and consumer discretionary income. As winter set in, higher interest rates and fuel prices, coupled with capacity constraints and a host of other factors, appeared to have caused an appreciable slowing in economic activity. At the December meeting of the Federal Open Market Committee - midway through the state's 2000-01 fiscal year - the Fed shifted its policy stance by stating that concerns about a slowing economy had supplanted concerns about rising inflation. The Fed subsequently surprised the markets with a half

percentage point cut in the federal funds rate and a cut in the discount rate. While nominal gross domestic product was expected to grow 7.4 percent in 2000, growth in 2001 is now projected at a cooler 5.4 percent. The state and national economies enter 2001 at a critical juncture. With economic growth likely to taper off in the new year, the only question is: How much? Fortunately, conditions seem sufficiently strong to ward off recession, especially in light of the shift in Fed monetary policy. Further interest rate cuts can be expected in 2001 if economic conditions show signs of deterioration.

The Tennessee state economy showed signs of slowing in the latter part of 2000, though rates of growth remained respectable. While year-over-year nonagricultural job growth advanced 1.6 percent in the first quarter of 2000 and 1.9 percent in the second quarter, growth slowed to 1.1 percent in the third quarter. Calendar year job growth is projected to be 1.5 percent for the state. Job growth for the nation was flat in the third quarter. Nonetheless, U.S. job growth should tally 2.1 percent for the year. Weakness is still apparent in the state's manufacturing sector, particularly nondurable goods manufacturing. The state unemployment rate moved above the 4.0 percent barrier in November.

Nominal personal income in Tennessee should have grown 5.8 percent in 2000 versus 6.4 percent for the nation. Tennessee taxable sales have fallen off sharply since the first quarter of 2000, with growth of only 4.4 percent projected for 2000.

**Short-term Economic Outlook** - While the economy is expected to cool off in 2001 and 2002, a substantial drop in economic activity is not expected. The Fed will monitor economic conditions carefully to see if further interest rate reductions are warranted. The *Tennessee Leading Economic Index*, as well as the leading index for the national economy, calls for sustained but subdued growth into the second quarter of 2001. The *Quarterly Tennessee Econometric Model*, which provides greater detail on the expected path of economic growth, points to a continuation of growth through 2002. Nonagricultural job growth in Tennessee and the nation should register 1.2

percent in 2001, with slight improvement anticipated for 2002. The state unemployment rate will rise further and average 4.3 percent in 2001, compared to 4.4 percent for the nation. Nominal personal income in Tennessee will be up 5.5 percent in 2001, corresponding to the same rate of growth as the U.S. Tennessee per capita income in 2000 was \$26,795, or 88.7 percent of the national average,

down from 90.0 percent in 1997. Per capita income is expected to grow 4.3 percent in 2001. For fiscal year 2000-01, nominal personal income will be up 5.4 and nominal taxable sales will advance 4.1 percent. Personal income should grow 5.8 percent in 2001-02 and taxable sales should grow 4.4 percent.

Article provided by the Center for Business and Economic Research, University of Tennessee at Knoxville.

# Federal Aid Trends and Federal Mandate Costs

Recommended Budget, Fiscal Year 2001 - 2002

Since fiscal year 1979-80, federal aid to Tennessee excluding Food Stamps, Medicaid, and Temporary Assistance to Needy Families (TANF) grants, formerly Aid to Families with Dependent Children (AFDC), has declined from 27 cents of every dollar in the state budget to 20 cents in 2000-2001. If the state were still receiving 27 cents of every budgeted dollar as federal aid, an additional \$883.6 million would be available in federal funds.

In constant (2001-2002) dollars, federal aid has increased by 60.9 percent, or \$1.045 billion, from 1979-80 to 2000-2001 for state programs other than Food Stamps, Medicaid, and TANF/AFDC grants.

Figure 1 and Table 1 show the constant dollar (2001-2002) trend in federal aid in the state budget since 1979-80 for all programs, including transportation. Amounts for fiscal

years 1979-80 through 1999-2000 are based on actual federal aid collections; amounts for 2000-2001 and 2001-2002 are based on estimates included in the recommended state budget.

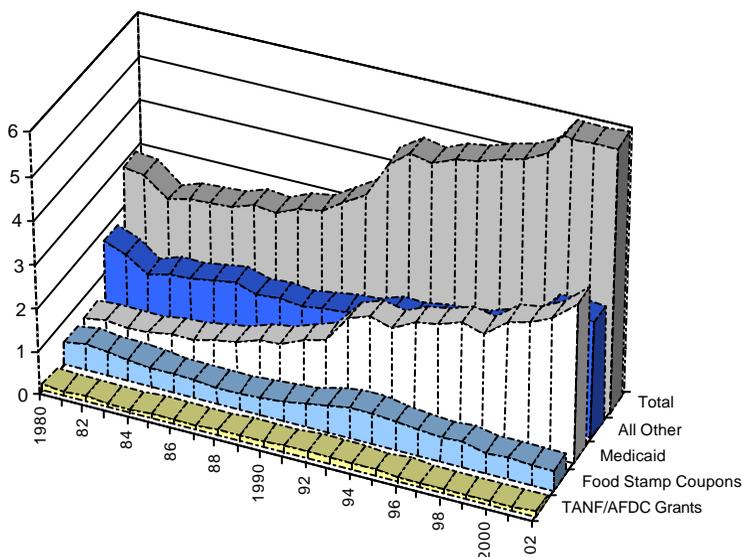
Current dollars have been converted to real (constant) dollars using the gross domestic product implicit price deflator, as reported by the University of Tennessee Center for Business and Economic Research.

The decline in federal aid in the early 1980s (Figure 1) reflects the elimination of federal revenue sharing for states, new federal restrictions on eligibility for the TANF/AFDC program, and the consolidation of several federal grant programs into block grants at reduced levels.

From 1988-89 to 2001-2002, all the programs other than TANF/AFDC and Food Stamps have had real growth. This reflects congressional decisions in the late 1980s to relax the earlier federal deficit-control statutes, which had restrained the growth of domestic discretionary programs during the 1980s.

As shown in Figure 1, not until 1994-95 does "all other" federal aid, excluding Medicaid, TANF/AFDC grants, and Food Stamps return to the real-dollar level available to the state in 1979-80. Reflecting recent domestic initiatives, the growth rate for this federal aid category has begun to increase, in spite of federal

Figure 1  
**Federal Aid Trend in State Programs**  
FY 1980 through FY 2002  
in Billions of Constant (2001-2002) Dollars



budget-balancing efforts. In 2001-2002, “all other” federal aid, excluding Food Stamps, Medicaid, and TANF/AFDC, shows a constant-dollar increase compared with the year before. This is mainly because of an increase for education and social services programs.

**Table 1**  
**Comparison of Federal Aid in State Budget,**  
**Actual 1979-80 through Estimated 2001-2002**  
**In Millions of Constant (2001-2002) Dollars**

	1979-80	1988-89	2001-2002	% Increase		
				1980-2002	Annual Average	
					1980-2002	1989-2002
<b>Total Aid</b>	<b>\$ 2,898.3</b>	<b>\$ 3,302.5</b>	<b>\$ 6,972.7</b>	<b>140.6%</b>	<b>4.1%</b>	<b>6.7%</b>
Medicaid	528.8	1,270.1	3,651.9	590.6%	9.2%	9.7%
Food Stamp Coupons	528.6	455.4	450.0	-14.9%	-0.7%	0.7%
TANF/AFDC	125.2	133.9	110.0	-12.1%	-0.6%	-0.7%
All Other	1,715.7	1,443.1	2,760.8	60.9%	2.2%	5.6%

Over the 22-year period, Medicaid, the major federal entitlement program in the state budget, has had real growth well above the rate of inflation, while TANF/AFDC payments and Food Stamps have declined slightly. Although total federal aid has increased in constant dollars by 140.6 percent from 1979-80 to 2001-2002, the 590.6 percent real growth in the Medicaid program is accompanied by real growth of only 60.9 percent in federal aid for all other state programs, excluding Food Stamps and TANF/AFDC. A constant dollar decline of 14.9 percent in federal aid for the TANF/AFDC grants program since 1979-80 is related to Tennessee’s continued economic growth, increased child support collections, the impact of job training programs, and implementation of federal and state welfare reform.

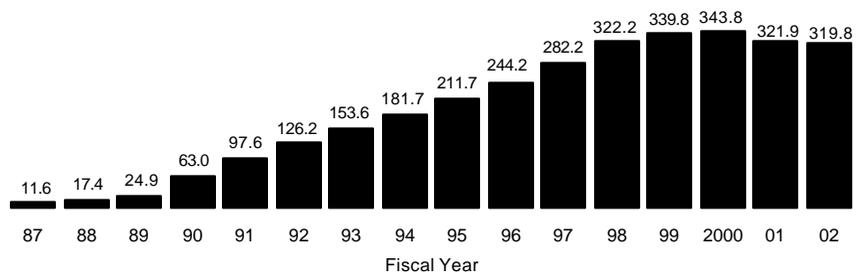
Over the 22-year period, as shown in Table 1, real growth for all federal aid to state programs has averaged 4.1 percent per year. This growth above

the rate of inflation has been led by the 9.2 percent annual-average real growth in the Medicaid program. TANF/AFDC and Food Stamps have declined, and all other federal aid has had a moderate increase on an annual-average basis.

Over the last 13 years of the period, from 1988-89 through 2001-2002, real growth in total federal aid has increased above the longer-term growth rates. Total federal aid to state programs has grown at a 13-year annual-average rate of 6.7 percent. Real growth in this period has averaged 9.7 percent per year for Medicaid and 0.7 percent per year in Food Stamps, while TANF/AFDC has declined 0.7 percent. All other federal aid has grown at a real-dollar rate of 5.6 percent per year.

The high growth rates in the Medicaid program in the late 1980s and early 1990s had begun to moderate, possibly because of managed care and the economy. However, the growth rate for Medicaid appears to be rising again, perhaps as a result of the recent policy changes in the TennCare program. The federal Medicaid match rate also has declined in recent years, although it will increase for the second year on October 1, 2002. The increase in the federal match rate caused a decline in the state cost for federal mandates for FY 2002. Medicaid accounts for 78% of the state mandate cost. The longer-term federal funding for mandated

**Figure 2**  
**Existing Federal Mandates**  
**State Cost Since FY 1987**  
**Chart in Millions**



Medicaid expansions is accompanied by significant state costs, which are identified in detail below.

While federal aid as a percentage of discretionary program funding has declined in the state budget since 1979-80, federal legislation in the late 1980s and early 1990s has imposed increasingly costly mandates on state government.

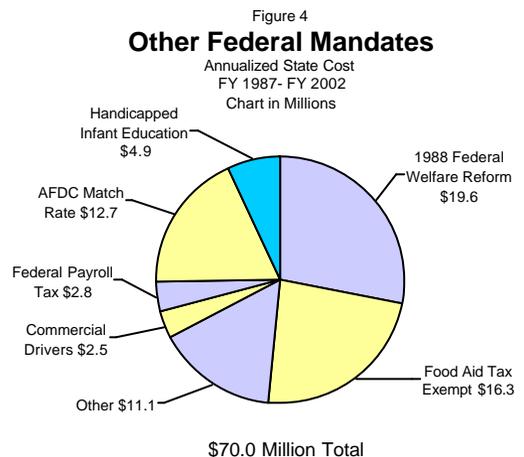
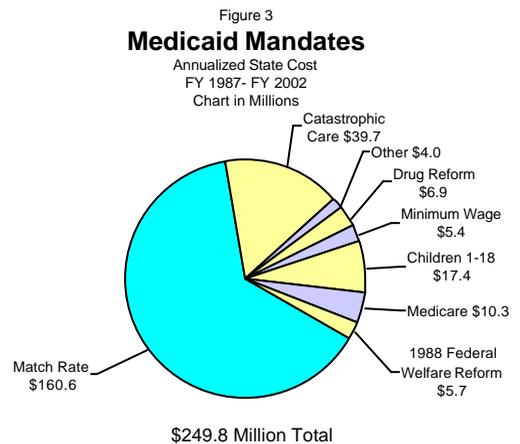
By fiscal year 2001-2002, when existing federal mandates will have been fully implemented, provisions imposed since 1986-87 will cost \$319.8 million per year in recurring state appropriations from General Fund tax sources. The cumulative state cost in 2000-2001 is \$321.9 million and in 2001-2002 is \$319.8 million. Figure 2 illustrates the annual recurring state cost, from General Fund tax sources, of new federal mandates beginning in fiscal year 1986-87. New mandatory provisions of the Medicaid program account for 80 percent of the federally mandated costs. No new program mandates costing state funds have been enacted by Congress in the last year. Almost all of the growth in federally mandated costs beginning with fiscal year 1996-97 is caused by the continued decline in federal match rates under old laws.

Costly major Medicaid mandates imposed since 1986-87 (Figure 3) are expanded services under the 1988 catastrophic health care law; coverage of children aged 1 through 18 under 1989 and 1990 laws; payment of premiums and deductibles for poor Medicare clients under a 1990 law; increase in the minimum wage for the nursing home program under a 1989 law; increases in the state Medicaid match rate as personal income increases; expansion of Medicaid eligibility under the 1988 federal welfare reform law; and drug purchasing reform under a 1990 law. Other Medicaid mandates include the 1988 nursing home reform initiative and the expansion of the child disability standard under the 1990 "Zebley" court ruling on supplemental security income regulations.

Major federal mandates imposed in other programs since fiscal year 1986-87 (Figure 4) include expansion of AFDC

eligibility and support services under the 1988 federal welfare reform law; exemption from the sales tax of food stamps and supplemental foods for women, infants, and children; increases in the state match rate for the former AFDC program; intervention services for handicapped infants and toddlers in the K-12 education system; extensions of federal social security and Medicare payroll taxes under the 1990 federal budget act; national standards under the commercial drivers license law; and other items of lesser fiscal impact affecting several state agencies.

For purposes of this analysis, the term "federal mandates" is limited to provisions of federal law or regulation which require state government implementation, without option to the state. This includes mandatory new programs, changes in existing federal programs, and increases in state financial participation in jointly funded federal programs resulting from decreases in federal match rates.





# State Revenues

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# State Tax Revenues

Recommended Budget, Fiscal Year 2001-2002

The revenues necessary to finance state government are collected from a variety of sources. The primary source of funding for state expenditures is appropriation from general revenues. General revenues are proceeds from taxes, licenses, fees, fines, forfeitures, and other imposts laid specifically by law.

The revenue estimating process generally starts twelve months before a fiscal year begins. Revenue collections are tracked on a monthly basis, and this information, along with specific long-run forecasts of individual sectors of the economy, is used to form the basis for the next fiscal year's estimated revenue collections.

Preliminary estimates are supplied to the Department of Finance and Administration in mid-summer by the Department of Revenue and the University of Tennessee Center for Business and Economic Research. Tax estimates are recalculated in October and November and refined in December and January for inclusion in the Governor's Budget Document.

Sales tax estimates are based on estimated retail sales activity which is provided by the Center for Business and Economic Research. Corporate excise tax estimates are made as late as possible in the year to take advantage of the latest available corporate profit forecasts for the nation and the October state tax returns filed with the Department of Revenue, which provide information useful in projecting quarterly estimated corporate tax payments through the next year.

Estimates for selective excise taxes are commonly based on long-run consumption trends for the selectively-taxed items: cigarettes, gasoline, beer, and alcoholic beverages. Long-run trend analysis is also used as a basis for projecting corporate excise and franchise tax collections and Tennessee Valley Authority in lieu of tax payments.

Motor vehicle fuel (primarily diesel fuel) taxes and motor vehicle registration fees are

estimated conservatively, given their sensitivity to business cycles (especially the truck-related components of both taxes).

The revenue estimating process in Tennessee incorporates the "Good Practices in Revenue Estimating" endorsed by the National Association of State Budget Officers and the Federation of Tax Administrators. This requires the use of national and state economic forecasts, development of an official revenue estimate, monitoring and monthly reporting on revenue collections, and revision of estimates when appropriate.

TCA 9-4-5104, 5105, 5106, and 5202 specify the manner in which tax revenue estimates are prepared and transmitted to the General Assembly in the Budget Document.

The Commissioner of Finance and Administration prepares revenue estimates based on advice from economists, his own staff, the Department of Revenue, and the State Funding Board. The Funding Board, which is composed of the Governor, the Commissioner of Finance and Administration, the Comptroller, the State Treasurer, and the Secretary of State, is assisted in preparing its range of revenue growth estimates by economists from the state's universities, the executive director of the Fiscal Review Committee, and staff of the Department of Finance and Administration and of the Treasurer's Office. Using the information provided by the economists, the executive director of the Fiscal Review Committee, and staff, a range of revenue growth estimates is prepared and recommended by the Funding Board.

The Funding Board's review and recommendations concern only the taxes collected by the Department of Revenue. The growth estimates provide a basis for the tax revenue estimates that are used in preparing the budget. However, recommendation of revenue estimates in the Budget is the responsibility of the Governor and Commissioner of Finance and Administration.

The State Funding Board's most recent letter

notifying the Governor and the chairmen of the Senate and House Finance, Ways and Means committees of its revenue growth estimates is included in the following subsection entitled "State Funding Board, Range of Tax Revenue Estimates." This letter states the economic assumptions affecting the Funding Board's recommendations. A more detailed economic overview is presented in the "Budget Overview" section of the Budget Document.

The tax revenue estimates recommended in the Budget Document are shown in a following subsection entitled "Comparison Statement of State Revenues." These taxes include not only the taxes collected by the Department of Revenue (the major taxes), but also those collected and deposited to the General Fund by some other line agencies in conjunction with carrying out their programs. In the revenue estimate charts, the latter are shown by collecting agency and are subtotaled as "other state revenue."

Following the chart comparing taxes for the three fiscal years, three charts are included to show the collections distributed by fund. The funds on the distribution charts, for Budget Document presentation, are General Fund, Education (Trust) Fund, Highway (Transportation) Fund, Sinking Fund (Debt Service Fund), and Cities and Counties (Local Government Fund). (For information about the inclusion of certain Special Revenue Fund taxes and fees in the General Fund estimates, see the "Budget Overview" subsection entitled "Basis of Budgeting and Accounting.")

Following the four tax revenue estimate charts is a chart detailing the revenues of regulatory boards, with the collections and estimates listed by board. This is a supporting schedule to the "Comparison Statement of State Revenues" charts, on which single lines for regulatory board fees appear.

In addition to the general revenues detailed in

this section, other revenues are collected by departments, institutions, and agencies and are appropriated directly to them. These are called departmental revenues. In the Budget Document, these departmental revenues are estimated by program and are shown as federal revenue, other revenue (or, sometimes, current services and other revenue), and tuition and fees. The term "other revenue" includes interdepartmental revenue, current services revenue, non-governmental revenue, and revenue from cities and counties. These various departmental revenues consist of earnings and charges for goods and services; student tuition and fees in the higher education system; and donations, contributions, and grants-in-aid from the federal government, political subdivisions, foundations, corporations, and individuals. In a few cases, the other departmental revenues also include reserves from revolving funds or from the unencumbered balance and capital outlay (major maintenance) reserves, in instances in which specific legal authority to carry such funds forward exists. The departmental revenues are reflected in each department's budget as operating revenue.

Information presented in the subsection entitled "Revenue Sources and Basis of Apportionment" outlines the general tax revenues by collecting agency, along with Tennessee Code Annotated (TCA) citations on the rate and source of the revenue and the basis of apportionment among funds and agencies.

The tax revenue estimates proposed in this Budget are provided in a following subsection entitled "Comparison Statement of State Revenues, Actual and Estimated July 1, 1999 - June 30, 2002."

Following that subsection is a subsection detailing so-called tax expenditures, which reports on major tax exemptions provided by law.

# **State Funding Board**

## **Range of Tax Revenue Estimates**



STATE OF TENNESSEE  
**COMPTROLLER OF THE TREASURY**  
State Capital  
Nashville, Tennessee 37243-0260  
(615) 741-2501

**John G Morgan**  
Comptroller

December 11, 2000

**MEMORANDUM**

TO: The Honorable Don Sundquist  
Governor

The Honorable Douglas Henry, Chairman  
Senate Finance, Ways and Means Committee

The Honorable Matt Kisber, Chairman  
House Finance, Ways and Means Committee

FROM: John Morgan  
Comptroller of the Treasury

Riley Darnell  
Secretary of State

Steve Adams  
State Treasurer

C. Warren Neel, Ph.D  
Commissioner of Finance & Administration

SUBJECT: Revenue Estimates

The State Funding Board met on December 5, 2000 to hear presentations about the State's near-term economic outlook and estimates of State tax revenue collections for the fiscal years 2000-01 and 2001-2002. Presenters included Mr. Jim Davenport of the Fiscal Review Committee, Dr. Albert DePrince of Middle Tennessee State University, Dr. John Gnuschke of the University of Memphis, and Dr. William Fox of the University of Tennessee. A spreadsheet that summarizes the State tax revenue estimates as presented is attached to this memorandum (Attachment 1 for FY 2000-01 and Attachment 2 for FY 2001-02). The Board met again on December 7, 2000 to finalize its deliberations on ranges for tax revenue growth rates.

The consensus of presenters was that Tennessee's economy will continue to grow over the projection period at a slower rate than that experienced over the last several years. As has been the case for the last two years, presenters noted that high employment levels continue to exist, with the result that potential for higher business growth is being somewhat constrained by labor availability. Testimony also indicates that interest rate increases implemented by the Federal Reserve Board to address the rate of national economic growth have taken hold, with the impact being seen throughout the economy. Warning signs observed include falling levels of consumer confidence and a three month decline in the index of leading economic indicators. Presenters believe that the likelihood of a recession during the projection period is not significant.

With regard to state tax revenues, presenters were in agreement that continued growth at the robust levels seen over the last several years is unlikely. This is particularly true for the sales tax where recent weakness has become evident. Attachment 3 is a graph prepared by Dr. Fox that illustrates this point by showing sales tax revenue growth since January, 1999 (three month moving average). This graph clearly shows that growth in sales tax revenues dropped sharply, beginning in April 2000. Reduction in growth rates for both vehicle sales and housing starts, which are primary drivers of sales tax growth, is also evident. This is shown in Attachment 4 which compares growth in sales tax revenues by category for the last three years and indicates that receipts resulting from automobile dealers, building materials, and furniture and home furnishings are lagging behind levels seen in the last two years. As in past years, presenters noted that, while not precisely measurable, sales of goods over the Internet continue to be considered a threat to sales tax growth.

All presenters expressed a degree of caution as to franchise and excise tax estimates. With increasing interest rates, the profit outlook for corporations has dimmed somewhat. Since corporate profits form the basis for the excise tax, growth in this tax type will be negatively impacted. Lastly, it should be noted that major revisions in Tennessee's corporate tax law was effected in 1999, with the impact of those changes yet to be fully realized.

Based upon the presentations made and discussions that followed, the Board has developed consensus revenue estimates for the current and next fiscal years. These estimates are expressed in ranges of growth rates in State tax revenue collections. The following table summarizes these estimates:

	<u>FY 2000-01</u>		<u>FY 2001-02</u>	
	Low	High	Low	High
Total State Taxes	1.75%	2.25%	3.60%	4.10%
General Fund Only	1.75%	2.25%	4.00%	4.50%

The Board believes these are conservative and reasonable estimates. With regard to the FY 2000-01 estimate, it should be noted that the underlying growth rate (i.e. adjusting out tax policy changes) through November, 2000 is 2.47%. To achieve the low end of the growth range for FY 2000-01 will require revenue growth for the remainder of the year to equal 3.45%, while growth required to achieve the high end of the range requires growth of 4.18%. In summary, the growth rate ranges for FY 2000-01 assume improvement in revenue growth performance during the remainder of the year as compared with performance through November. For FY 2001-02, the estimate assumes a return to normal growth patterns seen during mature stages of an economic cycle.

As in past years, the Board intends to revisit the estimates in late April or early May of the year 2001. At that time, updated information should be available on all tax collections, particularly those of our major tax types, the sales, franchise and excise tax. Each of you will be advised of any revisions made by the Board at that time.

We will be happy to discuss these matters with you further at your convenience.

Attachment

cc. The Honorable John S. Wilder  
The Honorable Jimmy Naifeh

## Attachment 1

### COMPARISON OF ESTIMATED STATE TAX REVENUE FOR FISCAL YEAR 2000-2001

(Accrual - Basis Estimates)

**2000-2001**

**DEPARTMENT OF REVENUE**

SOURCE OF REVENUE	1999-2000 ACTUAL		REVISED ESTIMATE		REVISED ESTIMATE		REVISED ESTIMATE		DR. GNUSCHKE		
	COLLECTIONS	ESTIMATE	%	DR. FOX	%	FISCAL REVIEW	%	DR. DePRINCE	%	DR. GNUSCHKE	%
Sales and use Tax	\$ 4,600,657,600	\$ 4,884,500,000	6.17%	\$ 4,785,000,000	4.01%	\$ 4,766,052,000	3.60%	\$ 4,842,500,000	5.26%	0	NA
Gasoline Tax	576,639,400	595,300,000	3.24%	585,000,000	1.45%	578,789,000	0.37%	588,400,000	2.04%	0	NA
Motor Fuel Tax	152,770,900	159,600,000	4.47%	156,000,000	2.11%	153,848,000	0.71%	161,800,000	5.91%	0	NA
Gasoline Inspection Tax	60,432,400 *	62,900,000	4.08%	61,000,000	0.94%	60,635,000	0.34%	62,200,000 *	-	0	NA
Motor Vehicle Registration Tax	218,583,400	222,500,000	1.79%	222,500,000	1.79%	226,219,000	3.49%	223,000,000	2.02%	0	NA
Income Tax	179,903,800	185,500,000	3.11%	188,000,000	4.50%	186,200,000	3.50%	189,600,000	5.39%	0	NA
Privilege Tax - Less Earmarked Portion (1)(2)	153,703,800 (1)	161,900,000	5.33%	152,500,000	-0.78% (2)	155,241,000	1.00%	166,500,000 (2)	8.33%	0	NA
Gross Receipts Tax - TVA	192,294,500	196,100,000	1.98%	194,400,000	1.09%	193,928,000	0.85%	196,100,000 **	1.98%	0	NA
Gross Receipts Tax - Other	20,852,300	20,800,000	-0.25%	21,700,000	4.07%	22,312,000	7.00%	25,400,000	-	0	NA
Beer Tax	15,689,400 *	16,600,000	5.80%	16,600,000	5.80%	16,474,000	5.00%	16,200,000 *	-	0	NA
Alcoholic Beverage Tax	29,288,500 *	29,800,000	1.75%	29,800,000	1.75%	30,314,000	3.50%	30,200,000 *	-	0	NA
Franchise & Excise Taxes	1,083,041,500	1,050,000,000	-3.05%	1,020,000,000	-5.82%	1,040,000,000	-3.97%	1,095,300,000	1.13%	0	NA
Inheritance and Estate Tax	94,704,300 *	90,000,000	-4.97%	94,000,000	-0.74%	90,000,000	-4.97%	97,500,000 *	-	0	NA
Tobacco Tax	82,540,100 *	84,000,000	1.77%	83,000,000	0.56%	82,953,000	0.50%	85,000,000 *	-	0	NA
Motor Vehicle Title Fees	11,074,000 *	11,500,000	3.85%	11,500,000	3.85%	11,351,000	2.50%	11,400,000 *	-	0	NA
Mixed Drink Tax	32,243,100 *	33,300,000	3.28%	33,300,000	3.28%	33,694,000	4.50%	33,200,000 *	-	0	NA
Business Tax	21,877,000 *	19,300,000	-11.78%	22,000,000	0.56%	20,704,000	-5.36%	22,500,000 *	-	0	NA
Severance Tax	983,700 *	800,000	-18.67%	1,000,000	1.66%	1,000,000	1.66%	1,000,000 *	-	0	NA
Coin Operated Amusement Tax	44,000 *	-	-100.00%	-	-100.00%	50,000	13.64%	- *	-	0	NA
All Other Taxes	-	-	NA	-	NA	-	NA	-	NA	0	NA
<b>TOTAL DEPARTMENT OF REVENUE</b>	<b>\$ 7,527,323,700</b>	<b>\$ 7,824,400,000</b>	<b>3.95%</b>	<b>\$ 7,677,300,000</b>	<b>1.99%</b>	<b>\$ 7,669,764,000</b>	<b>1.89%</b>	<b>\$ 7,847,800,000</b>	<b>4.26%</b>	<b>\$ 7,715,500,000</b>	<b>2.50%</b>
<b>GENERAL FUND ONLY (3)</b>	<b>\$ 6,043,570,900</b>	<b>\$ 6,286,800,000</b>	<b>4.02%</b>	<b>\$ 6,157,200,000</b>	<b>1.88%</b>	<b>\$ 6,156,364,000</b>	<b>1.87%</b>	<b>\$ 6,313,200,000</b>	<b>4.46%</b>	<b>\$ 6,194,700,000</b>	<b>2.50%</b>
<b>Budgeted Est. Compared to New Est. - Total</b>				<b>-\$147,100,000</b>		<b>-\$154,636,000</b>		\$23,400,000		<b>-\$108,900,000</b>	
<b>Budgeted Est. Compared to New Est. - Gen. Fund</b>				<b>-\$129,600,000</b>		<b>-\$130,436,000</b>		\$26,400,000		<b>-\$92,100,000</b>	
<b>SELECTED TAXES</b>	<b>ACTUAL</b>	<b>BUDGETED</b>	<b>%</b>	<b>DR. FOX</b>	<b>%</b>	<b>FISCAL REVIEW</b>	<b>%</b>	<b>DR. DePRINCE</b>	<b>%</b>	<b>DR. GNUSCHKE</b>	<b>%</b>
SALES AND USE TAX	\$ 4,600,657,600	\$ 4,884,500,000	6.17%	\$ 4,785,000,000	4.01%	\$ 4,766,052,000	3.60%	\$ 4,842,500,000	5.26%	NA	NA
FRANCHISE AND EXCISE TAXES	1,083,041,500	1,050,000,000	-3.05%	1,020,000,000	-5.82%	1,040,000,000	-3.97%	1,095,300,000	1.13%	NA	NA
ALL OTHER TAXES	1,843,624,600	1,889,900,000	2.51%	1,872,300,000	1.56%	1,863,712,000	1.09%	1,910,000,000	3.60%	NA	NA

(1) Privilege Tax actual collections include \$17,496,238.41 THDA funds allocated to the General Fund and reported as a transfer on the Budget Overview schedule.

(2) Privilege Tax estimates are reduced by \$30,500,000 in 2000-2001 for the earmarked portion of the tax.

(3) F&A calculated the General Fund distribution for all presenters.

\* F&A distributed taxes for Dr. DePrince based on ratios for actual collections in 1999-2000.

\*\* F&A distributed the Gross Receipts Taxes for Dr. DePrince based on anticipated TVA collections in 2000-2001.

## Attachment 2

**COMPARISON OF ESTIMATED STATE TAX REVENUE FOR  
FISCAL YEAR 2001-2002**

(Accrual - Basis Estimates)

2001-2002

## DEPARTMENT OF REVENUE

SOURCE OF REVENUE	DR. FOX	%	FISCAL REVIEW	%	DR. DePRINCE	%	DR. GNUSCHKE	%
Sales and use Tax	\$ 5,024,300,000	5.00%	\$ 4,956,694,000	4.00%	\$ 5,060,600,000	4.50%	0	NA
Gasoline Tax	591,000,000	1.03%	584,577,000	1.00%	598,700,000	1.75%	0	NA
Motor Fuel Tax	159,100,000	1.99%	158,463,000	3.00%	170,000,000	5.07%	0	NA
Gasoline Inspection Tax	62,200,000	1.97%	61,545,000	1.50%	65,000,000 *	4.50%	0	NA
Motor Vehicle Registration Tax	230,300,000	3.51%	233,006,000	3.00%	227,700,000	2.11%	0	NA
Income Tax	195,500,000	3.99%	191,786,000	3.00%	197,900,000	4.38%	0	NA
Privilege Tax - Less Earmarked Portion (1)	158,600,000 (1)	4.00%	159,898,000	3.00%	175,800,000 (1)	5.59%	0	NA
Gross Receipts Tax - TVA	198,300,000	2.01%	196,837,000	1.50%	196,100,000 **	0.00%	0	NA
Gross Receipts Tax - Other	22,600,000	4.15%	22,758,000	2.00%	37,500,000	47.64%	0	NA
Beer Tax	16,600,000	0.00%	16,803,000	2.00%	16,900,000 *	4.32%	0	NA
Alcoholic Beverage Tax	30,100,000	1.01%	30,617,000	1.00%	31,500,000 *	4.30%	0	NA
Franchise & Excise Taxes	1,051,200,000	3.06%	1,092,000,000	5.00%	1,134,600,000	3.59%	0	NA
Inheritance and Estate Tax	95,900,000	2.02%	91,800,000	2.00%	101,900,000 *	4.51%	0	NA
Tobacco Tax	83,000,000	0.00%	83,368,000	0.50%	88,800,000 *	4.47%	0	NA
Motor Vehicle Title Fees	11,700,000	1.74%	11,578,000	2.00%	11,900,000 *	4.39%	0	NA
Mixed Drink Tax	34,800,000	4.50%	34,705,000	3.00%	34,700,000 *	4.52%	0	NA
Business Tax	22,900,000	4.09%	21,429,000	3.50%	23,500,000 *	4.44%	0	NA
Severance Tax	1,000,000	0.00%	1,000,000	0.00%	1,100,000 *	10.00%	0	NA
Coin Operated Amusement Tax	-	NA	50,000	0.00%	- *	NA	0	NA
All Other Taxes	-	NA	-	NA	-	NA	0	NA
<b>TOTAL DEPARTMENT OF REVENUE</b>	<b>\$ 7,989,100,000</b>	<b>4.06%</b>	<b>\$ 7,948,914,000</b>	<b>3.64%</b>	<b>\$ 8,174,200,000</b>	<b>4.16%</b>	<b>\$ 8,101,300,000</b>	<b>5.00%</b>
<b>GENERAL FUND ONLY (2)</b>	<b>\$ 6,436,500,000</b>	<b>4.54%</b>	<b>\$ 6,406,114,000</b>	<b>4.06%</b>	<b>\$ 6,600,200,000</b>	<b>4.55%</b>	<b>\$ 6,504,400,000</b>	<b>5.00%</b>
<b>Growth over FY 01 Budgeted Est. - Total</b>	\$164,700,000		\$124,514,000		\$349,800,000		\$276,900,000	
<b>Growth over FY 01 Budgeted Est. - Gen. Fund</b>	\$149,700,000		\$119,314,000		\$313,400,000		\$217,600,000	
<b>SELECTED TAXES</b>	<b>DR. FOX</b>	<b>%</b>	<b>FISCAL REVIEW</b>	<b>%</b>	<b>DR. DePRINCE</b>	<b>%</b>	<b>DR. GNUSCHKE</b>	<b>%</b>
<b>SALES AND USE TAX</b>	<b>\$ 5,024,300,000</b>	<b>5.00%</b>	<b>\$ 4,956,694,000</b>	<b>4.00%</b>	<b>\$ 5,060,600,000</b>	<b>4.50%</b>	<b>NA</b>	<b>NA</b>
<b>FRANCHISE AND EXCISE TAXES</b>	<b>1,051,200,000</b>	<b>3.06%</b>	<b>1,092,000,000</b>	<b>5.00%</b>	<b>1,134,600,000</b>	<b>3.59%</b>	<b>NA</b>	<b>NA</b>
<b>ALL OTHER TAXES</b>	<b>1,913,600,000</b>	<b>2.21%</b>	<b>1,900,220,000</b>	<b>1.96%</b>	<b>1,979,000,000</b>	<b>3.61%</b>	<b>NA</b>	<b>NA</b>

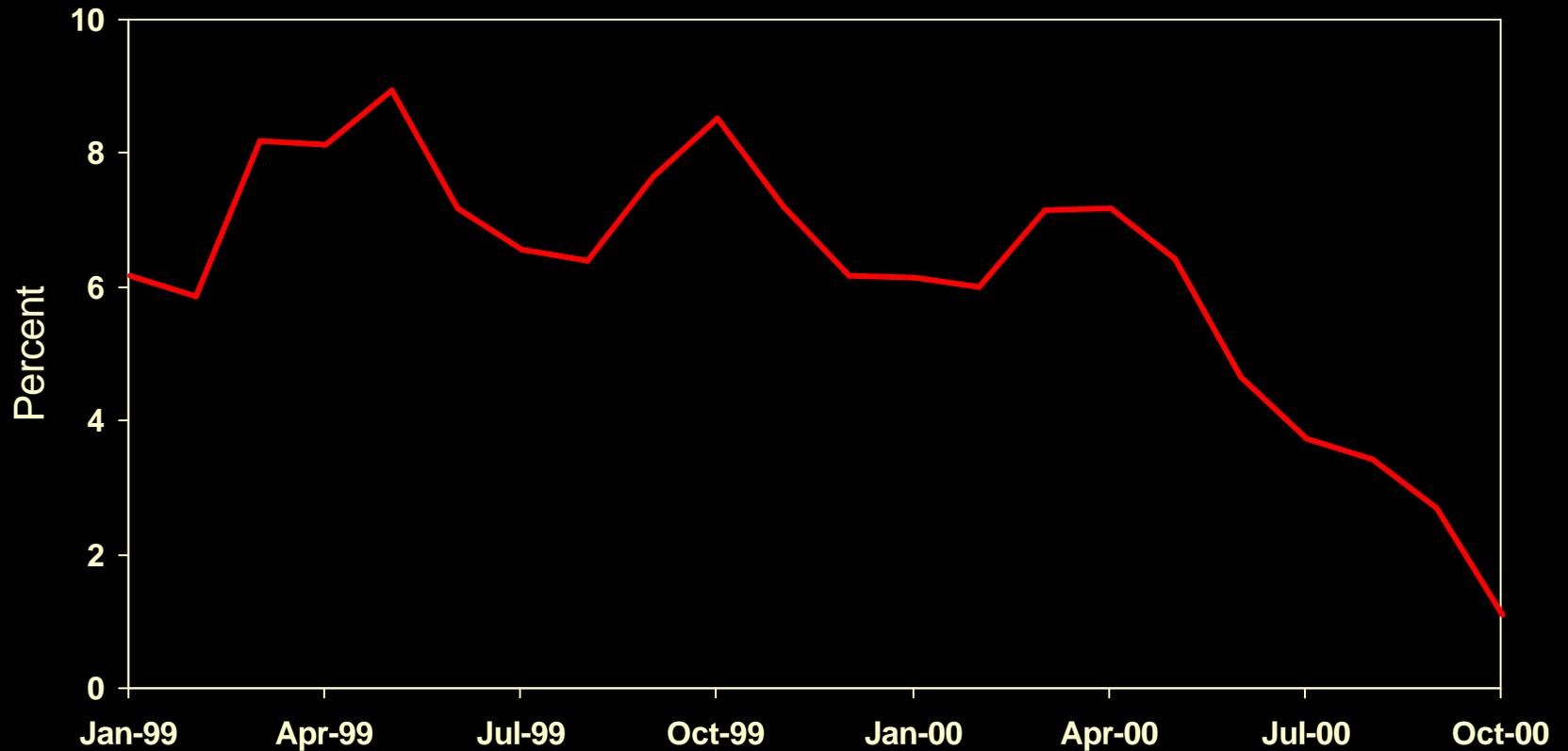
(1) Privilege Tax estimates are reduced by \$31,700,000 in 2001-2002 for the earmarked portion of the tax.

(2) F&amp;A calculated the General Fund distribution for all presenters.

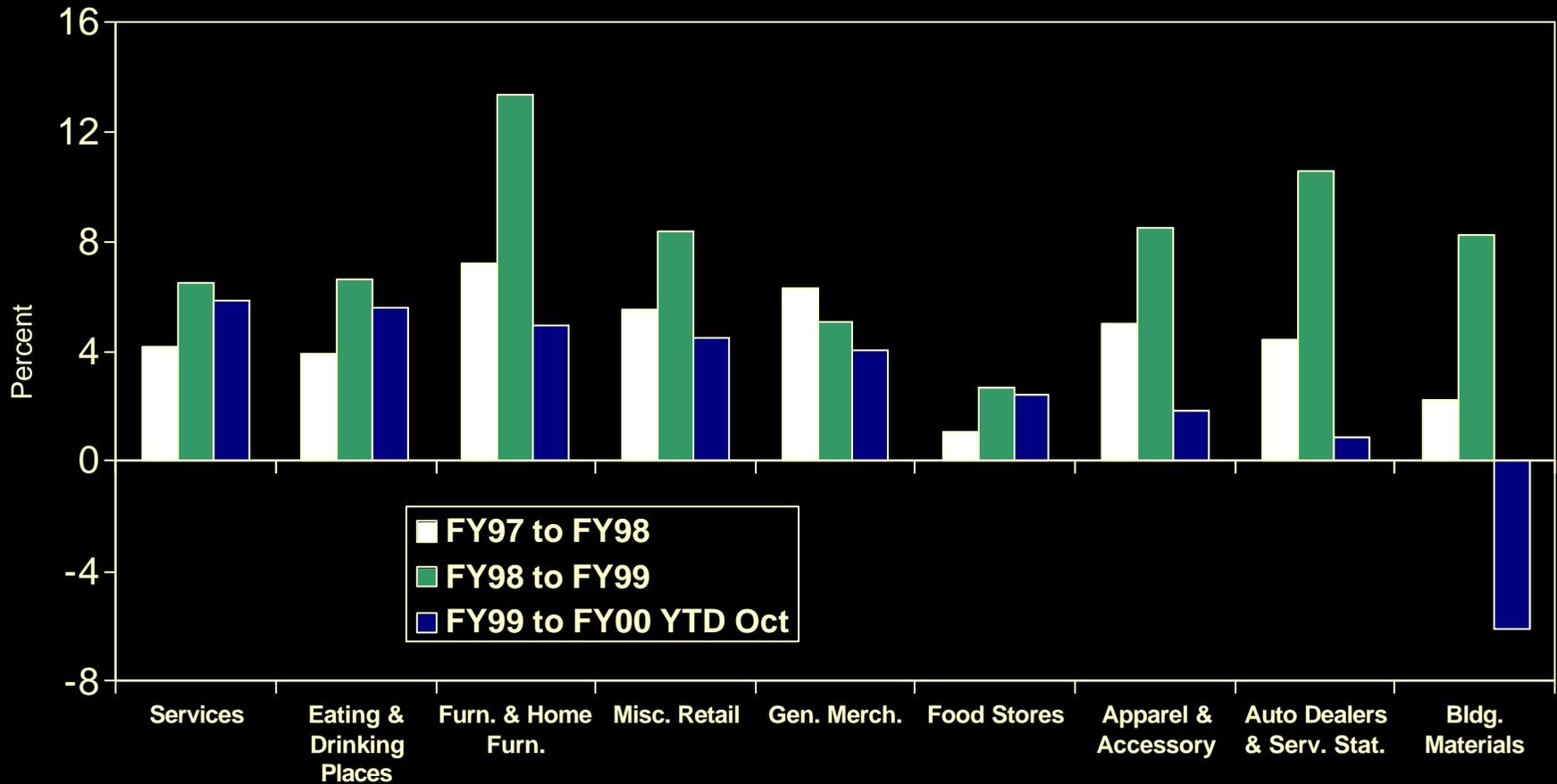
\* F&amp;A distributed taxes for Dr. DePrince based on ratios for actual collections in 1999-2000.

\*\* F&amp;A distributed the Gross Receipts Taxes for Dr. DePrince based on anticipated TVA collections in 2000-2001.

# Growth in Sales Tax Revenue (3-month moving average)



# SALES TAX COLLECTIONS BY CATEGORY OF SALES





# **Revenue Sources and Basis of Apportionment**

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**Department of Revenue**

**SALES AND**

**USE TAX** .....6.0% is the general rate which applies to the gross proceeds derived from the retail sale or use of tangible personal property and specific services. A one-half of one percent portion of the gross tax is earmarked solely for the Education Fund and the remaining 5.5% portion is distributed to various funds (TCA 67-6-201 through 67-6-205, 67-6-212, 67-6-213, and 67-6-220). Also, rates varying from 1% to 8.25% apply to other items and services including the following: 1.5% for energy fuels used by manufacturers and nurserymen, and 1% for water used by manufacturers (TCA 67-6-206(b) and 67-6-218); 3% for manufactured homes (TCA 67-6-216); 4.5% for aviation fuel (TCA 67-6-217); 3.75% for common carriers (TCA 67-6-219); 3.5% for interstate telecommunication services (TCA 67-6-221); 3% for aircraft exceeding \$100,000 sales price (TCA 67-6-225(b)); 8.25% for cable and wireless TV services (if \$15 or more) and satellite TV services (TCA 67-6-226 and 67-6-227).

General Fund.....29.0246% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, less amounts paid to premier resorts (TCA 67-6-103). Also, amounts from wireless cable television services in excess of \$15 but less than \$27.50 (TCA 67-6-103(f)).

Administration .....0.3674% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund (TCA 67-6-103).

Education Fund.....65.0970% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, and 100% of one-half of one percent of the gross tax (TCA 67-6-103 and 49-3-357).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

Highway Fund.....An amount equivalent to tax collections from air, rail and barge fuel sales is earmarked for the Transportation Equity Trust Fund (TCA 67-6-103(b)).

Sinking Fund.....0.9185% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, or whatever amount is necessary to meet debt service requirements (TCA 67-6-103 and 9-9-106, and Section 1 of the general appropriations bill).

Municipalities.....4.5925% of the remaining 5.5% after the allocation to the Transportation Equity Trust Fund, less the MTAS grant (0.95% of the amount from the preceding calculation during FY 1998-99 and 1.0% thereafter) to the University of Tennessee. Premier resorts receive 4.5925% of the tax collected by dealers within their boundaries. The collective amount distributed to municipalities including premier resorts is limited to the amount distributed in the 1999-2000 fiscal year (TCA 67-6-103). Also, one-half of the amount from wireless cable television services in excess of \$27.50 is distributed in accordance with TCA 67-6-712 (Local Option) based on population (TCA 67-6-103(f)).

Counties.....One-half of the amount from wireless cable television services in excess of \$27.50 is distributed in accordance with TCA 67-6-712 (Local Option) based on population (TCA 67-6-103(f)).

**GASOLINE TAX**.....\$.20 on each gallon of gasoline sold, stored, or distributed in the state (TCA 67-3-1301 and 60-4-102).

General Fund.....Approximately 1.4% (TCA 67-3-2001).

Highway Fund.....Approximately 60.5%, less an amount to the Sinking Fund (TCA 67-3-2001).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

Sinking Fund .....Amount required from Highway Fund apportionment (TCA 9-9-103 and 67-3-2001).

Cities .....Approximately 12.7% based on population (TCA 54-4-203 and 67-3-2001).

Counties.....Approximately 25.4% based ¼ on population, ¼ on area, and ½ divided equally (TCA 54-4-103 and 67-3-2001).

**MOTOR FUEL TAX.....**\$.17 on each gallon of diesel fuel and all fuel other than gasoline, except dyed fuel under IRS rules (TCA 67-3-1302); a prepaid annual agricultural diesel tax ranging from \$56 to \$159, based on registered gross weight (TCA 67-3-2409); \$.13 on each gallon of compressed natural gas used for motor vehicles on public highways (TCA 67-3-2213); \$.14 on each gallon of liquefied gas used for motor vehicles on public highways (TCA 67-3-2202); and an annual vehicle tax on liquefied gas users ranging from \$70 to \$114, based on registered gross vehicle weight (TCA 67-3-2206).

General Fund.....Approximately 2.6% (TCA 67-3-2005 and 67-3-2008).

Highway Fund.....Approximately 71.1%, less an amount to the Sinking Fund (TCA 67-3-2005 and 67-3-2008).

Sinking Fund.....Amount required from Highway Fund apportionment (TCA 9-9-105, 9-9-106, 67-3-2005, and 67-3-2008).

Cities .....Approximately 8.8% based on population (TCA 54-4-203, 67-3-2005, and 67-3-2008).

Counties.....Approximately 17.5% based ¼ on population, ¼ on area, and ½ divided equally (TCA 54-4-103, 67-3-2005, and 67-3-2008).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**GASOLINE  
INSPECTION TAX  
(SPECIAL  
PETROLEUM  
PRODUCTS AND  
EXPORT TAX).....**

\$.01 for each gallon of gasoline and most other volatile fuels sold, used, or stored (TCA 67-3-1303); an additional \$.004 per gallon for the environmental assurance fee (TCA 67-3-1304 and 68-215-110); and an export fee of 1/20 of one cent on fuels subject to the special petroleum products tax (TCA 67-3-1305).

General Fund.....	2% of the balance remaining after the local government apportionment of the \$.01 per gallon tax and the export fee (TCA 67-3-2006). 100% of the environmental assurance fee is earmarked for the Petroleum Underground Storage Tank Fund (TCA 68-215-110).
Highway Fund.....	98% of the balance remaining after the local government apportionment of the \$.01 per gallon tax and the export fee (TCA 67-3-2006).
Sinking Fund.....	Amount required from General Fund and Highway Fund apportionments (TCA 9-9-103).
Cities and Counties .....	A local government fund of \$12,017,000, of which 38.1% is for county roads and the remainder for city roads (less a \$120,000 grant to the University of Tennessee Center for Government Training) (TCA 67-3-2006).

**MOTOR VEHICLE**

**REGISTRATION.....**Fees received from registration and licensing of motor vehicles. Rates are based on classification of vehicles (TCA 55-4-103 and 55-4-111 through 55-4-113, 55-4-115, 55-4-132 and Title 55, Chapter 4, Part 2).

General Fund.....	2% of the balance of registration fee revenue (TCA 55-6-107) after the allocation of \$2.75 per vehicle plate to the General Fund (TCA 55-4-103), of
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**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

which \$1 from non-freight registration is earmarked for police pay supplement (TCA 55-4-111); and after an additional \$2 per motorcycle plate to the General Fund, earmarked for the motorcycle rider safety fund (TCA 55-51-104); except for special license plates, for which all revenue above the expense incurred in designing, manufacturing and marketing such plates is allocated in the following manner: personalized plates - 100% to the Arts Commission (TCA 55-4-214); specialty earmarked plates - 50% to the nonprofit organization, state agency or fund earmarked and 40% to the Arts Commission (55-4-215); cultural plates - 80% to the Arts Commission (55-4-216). A \$1 registration and renewal fee is earmarked to the Dept. of Safety for funding a computerized titling and registration system; this fee is effective from July 1, 1999, to June 30, 2004 (TCA 55-4-132). All penalties and fines, except only 20% of overweight-truck fines, earmarked for administration (TCA 55-6-107); less an amount required for debt service (TCA 55-6-107 and 9-9-103). Also, an amount is allocated from the Highway Fund for motor vehicle registration plates in the annual appropriations bill (TCA 55-6-107(a)).

Highway Fund.....	98% of the balance of registration fee revenue (TCA 55-6-107) after the allocation of \$2.75 per vehicle plate, an additional \$2 per motorcycle plate, and an amount sufficient to fund the cost of issuing motor vehicle registration plates to the General Fund; 10% of the revenue from specialty earmarked plates (55-4-215) and 20% of the revenue from cultural plates (55-4-216); and 80% of overweight-truck fines (TCA 55-6-107), and less an allocation to the General Fund for motor vehicle registration plates (TCA 55-6-107(a)).
Sinking Fund .....	Amount required from General Fund and Highway Fund apportionment (TCA 55-6-107 and 9-9-103).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

<b>INCOME TAX</b> .....	6% on incomes from dividends on stocks or interest on certain bonds (TCA 67-2-102).	
General Fund.....		5/8 of revenue and an administrative expense of 10% of the first \$200,000 and 5% of the remainder of the tax (TCA 67-2-117 through 67-2-119).
Cities and Counties .....		3/8 of revenue to the local governments by situs, less the General Fund administrative apportionment (TCA 67-2-117 and 67-2-119).
<b>PRIVILEGE TAX</b> .....	Various taxes on litigation in the courts, domestic protection civil penalties (\$50), sex offender tax (maximum \$3,000), realty transfer tax (37 cents per \$100 of consideration or property value), mortgage recordation tax (11.5 cents per \$100 of principal indebtedness), tire tax (\$1 per tire sold), occupational tax (\$200 on certain occupations), \$15 marriage license fee, a packaged automotive oil fee (2 cents per quart), and a 3% surcharge tax on rental cars. The tire tax, automotive oil fee, and a portion of the litigation taxes are reported under the "Other State Revenue" section of the revenue statement (TCA 16-15-5007, 36-3-610, 39-13-709, 67-4-409, 67-4-411, 67-4-602, 40-24-107, 67-4-1603, 67-4-1701 through 67-4-1703, 67-4-1901, and 68-211-1006).	
General Fund.....		100% less certain litigation taxes earmarked for various retirement funds. Portions of litigation taxes are earmarked for Corrections Institute, driver education and highway safety, criminal injuries compensation, victims of crime assistance, State Court Clerks Conference, General Sessions Judges Conference staffing expenses of the State administrative director of the courts, indigent defense attorneys' compensation, civil legal representation of indigents, and electronic fingerprint imaging systems for local law enforcement agencies. The State's 95% share of the sex offender tax is

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

earmarked for treatment programs. Civil penalties from violation of domestic protection orders are earmarked for domestic violence community education. Portions of the realty transfer tax are designated for the 1986 Wetland Acquisition Fund, Local Parks Acquisition Fund, State Lands Acquisition Fund, and Agricultural Resources Conservation Fund (TCA 16-15-5007, 36-3-616, 39-13-709, 40-24-107, 67-4-409, 67-4-602, 67-4-606, 67-4-1701, and 67-4-1905). In addition, portions of the proceeds of the sale of various contraband items seized under alcoholic beverage laws are reported under the privilege tax and earmarked for criminal injuries compensation. These proceeds are explained below under the alcoholic beverage tax (TCA 40-24-107). From the automobile rental surcharge \$1.5 million is earmarked for the Department of Safety to train, equip, and pay members of the Tennessee highway patrol (TCA 67-4-1905).

**GROSS RECEIPTS**

**TAX**.....Taxes levied principally on the gross receipts of certain types of businesses operating in the state. The main sources are taxes on the following portions of gross receipts: 1.9% on soft-drink bottlers, 3% on gross receipts over \$5,000 of intrastate water and electric power distribution companies, 1.5% on manufactured or natural gas intrastate distributors, 15% on mixing bars and clubs, 2.5% on vending machine tobacco items and 1.5% on other vending machine items (in lieu of sales tax) if the price of the item purchased is \$5.00 or less, and an in lieu of tax payment by the Tennessee Valley Authority (TVA) (TCA 67-4-402, 67-4-405, 67-4-406, 67-4-410, 67-4-506, and 16 USC 831(l)); and a \$10 per year firearms dealer permit fee (TCA 39-17-1316).

General Fund.....79% of bottlers' gross receipts tax, plus 2% of gross highway litter amount from the Highway Fund, 100% of various other gross receipts taxes, and

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

TVA in lieu of tax payments equal to FY 1977-78 payments and 48.5% of any TVA payments received by the State which exceed the amount paid in FY 1977-78, less approximately \$4.1 million distributed to local governments (TCA 67-3-2001(k), 67-9-101 through 67-9-103 and 67-4-402).

Highway Fund.....Approximately 21% of the bottlers' gross receipts tax is earmarked for litter control, less 2% to the general fund (TCA 67-3-2001(k) and 67-4-402).

Cities and Counties .....51.5% of the TVA in lieu of tax payments which exceed state receipts in FY 1977-78, of which approximately 65.9% is designated for counties based ½ on population and ½ on area, 28.3% for municipalities based on population, and 5.8% for impacted local areas affected by TVA construction, plus an amount equal to that received by local governments in FY 1977-78 (\$4.1 million). Portions of this share are earmarked for TACIR and, under some circumstances, for CTAS and additional funds for TACIR. With no local areas impacted by TVA construction, the 5.8% impact fund is allocated as follows: 30% to CTAS, 40% to TACIR, and 30% is returned to be included in the amount distributed to cities and counties (TCA 67-9-101 through 67-9-103).

**BEER EXCISE**

**TAX**.....Registration fees imposed on beer wholesalers (\$20) and manufacturers (\$40); a privilege tax of \$3.90 per 31-gallon barrel of beer manufactured or sold in the state (TCA 57-5-102 and 57-5-201).

General Fund.....67.1% of privilege tax collections (4% of total tax earmarked for administration and 0.41% for alcohol and drug treatment programs); 100% of registration fees (earmarked 50% for Revenue Department and 50% for Highway Patrol) (TCA 57-5-102, 57-5-202, and 57-5-205).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

Highway Fund.....	12.8% of privilege tax collections for litter control (TCA 57-5-205).
Counties.....	10.05% of privilege tax collections distributed equally (TCA 57-5-205).
Municipalities.....	10.05% of privilege tax collections based on population (TCA 57-5-205).

**ALCOHOLIC**

**BEVERAGE**

**TAX.....**\$1.10 per gallon on wine and \$4 per gallon on spirits, plus license and permit fees for manufacturers (\$1,000), wholesalers (\$1,000), retailers (\$500), and their representatives (from \$2 to \$50) (TCA 57-3-202, 57-3-203, 57-3-204, and 57-3-302).

General Fund.....	82.5% of distilled spirit and wine gallonage taxes, calculated on the total collections less 4 cents per liter of spirit tax (TCA 57-3-306); 100% of fees from licenses and permits, earmarked up to 100% to the Alcoholic Beverage Commission for enforcement of liquor laws (TCA 57-3-111); and the following shares of proceeds from sales of seized items, all earmarked for criminal injuries compensation and reported under the privilege tax collections (TCA 40-24-107): 100% from liquor seized by state agents (TCA 57-9-115); 50% from vehicles, aircraft, and boats seized by local law enforcement officers (TCA 57-9-201); and 50% from other contraband goods seized, less 15% retained for administration as departmental current services revenue by Department of General Services (TCA 57-9-205, 12-2-207, and 12-2-209). In addition, 15% of proceeds of sale of liquor seized by local officers is retained for administration as departmental revenue by the Department of General Services (TCA 57-9-115, 12-2-207 and 12-2-209).
Counties.....	\$.04 per liter of spirit tax, earmarked for county in which distillery is located,

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

plus 17.5% of the balance of spirit and wine gallonage taxes, less \$192,000 earmarked for CTAS. In counties of 250,000 or more population, 30% of their allocation is paid by the county to cities of 150,000 or more population (TCA 57-3-306). Also, 50% of the proceeds of sale of contraband goods, less 15% retained as departmental revenue by the Department of General Services (TCA 57-9-205, 12-2-207, and 12-2-209).

Cities and Counties .....90% of the proceeds of sale of liquor seized by local law enforcement officers, earmarked to city or county employing officer (TCA 57-9-115), and 50% of proceeds of sale of vehicles, aircraft, and boats seized by local officers, earmarked to city or county employing officer (TCA 57-9-201).

**FRANCHISE TAX**.....\$.25 on each \$100 of stock surplus or undivided profits of entities for the privilege of doing business within the state. The tax applies to business entities that enjoy some form of limited liability protection. The minimum tax is \$100 (TCA 67-4-2105 through 67-4-2109).

General Fund.....100% less an amount to the Sinking Fund (TCA 67-4-2120).

Sinking Fund .....Amount required from General Fund apportionment (TCA 9-9-103).

**EXCISE TAX**.....6% of net earnings of all business conducted for a profit in this state. The tax applies to business entities that enjoy some form of limited liability protection. Current year losses may be carried forward as many as 15 years in computing net earnings subject to tax (TCA 67-4-2006 and 67-4-2007).

General Fund.....Remaining balance after cities, counties, and Sinking Fund distribution (TCA 67-4-2017).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

Sinking Fund .....Amount required from General Fund apportionment (TCA 9-9-103).

Cities and Counties .....An amount based on bank earnings is distributed based on situs in lieu of intangible personal property taxes on banks and banking associations (TCA 67-4-2017).

**INHERITANCE,  
ESTATE, AND  
GIFT TAX**

Inheritance tax ranges from a rate of 5.5% on the value of net taxable estates of at least \$40,000 to a rate of \$30,200 plus 9.5% of the value in excess of \$440,000 for decedents dying after 1988. The exemption levels for beneficiaries are as follows: \$600,000 for decedents dying in 1990 through June 30, 1998, \$650,000 for those dying in 1999, \$675,000 for those dying in 2000 and 2001, and \$700,000 for those dying in 2002 and 2003. Gifts made after 1983 are taxed at rates ranging from 5.5% on gifts up to \$40,000 to 9.5% on the excess over \$440,000 for Class A beneficiaries and from 6.5% on gifts up to \$50,000 to 16% on the excess over \$200,000 for Class B beneficiaries. Gift tax exemptions of \$10,000 and \$5,000 are allowed for Class A and Class B donees, respectively (TCA 67-8-101 through 67-8-106, 67-8-204, 67-8-303, 67-8-314, and 67-8-316).

General Fund.....100% (TCA 67-8-210 and 67-8-415).

**TOBACCO TAX**.....\$.0065 per cigarette or \$.13 per package of 20; \$.0005 per cigarette pack enforcement fee; 6% of wholesale price on other tobacco products; license fees of \$10 to \$20 per location for sellers, distributors, and handlers; proceeds of sale of confiscated goods; and penalties of \$100 to \$5,000 for violations of the Unfair Cigarette Sales Law (TCA 67-4-1002 through 67-4-1005, 67-4-1015, 67-4-1020, and 47-25-311).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

General Fund.....Approximately 0.6% (includes 4% of taxes from tobacco other than cigarettes and of proceeds of sale of confiscated tobacco products and 100% of the \$.0005 per pack enforcement fee, all earmarked for administration) (TCA 67-4-1025).

Education Fund.....Approximately 99.4% (includes 100% of cigarette taxes, earmarked for grades 1-12; 100% of license fees and penalties; and 96% of other tobacco taxes and of proceeds of sale of confiscated tobacco products) (TCA 67-4-1025 and 49-3-357).

**MOTOR VEHICLE**

**TITLE FEES**.....\$5 certificate of title fee and other fees received for the issuance of motor vehicle titles and noting of liens (TCA 55-6-101).

General Fund.....Approximately 77% (including 50 cents of the \$5 fee, earmarked for enforcement action against odometer fraud; and a portion of \$1.50 of the \$5 fee in excess of debt service requirements, earmarked for State Parks capital projects) (TCA 55-6-101 and 55-6-103).

Sinking Fund.....Approximately 23% (including a portion of \$1.50 of the \$5 fee, earmarked for debt service on a State Parks bond issue) (TCA 55-6-101).

**MIXED DRINK**

**TAX**.....A license tax of \$300 to \$1,500 for the privilege of selling alcoholic beverages for consumption on premises and a 15% gross receipts tax on sales (TCA 57-4-301).

General Fund.....100% of the privilege tax (TCA 57-4-306).

Education Fund.....50% of the 15% gross receipts tax (TCA 57-4-306 and 49-3-357).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

Cities and Counties .....50% of the 15% gross receipts tax, of which one half is earmarked for education and one half is distributed to the city or county based on situs (TCA 57-4-306).

**BUSINESS TAX**.....Tax imposed principally by local units of government on certain businesses, vocations, and operations carried on within this state (TCA 67-4-701, 67-4-704, 67-4-705, 67-4-707 through 67-4-709, and 67-4-714 through 67-4-717). 15% of all taxes collected locally are remitted to the state by the collector of each county and incorporated municipality (TCA 67-4-724).

General Fund.....100% (TCA 67-4-725).

**CRUDE OIL AND  
NATURAL GAS**

**SEVERANCE TAX**.....3% of the sales price of severed oil and natural gas in the state (TCA 60-1-301).

General Fund.....2/3 of tax (TCA 60-1-301).

Counties.....1/3 of tax distributed to county of severance (TCA 60-1-301).

**COAL**

**SEVERANCE TAX**.....\$.20 per ton of severed coal in the state (TCA 67-7-103 and 67-7-104).

General Fund.....3% of \$.20 gross tax and all penalties and interest (collected as departmental current services revenue of the Department of Revenue) (TCA 67-7-110).

Counties.....97% of \$.20 gross tax distributed to county of severance, of which 50% is earmarked for highway and stream cleaning (TCA 67-7-110).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**COIN-OPERATED**

**AMUSEMENT TAX**.....\$350 per year on each Class I coin-operated amusement device (a video game containing a free-play feature for additional games) operated for commercial purposes, or a \$10 special occasion tax for each device for one 30-day period per year, in lieu of the annual tax; and \$100 for each "Story Castle" device in lieu of the annual tax above (TCA 67-4-507).

General Fund.....100%.

**Department of Commerce and Insurance**

**INSURANCE**

**COMPANY**

**PREMIUM TAX** .....Life, accident, and health companies are taxed on gross premiums paid by or for policyholders located in the state at a rate of 1.80% due in FY 1999-2000; domestic life companies pay 1.75% in calendar year 2000 and thereafter; health maintenance organizations are taxed 2% on gross dollars collected on an enrollee's behalf. All other companies pay at 2.5% on properties located in the state, except captive insurance companies, which pay 1% gross premium tax. Other revenues collected include insurance agent taxes and fees, examination fees, certificates of qualifications, broker fees, privilege taxes, certificates of authority, utilization review fees, and miscellaneous fees (TCA 56-4-101, 56-4-203, 56-4-205, 56-4-218, and other provisions of Title 56, Chapter 4, Part 2; Title 56, Chapter 6, Part 1; 56-21-111; 56-24-104; and 56-32-224).

General Fund.....100%.

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**WORKERS'**

**COMPENSATION**.....4% on gross premiums collected plus a 0.4% surcharge on said premiums which is earmarked for administration of the Tennessee Occupational Safety and Health Act (TCA 50-6-401 and 56-4-207).

General Fund.....100% (TCA 8-22-118).

**HEALTH CLUBS'**

**CERTIFICATES OF**

**REGISTRATION**.....Fees for issuance of certificates of authority (TCA 47-18-302).

General Fund.....100%.

**911 EMERGENCY**

**COMMUNICATIONS**

**FUND** .....Monthly fee of \$0.85 charged to every commercial mobile radio service (cellular phone) provider's customers. Of the funds collected 97% are distributed to the State's emergency communications districts to provide wireless enhanced 911 service, with the remaining 3% allotted for the operating expenses of the Emergency Communications Board (TCA 7-86-108 and 7-86-303).

General Fund.....100% (earmarked for the 911 Emergency Communications Fund) (TCA 7-86-108).

**Department of Financial Institutions**

**FINANCIAL**

**INSTITUTIONS**.....Annual banking fee received from state chartered banks based on assets, not to exceed the annualized fee that a state bank would pay if it were a national bank of equivalent asset size (TCA 45-1-118).

General Fund.....100%.

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**Wildlife Resources Agency**

**WILDLIFE**

**RESOURCES** .....Fees received from the sale of hunting and fishing licenses, stamp tax on shells, permits, metallic cartridges, fines, private lake operations, and minnow dealers (TCA 70-2-201 through 70-2-222 and 70-3-101).

General Fund.....100% (earmarked exclusively for Wildlife Resources Agency) (TCA 70-1-401).

**BOATING SAFETY**.....Fees received for the registration of propelled vessels for a one-, two-, or three-year period; and a portion of the tax on marine fuel (TCA 67-10-207 and 67-3-2001(g)).

General Fund.....100% (earmarked for administration of the Boating Safety Program) (TCA 67-3-2001(g), 69-10-207, and 69-10-208).

**Department of Agriculture**

**AGRICULTURAL**

**REGULATORY**

**FUND** .....Fees from plant and insect pest control industry license, registration, certification, and charter applications and from sample analyses, civil penalties, and damages (TCA 43-1-701, 703, and 704).

General Fund.....100% (earmarked for Plant Industries Regulatory Program) (TCA 43-1-701 through 43-1-703).

**FERTILIZER**

**INSPECTION**.....Fee based on \$.20 per ton for all commercial fertilizer (TCA 43-11-106).

General Fund.....100%.

**FEED**

**INSPECTION**.....Fee based on \$.10 per ton for all commercial feeds (TCA 44-6-109).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

General Fund.....100% (earmarked for administrative expenses) (TCA 43-1-104).

**RETAIL FOOD  
STORE  
INSPECTION ACT  
OF 1986**

.....Fee based on types of food sold and seating capacity (TCA 53-8-214).

General Fund.....100%.

**TENNESSEE  
STATE PUBLIC  
LIVESTOCK**

**MARKET BOARD** .....Fee based on charter application (TCA 44-12-111).

General Fund.....100%.

**Regulatory Board Fees**

**REGULATORY  
BOARDS**

.....Fees received from the issuance of licenses and permits to engage in certain professions and from licensing of health care facilities (TCA 4-3-1011, 4-3-1304, 4-29-121, Titles 62 and 63, 68-11-216, 68-29-113, and other provisions of Title 68).

General Fund.....100%.

**Tennessee Regulatory Authority**

**PUBLIC**

**UTILITIES** .....Fees for applicable holders of certificates of public convenience and necessity. Annual fees for inspection, control, and supervision of utilities and their rates. The amount of fee is based on gross receipts of each public utility in excess of \$5,000 annually as follows: \$3 per \$1,000 for the first \$1 million or less of such gross receipts over \$5,000. The fee for gross receipts over \$1 million is \$2 per \$1,000. Minimum fee, \$100. A \$10 annual registration fee for each

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

privately owned public pay phone is also collected (TCA 65-4-301 through 65-4-308).

General Fund.....100% (earmarked for Tennessee Regulatory Authority) (TCA 65-4-307).

**UNIVERSAL**

**SERVICE**.....Fees as required by TRA to ensure the availability of affordable residential basic, local exchange telephone service. Fees are required by TRA as are necessary to support universal service and fund administration of the mechanism (TCA 65-5-207).

General Fund.....100% (earmarked for Tennessee Regulatory Authority) (TCA 65-4-307 and 64-4-120).

**TELEMARKETING**.....A fee of \$500 per year for access to a database of telephone numbers of residential subscribers who object to receiving telephone solicitations. The Authority may also impose a civil penalty up to a maximum of \$2,000 for each violation of state laws regulating telephone solicitation (65-4-405).

General Fund.....100% (earmarked for Tennessee Regulatory Authority) (TCA 65-4-405).

**TDAP**

**DISTRIBUTION**

**PROGRAM**.....Fees paid by telecommunication service providers with annual Tennessee intrastate gross receipts in excess of \$5,000,000. Fees assessed will not to exceed \$750,000 per year in total for the establishment of a fund for support of the telecommunications assistive device distribution program (TDAP). The reserve fund for the program shall not exceed \$1 million. (65-21-115)

General Fund.....100% (earmarked for TDAP program of Tennessee Regulatory Authority) (TCA 65-21-115).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**GAS SAFETY**

**INSPECTION**.....Annual fee for the inspection and supervision of safety standards to all gas distribution systems (not applicable to gas companies subject to TCA 65-4-301). Fees based on number of meters on a declining scale (\$.65 down to \$.35 per meter). Minimum fee, \$100 (TCA 65-28-110(c)).

General Fund.....100% (earmarked for Tennessee Regulatory Authority) (TCA 65-4-307).

**MISCELLANEOUS** .....A \$25.00 fee for filing a petition with the TRA, and fees for copies of records (TCA 65-2-103 and 65-1-212).

General Fund.....100% (earmarked for Tennessee Regulatory Authority) (TCA 65-4-307).

**Secretary of State**

**FEES AND TAXES** .....All fees and taxes received from notary certifications, foreign characters, trademarks, and miscellaneous (TCA 47-25-517).

General Fund.....100% (TCA 8-22-118).

**Department of Safety**

**CLASSIFIED**

**DRIVER**

**LICENSES**.....Fees received from 5-year drivers license: Class A (Commercial) - \$40; Classes B and C (Commercial) - \$35; Class D (Operator) - \$17.50; duplicate licenses - \$6 first duplication, \$10 for second and subsequent duplications during a regular renewal cycle (TCA 55-50-323).

General Fund.....100%.

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**FINES AND**

**PENALTIES** .....All fines, fees, and forfeitures received from motor vehicle violations (TCA 55-7-206, 55-10-303, and 55-50-604).

General Fund.....100% (TCA 4-7-107).

**MOTOR**

**CARRIERS**.....Annual fees for inspection, control, supervision and safety of motor carriers. A fee of 2.5% of vehicle registration fees paid by motor vehicles (TCA 55-4-113 and 65-15-116), and an \$8 annual fee per vehicle also is paid under the federal single state registration plan. Motor carriers and contract haulers must pay a \$50 application fee (TCA 65-15-109).

General Fund.....100% (earmarked for Department of Safety) (TCA 55-4-113 and 65-15-116).

**LITIGATION**

**PRIVILEGE TAX**.....A portion of the privilege taxes on litigation, derived from a 25% share of 11.12% of the balance of litigation taxes which are not otherwise earmarked (TCA 67-4-602 and 67-4-606).

General Fund.....100% (earmarked for driver education in public schools and for highway safety promotion (TCA 67-4-606).

**State Treasurer**

**INTEREST**

**EARNED** .....Interest received on state funds deposited in commercial banks and credited on a daily basis (TCA 9-4-106).

General Fund.....100%.

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**Department of Education**

**LITIGATION**

**PRIVILEGE TAX**.....A portion of the privilege taxes on litigation, based on the first \$2 derived from criminal cases and from a 75% share of 11.12% of the balance of litigation taxes which are not otherwise earmarked (TCA 67-4-602 and 67-4-606).

Education Fund.....100% (earmarked for driver education in public schools (TCA 67-4-602 and 67-4-606).

**Department of Health**

**HOTEL, B & B,  
RESTAURANT,  
SWIMMING  
POOL, AND CAMP  
INSPECTION**.....

Fees from annual permits. The rates are based on maximum occupancy of the hotel or restaurant; a flat fee of \$50 is assessed for each bed and breakfast establishment; \$100 for each public swimming pool; and a flat fee of \$50 for day and primitive camps, a maximum fee of \$100 for resident camps based on the number of sleepers, and a maximum fee of \$200 for travel camps based on the number of sites (TCA 68-14-312 through 68-14-316, 68-14-511, 68-14-512, and 68-110-103).

General Fund.....100%.

**TATTOO  
PARLORS AND  
ARTISTS** .....

Fees received from the issuance of certificates to operate a tattoo studio and from the issuance of licenses to engage in the practice of tattooing (TCA 62-38-202, 204, and 205).

General Fund.....100%.

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**CHILD SAFETY**.....Fines up to \$50 imposed for violations of the Child Passenger Restraint Law for children under 4 years of age; fines up to \$20 imposed for violation of mandatory use of passenger restraint system for children ages 4 through 15. (TCA 55-9-602 and 40-35-111).

General Fund.....For violations involving children under 4 years of age and children 4 through 15 years of age, 100% of the \$50 fine for any offense and 50% of the \$20 fine for a first offense (earmarked to child safety fund for formula distribution to participating hospitals for the purchase of child safety seats to lend or give to parents of newborns) The remaining 50% of the \$20 fine from a first offense is to be deposited without specific designated use. For second and subsequent violations, 100% of the \$20 fine is earmarked to the Child Safety Fund (55-9-602).

**NURSING HOME  
CIVIL PENALTIES** .....Fees from civil penalties assessed on nursing homes, based upon the type of violation (TCA 68-11-811).

General Fund.....100% (earmarked for resident protection activities) (TCA 68-11-827).

**TRAUMATIC  
BRAIN INJURY  
FUND** .....Fines and penalties levied for motor vehicle violations in addition to those fines and penalties levied in Title 55 Chapters 8, 10, and 50 for speeding, reckless driving, driving with an invalid license and driving under the influence. (TCA 68-55-301 through 68-55-304).

General Fund.....100% earmarked for the Traumatic Brain Injury Fund (TCA 68-55-301 through 68-55-304).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**Department of Environment and Conservation**

**TENNESSEE**

**ENVIRONMENTAL**

**PROTECTION**

**FUND** .....Fees from environmental permits, inspections, damages, and fines (TCA Title 68, Chapter 201, Part 1; Chapter 202, Parts 2 and 5; Chapter 211, Part 1; Chapter 212, Part 1; and Chapter 221, Parts 4, 7, 9 and 10; and Title 69, Chapters 3 and 11).

General Fund.....100% (earmarked for the programs generating the fees) (TCA 68-203-101 and citations above).

**SOLID WASTE**

**MANAGEMENT**

**FUND** .....Fees from a surcharge on each ton of municipal solid waste received at all Class 1 solid waste disposal facilities or transfer stations not operated in conjunction with a convenience center or incinerators of \$.75 per ton through FY 2003-04. Also, the \$1 pre-disposal fee collected from retailers by the Department of Revenue for each new tire sold in Tennessee (TCA 68-211-835 and 67-4-1603).

General Fund.....100% (earmarked for the Solid Waste Assistance Program) (TCA 68-211-835).

**DRYCLEANER**

**ENVIRONMENTAL**

**RESPONSE FUND**.....Various fees from drycleaning facilities, including annual site registration fees ranging from \$500 to \$1,500, annual wholesale distributor registration fees of \$5,500 per in-state facility, and drycleaning solvent surcharges of \$10 per gallon of non-hydrocarbon-based solvent and \$1 per gallon of hydrocarbon-based solvent purchased by a drycleaner (TCA 68-217-106).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

General Fund.....100% (earmarked for the Drycleaners  
Environmental Response Program)  
(TCA 68-217-103).

**OIL AND GAS**

**REGULATION**.....Application fees from oil and gas well  
permits, natural gas well price  
determinations, and mineral test hole  
permits (TCA 60-1-103, 105, and 505).

General Fund.....100% (earmarked for administrative  
expenses) (TCA 60-1-103, 105, and  
505).

**AUTOMOTIVE**

**OIL FEE**.....Two cents per quart fee on the sale of  
packaged automotive oil, less a  
distributor handling deduction of 2%,  
up to \$50 per report. This fee is  
collected from the distributors by the  
Department of Revenue (TCA 68-211-  
1006 and 68-211-1010).

General Fund.....100% (earmarked for the Used Oil  
Collection Program) (TCA 68-21-1004  
and 1005).

**Nursing Home Tax**

**NURSING HOME**

**TAX**.....Annual tax assessed at \$2,600 per  
licensed nursing home bed excluding  
those certified as ICF/MR beds (TCA  
68-11-216(d)(1) through (12)).

General Fund.....100%.

**INTERMEDIATE  
CARE FACILITIES  
FOR THE  
MENTALLY  
RETARDED  
(ICF/MR) GROSS**

**RECEIPTS TAX**.....A six percent (6%) monthly gross  
receipts tax on revenue generated  
from ICF/MR certified beds (TCA 68-  
11-830(d)(2)(B)).

General Fund.....100% (TCA 68-11-830).

**Collecting Agency  
and Classification**

**Rate and Source**

**Basis of Apportionment**

**Department of Transportation**

**RAILROADS** .....Annual fees for inspection, control, and supervision of the business, service, and safety of railroads. Fees figured at \$.04 per 1,000 ton miles. Minimum fee, \$100 (TCA 65-3-201). DOT collects these fees as miscellaneous revenue.

Transportation Fund .....100% (earmarked for Department of Transportation) (TCA 65-3-202).

# **Comparison Statement of State Revenues**

**Actual and Estimated  
July 1, 1999 – June 30, 2002**

## Comparison Statement of State Revenues Actual and Estimated July 1, 1999 - June 30, 2002

### SOURCE OF REVENUE

Department of Revenue	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002	Percent Required
Sales and Use Tax	\$4,600,657,600	\$4,756,300,000	\$4,981,200,000	4.73%
Gasoline Tax	576,144,000	585,000,000	591,000,000	1.03%
Motor Fuel Tax	152,770,900	156,000,000	159,100,000	1.99%
Gasoline Inspection Tax	60,432,400	61,000,000	62,200,000	1.97%
Motor Vehicle Registration Tax	218,568,900	222,500,000	230,300,000	3.51%
Income Tax	179,903,800	188,000,000	195,500,000	3.99%
Privilege Tax	153,703,800	152,500,000	158,600,000	4.00%
Gross Receipts Tax - TVA	192,294,500	194,400,000	198,300,000	2.01%
Gross Receipts Tax - Other	20,852,300	21,700,000	22,600,000	4.15%
Beer Tax	15,689,400	16,600,000	16,600,000	0.00%
Alcoholic Beverage Tax	29,288,500	29,800,000	30,100,000	1.01%
Franchise Tax	519,878,700	353,900,000	364,800,000	3.08%
Excise Tax	563,162,800	666,100,000	686,400,000	3.05%
Inheritance and Estate Tax	94,704,300	94,000,000	95,900,000	2.02%
Tobacco Tax	82,540,100	83,000,000	83,000,000	0.00%
Motor Vehicle Title Fees	11,074,000	11,500,000	11,700,000	1.74%
Mixed Drink Tax	32,243,100	33,300,000	34,800,000	4.50%
Business Tax	21,877,000	22,000,000	22,900,000	4.09%
Severance Tax	983,700	1,000,000	1,000,000	0.00%
Coin-operated Amusement Tax	44,000	0	0	-
<b>Total Department of Revenue</b>	<b>\$7,526,813,800</b>	<b>\$7,648,600,000</b>	<b>\$7,946,000,000</b>	<b>3.89%</b>
<b>Other State Revenue</b>				
Department of Commerce and Insurance	\$313,155,500	\$321,300,000	\$326,300,000	1.56%
Department of Financial Institutions	4,119,100	4,600,000	4,800,000	4.35%
Wildlife Resources Agency	35,603,800	39,000,000	36,500,000	-6.41%
Department of Agriculture	7,062,000	20,700,000	20,700,000	0.00%
Regulatory Board Fees	21,278,500	27,000,000	27,200,000	0.74%
Tennessee Regulatory Authority	6,274,200	7,100,000	7,300,000	2.82%
Secretary of State	13,330,700	13,300,000	13,300,000	0.00%
Department of Safety	36,093,200	37,000,000	38,000,000	2.70%
State Treasurer	41,513,500	47,500,000	42,500,000	-10.53%
Department of Education	1,613,800	1,700,000	1,700,000	0.00%
Department of Health	3,366,000	3,600,000	3,800,000	5.56%
Dept. of Environment and Conservation	42,168,000	50,700,000	50,700,000	0.00%
Miscellaneous Revenue	34,777,000	13,500,000	18,500,000	37.04%
Nursing Home Tax	116,190,200	117,500,000	117,500,000	0.00%
<b>Total Other State Revenue</b>	<b>\$676,545,500</b>	<b>\$704,500,000</b>	<b>\$708,800,000</b>	<b>0.61%</b>
<b>Total State Revenue</b>	<b>\$8,203,359,300</b>	<b>\$8,353,100,000</b>	<b>\$8,654,800,000</b>	<b>3.61%</b>

**Distribution of Actual Revenue by Fund  
Fiscal Year 1999-2000**

**SOURCE OF REVENUE**

Department of Revenue	Total Revenue	General Fund	Education Fund	Highway Fund	Sinking Fund	Cities & Counties
Sales and Use Tax	\$4,600,657,600	\$1,312,786,800	\$3,053,173,700	\$0	\$37,786,600	\$196,910,500
Gasoline Tax	576,144,000	4,448,100	0	267,810,700	83,800,000	220,085,200
Motor Fuel Tax	152,770,900	1,948,600	0	110,741,000	0	40,081,300
Gasoline Inspection Tax	60,432,400	17,463,400	0	30,952,000	0	12,017,000
Motor Vehicle Registration Tax	218,568,900	39,011,400	280,700	179,276,800	0	0
Income Tax	179,903,800	117,951,900	0	0	0	61,951,900
Privilege Tax	153,703,800	153,703,800	0	0	0	0
Gross Receipts Tax - TVA	192,294,500	117,518,600	0	0	0	74,775,900
Gross Receipts Tax - Other	20,852,300	18,414,700	0	2,437,600	0	0
Beer Tax	15,689,400	10,475,500	0	2,004,500	0	3,209,400
Alcoholic Beverage Tax	29,288,500	24,245,700	0	0	0	5,042,800
Franchise Tax	519,878,700	501,878,700	0	0	18,000,000	0
Excise Tax	563,162,800	445,042,700	0	0	100,300,000	17,820,100
Inheritance and Estate Tax	94,704,300	94,704,300	0	0	0	0
Tobacco Tax	82,540,100	559,700	81,980,400	0	0	0
Motor Vehicle Title Fees	11,074,000	8,678,400	0	0	2,395,600	0
Mixed Drink Tax	32,243,100	933,300	15,653,700	0	0	15,656,100
Business Tax	21,877,000	21,877,000	0	0	0	0
Severance Tax	983,700	285,900	0	0	0	697,800
Coin-operated Amusement Tax	44,000	44,000	0	0	0	0
<b>Total Department of Revenue</b>	<b>\$7,526,813,800</b>	<b>\$2,891,972,500</b>	<b>\$3,151,088,500</b>	<b>\$593,222,600</b>	<b>\$242,282,200</b>	<b>\$648,248,000</b>
<b>Other State Revenue</b>						
Department of Commerce and Insurance	\$313,155,500	\$313,155,500	\$0	\$0	\$0	\$0
Department of Financial Institutions	4,119,100	4,119,100	0	0	0	0
Wildlife Resources Agency	35,603,800	35,603,800	0	0	0	0
Department of Agriculture	7,062,000	7,062,000	0	0	0	0
Regulatory Board Fees	21,278,500	21,278,500	0	0	0	0
Tennessee Regulatory Authority	6,274,200	6,274,200	0	0	0	0
Secretary of State	13,330,700	13,330,700	0	0	0	0
Department of Safety	36,093,200	36,093,200	0	0	0	0
State Treasurer	41,513,500	41,513,500	0	0	0	0
Department of Education	1,613,800	0	1,613,800	0	0	0
Department of Health	3,366,000	3,366,000	0	0	0	0
Dept. of Environment and Conservation	42,168,000	42,168,000	0	0	0	0
Miscellaneous Revenue	34,777,000	34,777,000	0	0	0	0
Nursing Home Tax	116,190,200	116,190,200	0	0	0	0
<b>Total Other State Revenue</b>	<b>\$676,545,500</b>	<b>\$674,931,700</b>	<b>\$1,613,800</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total State Revenue</b>	<b>\$8,203,359,300</b>	<b>\$3,566,904,200</b>	<b>\$3,152,702,300</b>	<b>\$593,222,600</b>	<b>\$242,282,200</b>	<b>\$648,248,000</b>

**Distribution of Revised Estimated Revenue by Fund  
Fiscal Year 2000-2001**

**SOURCE OF REVENUE**

Department of Revenue	Total Revenue	General Fund	Education Fund	Highway Fund	Sinking Fund	Cities & Counties
Sales and Use Tax	\$4,756,300,000	\$1,324,400,000	\$3,187,700,000	\$0	\$39,400,000	\$204,800,000
Gasoline Tax	585,000,000	8,100,000	0	266,000,000	87,700,000	223,200,000
Motor Fuel Tax	156,000,000	4,000,000	0	111,000,000	0	41,000,000
Gasoline Inspection Tax	61,000,000	18,800,000	0	30,200,000	0	12,000,000
Motor Vehicle Registration Tax	222,500,000	37,600,000	0	184,900,000	0	0
Income Tax	188,000,000	121,800,000	0	0	0	66,200,000
Privilege Tax	152,500,000	152,500,000	0	0	0	0
Gross Receipts Tax - TVA	194,400,000	118,500,000	0	0	0	75,900,000
Gross Receipts Tax - Other	21,700,000	19,200,000	0	2,500,000	0	0
Beer Tax	16,600,000	11,100,000	0	2,100,000	0	3,400,000
Alcoholic Beverage Tax	29,800,000	24,700,000	0	0	0	5,100,000
Franchise Tax	353,900,000	335,900,000	0	0	18,000,000	0
Excise Tax	666,100,000	543,400,000	0	0	98,200,000	24,500,000
Inheritance and Estate Tax	94,000,000	94,000,000	0	0	0	0
Tobacco Tax	83,000,000	500,000	82,500,000	0	0	0
Motor Vehicle Title Fees	11,500,000	8,800,000	0	0	2,700,000	0
Mixed Drink Tax	33,300,000	1,300,000	16,000,000	0	0	16,000,000
Business Tax	22,000,000	22,000,000	0	0	0	0
Severance Tax	1,000,000	200,000	0	0	0	800,000
Coin-operated Amusement Tax	0	0	0	0	0	0
<b>Total Department of Revenue</b>	<b>\$7,648,600,000</b>	<b>\$2,846,800,000</b>	<b>\$3,286,200,000</b>	<b>\$596,700,000</b>	<b>\$246,000,000</b>	<b>\$672,900,000</b>
<b>Other State Revenue</b>						
Department of Commerce and Insurance	\$321,300,000	\$321,300,000	\$0	\$0	\$0	\$0
Department of Financial Institutions	4,600,000	4,600,000	0	0	0	0
Wildlife Resources Agency	39,000,000	39,000,000	0	0	0	0
Department of Agriculture	20,700,000	20,700,000	0	0	0	0
Regulatory Board Fees	27,000,000	27,000,000	0	0	0	0
Tennessee Regulatory Authority	7,100,000	7,100,000	0	0	0	0
Secretary of State	13,300,000	13,300,000	0	0	0	0
Department of Safety	37,000,000	37,000,000	0	0	0	0
State Treasurer	47,500,000	47,500,000	0	0	0	0
Department of Education	1,700,000	0	1,700,000	0	0	0
Department of Health	3,600,000	3,600,000	0	0	0	0
Dept. of Environment and Conservation	50,700,000	50,700,000	0	0	0	0
Miscellaneous Revenue	13,500,000	13,500,000	0	0	0	0
Nursing Home Tax	117,500,000	117,500,000	0	0	0	0
<b>Total Other State Revenue</b>	<b>\$704,500,000</b>	<b>\$702,800,000</b>	<b>\$1,700,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total State Revenue</b>	<b>\$8,353,100,000</b>	<b>\$3,549,600,000</b>	<b>\$3,287,900,000</b>	<b>\$596,700,000</b>	<b>\$246,000,000</b>	<b>\$672,900,000</b>

**Distribution of Estimated Revenue by Fund  
Fiscal Year 2001-2002**

**SOURCE OF REVENUE**

Department of Revenue	Total Revenue	General Fund	Education Fund	Highway Fund	Sinking Fund	Cities & Counties
Sales and Use Tax	\$4,981,200,000	\$1,387,200,000	\$3,338,400,000	\$0	\$41,200,000	\$214,400,000
Gasoline Tax	591,000,000	8,100,000	0	277,400,000	80,000,000	225,500,000
Motor Fuel Tax	159,100,000	4,100,000	0	113,200,000	0	41,800,000
Gasoline Inspection Tax	62,200,000	19,300,000	0	30,900,000	0	12,000,000
Motor Vehicle Registration Tax	230,300,000	38,500,000	0	191,800,000	0	0
Income Tax	195,500,000	126,700,000	0	0	0	68,800,000
Privilege Tax	158,600,000	158,600,000	0	0	0	0
Gross Receipts Tax - TVA	198,300,000	120,400,000	0	0	0	77,900,000
Gross Receipts Tax - Other	22,600,000	19,900,000	0	2,700,000	0	0
Beer Tax	16,600,000	11,100,000	0	2,100,000	0	3,400,000
Alcoholic Beverage Tax	30,100,000	25,000,000	0	0	0	5,100,000
Franchise Tax	364,800,000	346,800,000	0	0	18,000,000	0
Excise Tax	686,400,000	553,700,000	0	0	108,200,000	24,500,000
Inheritance and Estate Tax	95,900,000	95,900,000	0	0	0	0
Tobacco Tax	83,000,000	500,000	82,500,000	0	0	0
Motor Vehicle Title Fees	11,700,000	9,000,000	0	0	2,700,000	0
Mixed Drink Tax	34,800,000	1,400,000	16,700,000	0	0	16,700,000
Business Tax	22,900,000	22,900,000	0	0	0	0
Severance Tax	1,000,000	200,000	0	0	0	800,000
Coin-operated Amusement Tax	0	0	0	0	0	0
<b>Total Department of Revenue</b>	<b>\$7,946,000,000</b>	<b>\$2,949,300,000</b>	<b>\$3,437,600,000</b>	<b>\$618,100,000</b>	<b>\$250,100,000</b>	<b>\$690,900,000</b>
<b>Other State Revenue</b>						
Department of Commerce and Insurance	\$326,300,000	\$326,300,000	\$0	\$0	\$0	\$0
Department of Financial Institutions	4,800,000	4,800,000	0	0	0	0
Wildlife Resources Agency	36,500,000	36,500,000	0	0	0	0
Department of Agriculture	20,700,000	20,700,000	0	0	0	0
Regulatory Board Fees	27,200,000	27,200,000	0	0	0	0
Tennessee Regulatory Authority	7,300,000	7,300,000	0	0	0	0
Secretary of State	13,300,000	13,300,000	0	0	0	0
Department of Safety	38,000,000	38,000,000	0	0	0	0
State Treasurer	42,500,000	42,500,000	0	0	0	0
Department of Education	1,700,000	0	1,700,000	0	0	0
Department of Health	3,800,000	3,800,000	0	0	0	0
Dept. of Environment and Conservation	50,700,000	50,700,000	0	0	0	0
Miscellaneous Revenue	18,500,000	18,500,000	0	0	0	0
Nursing Home Tax	117,500,000	117,500,000	0	0	0	0
<b>Total Other State Revenue</b>	<b>\$708,800,000</b>	<b>\$707,100,000</b>	<b>\$1,700,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total State Revenue</b>	<b>\$8,654,800,000</b>	<b>\$3,656,400,000</b>	<b>\$3,439,300,000</b>	<b>\$618,100,000</b>	<b>\$250,100,000</b>	<b>\$690,900,000</b>

**Comparative Statement of Revenues of Regulatory Boards**  
**Actual and Estimated July 1, 1999 - June 30, 2002**  
**To Support Statement of State Revenues**

SOURCE OF REVENUE	Actual 1999 - 2000	Estimated 2000 - 2001	Estimated 2001 - 2002
State Board of Accountancy	\$745,500	\$740,000	\$740,000
State Board of Examiners for Architects & Engineers	1,128,100	1,250,000	1,170,000
Advisory Board on Professional Boxing and Racing	29,400	22,500	23,000
Tennessee Auctioneer Commission	254,900	240,000	250,000
Board of Barber Examiners	282,700	300,000	280,000
Tennessee Collection Service Board	214,600	170,000	200,000
Licensing Contractors, Home Improvement & Interior Designers	2,050,400	1,840,000	1,940,000
State Board of Cosmetology	1,115,500	1,100,000	1,100,000
Board of Funeral Directors and Embalmers	358,000	150,000	350,000
Board of Examiners for Land Surveyors	163,800	150,000	155,000
Board of Alarm Contractors	406,100	350,000	400,000
Board of Polygraph Examiners	20,300	0	0
Private Investigators Licensing and Regulation	227,500	217,000	230,000
Private Protective Services Licensing & Regulation	702,800	700,000	700,000
Real Estate Appraiser Commission	380,500	170,000	230,000
Registration of Geologists	81,300	65,000	75,000
Tennessee Real Estate Commission	611,700	4,300,000	600,000
Board of Pharmacy	941,800	950,000	940,000
Tennessee Motor Vehicle Commission	1,125,700	970,000	1,100,000
Employee Leasing	73,100	135,000	70,000
Reserves	0	1,316,200	4,626,600
<b>Sub-Total: Commerce and Insurance</b>	<b>\$10,913,700</b>	<b>\$15,135,700</b>	<b>\$15,179,600</b>
Board of Chiropractic Examiners	\$74,500	\$76,400	\$78,300
Board of Dentistry	577,200	585,100	597,500
Board of Dietitian / Nutritionist Examiners	48,500	53,600	54,200
Board of Dispensing Opticians	96,700	105,100	115,500
State Board of Electrolysis Examiners	11,200	11,500	11,800
Council for Licensing Hearing Instrument Specialists	19,600	20,500	21,500
Board of Social Worker Certification and Licensure	107,700	115,600	123,500
Board of Medical Examiners	1,198,400	1,243,700	1,256,900
Tennessee Medical Laboratory Board	400,200	405,800	411,800
Board of Nursing	2,364,000	2,385,500	2,401,500
Board of Examiners for Nursing Home Administrators	101,800	120,500	122,500
Board of Occupational and Physical Therapy Examiners	512,200	560,800	568,800
State Board of Athletic Trainers	15,400	17,300	18,800
Board of Respiratory Care	133,400	140,600	150,000
State Board of Optometry	116,000	116,700	120,700
Board of Osteopathic Examination	58,800	61,800	67,300
Board of Registration for Podiatry	42,400	45,200	48,100
Board of Cert. for Prof. Counselors, and Marital and Family Therapists	83,200	84,500	84,500
Board of Examiners in Psychology	251,000	275,700	300,100
Board for Communication Disorders and Sciences	70,900	80,200	83,200
Massage Licensure Board	328,200	337,400	346,800
Board of Veterinary Medical Examiners	201,700	210,100	231,800
Alcohol and Drug Abuse Counslors	112,800	117,600	122,600
Board of Midwifery	0	37,500	75,000
Board of Acupuncture	0	18,300	36,500
Board of Clinical Perfusionists	0	5,000	17,500
Reserves	0	879,800	795,500
<b>Sub-Total: Health</b>	<b>\$6,925,800</b>	<b>\$8,111,800</b>	<b>\$8,262,200</b>
State Regulatory Fee	\$1,803,500	\$1,887,800	\$1,887,800
State Board of Law Examiners	614,800	597,700	597,700
Health Facilities Commission	1,020,700	1,267,000	1,272,700
<b>Total Regulatory Boards</b>	<b>\$21,278,500</b>	<b>\$27,000,000</b>	<b>\$27,200,000</b>

# Tax Expenditures

Recommended Budget, Fiscal Year 2001-2002

Tennessee Code Annotated 9-4-5115 requires the Department of Finance and Administration to report annually to the Finance, Ways and Means Committees of the House and the Senate on two areas of government finance: 1) tax exemptions; and 2) vendor compensation for the collection of the sales tax. This section of the Budget Document is intended to fulfill that statutory obligation.

Under the law, the tax expenditure report is required to "...identify all exemptions, to the extent that it is practical, and estimate the amount of revenue which would have been collected by the state in the fiscal year commencing on July 1 next succeeding such report had each exemption not existed." The report on vendor compensation is required to show the amount paid to vendors for the collection of the sales tax. No format or reporting period is specified. Both reports are to be made no later than February 1 of each year.

Vendors compensation for collection of the sales tax was repealed, effective July 1, 2000, by Public Acts of 2000, chapter 983. Thus, no report is made on vendors compensation.

## Tax Exemptions

It is not possible to estimate the amount of revenue lost for each of the tax exemptions found in the Tennessee code. For example, since 1947, the list of non-profit institutions that are exempt from the sales tax has grown dramatically. Such institutions are allowed to

buy tangible goods and certain services tax free. Retailers and sellers require proof of exemption and keep records of exempt sales; but tax returns filed with the Department of Revenue do not show detailed statistics on exempt sales by type of exempt entity. Such data is only available in the records of the thousands of individual retailers and vendors who sell directly to the public. Therefore, the tax exemptions listed in the present report consist only of those that can be estimated with a reasonable degree of accuracy.

The fiscal impact of Tennessee's major tax exemptions is presented in tabular form in Tables 1-A and 1-B. Estimates of revenue loss are provided for FY 2001-2002. Table 1-A presents revenue foregone on services not currently taxed. These services represent activities that were not included in the original tax base. Table 1-B presents revenue foregone due to specific exemptions in the existing sales tax law. For each item in this table, the exemption is briefly described and the specific authorization of the Tennessee code is cited.

It is difficult to estimate the true cost of tax exemptions for two reasons. First, each exemption is considered separately, without regard to how it overlaps with other provisions of the tax code. Summing tax exemptions may result in double-counting in cases where exemptions overlap. Secondly, the estimates of revenue loss provided in the tables do not generally take into account the impact of a change in a particular tax provision on taxpayer behavior which impacts other taxes (the estimates do not reflect secondary or feedback effects).

**Major Tax Exemptions from the Sales and Use Tax**  
**Currently Untaxed Services: Table 1-A**

<u>Service/Product Area Exempted</u>	<u>FY2001-2002 Estimated Loss</u>	
	<u>State</u>	<u>Local*</u>
<b>Administrative &amp; Support Services</b>	<b>\$193,800,000</b>	<b>\$72,700,000</b>
Collection Agencies & Credit Bureaus	15,900,000	5,900,000
Employment Services	105,500,000	39,600,000
Investigation & Security Services	21,800,000	8,200,000
Mail, Document Reproduction, & Call Centers	11,600,000	4,400,000
Services to Buildings & Dwellings	39,000,000	14,600,000
<b>Construction Services</b>	<b>\$694,800,000</b>	<b>\$260,600,000</b>
Building, Developing, & General Contracting	349,100,000	130,900,000
Heavy Construction	58,300,000	21,900,000
Special Trade Contractors	287,400,000	107,800,000
<b>Educational Services</b>	<b>\$11,300,000</b>	<b>\$4,300,000</b>
Educational Services (for-profit)	9,800,000	3,700,000
Educational Services (non-profit)	1,500,000	600,000
<b>Finance, Insurance, &amp; Real Estate</b>	<b>\$154,900,000</b>	<b>\$58,100,000</b>
Investment, Banking, Securities Brokerage, & Related Services	54,200,000	20,300,000
Insurance Agents & Related Services	40,200,000	15,100,000
Real Estate Agents & Brokers	60,500,000	22,700,000
<b>Health Care &amp; Social Services (For-profit)</b>	<b>\$481,400,000</b>	<b>\$180,400,000</b>
Physicians & Dentists	254,600,000	95,500,000
Other Health Practitioners	31,300,000	11,700,000
Hospitals	66,200,000	24,800,000
Nursing & Residential Care Facilities	75,300,000	28,200,000
Outpatient Care Centers	19,500,000	7,300,000
Medical and Diagnostic Laboratories	14,000,000	5,200,000
Other Selected Health Services	6,100,000	2,300,000
Social & Community Services	14,400,000	5,400,000
<b>Health Care &amp; Social Services (Non-profit)</b>	<b>\$289,900,000</b>	<b>\$108,700,000</b>
Hospitals	242,600,000	91,000,000
Nursing & Residential Care Facilities	14,900,000	5,600,000
Outpatient Care Centers	16,300,000	6,100,000
Other Selected Health Services	3,200,000	1,200,000
Social & Community Services	12,900,000	4,800,000
<b>Information Services</b>	<b>\$41,600,000</b>	<b>\$15,600,000</b>
Data Processing Services	10,000,000	3,800,000
Movie Production & Sound Recording Studios	6,700,000	2,500,000
Cable T.V. Subscriptions (exempt amt.)	12,900,000	4,800,000
Newspaper Subscriptions & Sales	12,000,000	4,500,000
<b>Media Advertising Sales</b>	<b>\$106,100,000</b>	<b>\$39,800,000</b>
Newspaper Advertising	31,700,000	11,900,000
Radio Advertising	16,200,000	6,100,000
Television Advertising (Broadcast & Cable)	58,200,000	21,800,000
<b>Personal Services</b>	<b>\$55,200,000</b>	<b>\$20,700,000</b>
Coin-operated Laundry	2,100,000	800,000
Death Care Services	11,400,000	4,300,000
Diet & Weight Loss	1,600,000	600,000
Hair, Nail, & Skin Care Services	23,000,000	8,600,000
Non-Profit Amusement & Membership Organizations	17,100,000	6,400,000
<b>Professional &amp; Technical Services</b>	<b>\$387,400,000</b>	<b>\$145,300,000</b>
Accounting, Tax Return Prep., & Payroll	49,200,000	18,400,000
Advertising & Public Relations	24,200,000	9,100,000
Architectural Services	16,100,000	6,100,000
Engineering Services	66,200,000	24,800,000
All other Architectural, Engineering, & Related Services	8,600,000	3,200,000
Specialized Design Services	11,600,000	4,400,000
Computer Systems Design & Related Services	34,300,000	12,900,000
Legal Services (profit & non-profit)	93,700,000	35,100,000
Management, Scientific, & Technical Consulting	67,700,000	25,400,000
Scientific Research & Development (profit & non-profit)	15,800,000	5,900,000
<b>Transportation Services</b>	<b>\$120,400,000</b>	<b>\$45,100,000</b>
Couriers & Messengers	60,300,000	22,600,000
Truck Transportation (Local)	45,200,000	16,900,000
Other Transportation	14,900,000	5,600,000
<b>Total Revenue Loss</b>	<b>\$2,536,800,000</b>	<b>\$951,300,000</b>

\*Local revenue loss was calculated based on an average local sales tax rate of 2.25%.

Source: Tennessee Department of Revenue

**Major Tax Exemptions  
From Current Tax Base: Table 1-B**

Tennessee Code Annotated	Tax Source and Description of the Exemption	FY 2001-2002 Estimated Loss	
		State	Local
	<b>Sales and Use Tax</b>	<b>\$1,175,428,000</b>	<b>\$406,067,000</b>
67-6-329(a)(1)	Gasoline	233,860,000	87,698,000
67-6-329(a)(2)	Motor vehicle fuel (diesel fuel)	73,598,000	27,600,000
67-6-329(a)(1)	Gasoline/diesel fuel for agriculture	5,200,000	1,950,000
67-6-334	Energy fuels sold for residential use	178,025,000	66,759,000
67-6-206(b)(1)	Energy and water sales to manufacturers (reduced rate)	118,689,000	59,344,000
67-6-206(b)(3)(4)	Energy and water sales to manufacturers for direct processing	45,872,000	590,000
67-6-217	Aviation fuel (reduced rate)	4,280,000	6,421,000
67-6-312, 320	Prescription drugs, insulin, and syringes	154,711,000	58,015,000
67-6-319	Prescription drug samples	8,789,000	3,296,000
67-6-206(a)	Industrial machinery and equipment	119,625,000	12,405,000
67-6-207	Farm machinery and equipment	14,155,000	1,500,000
67-6-102(24)(E)(ii)	Packaging sold for resale or use	71,800,000	26,900,000
67-6-216	Non-material cost of manufactured homes (reduced rate)	28,416,000	10,656,000
67-6-336	Used factory-manufactured structures	7,672,000	711,000
67-4-506	Vending machines	18,444,000	6,917,000
67-6-212(5)	Cable television (exempt portion)	12,931,000	4,849,000
67-6-316	Prescription eyewear and optical goods	12,599,000	4,724,000
67-6-329(a)(21)	Newspaper (periodical) sales	11,998,000	4,499,000
67-6-329(a)(12)	School books and lunches	11,475,000	4,303,000
67-6-330(a)(3)	First \$150 dues for club membership	8,600,000	3,200,000
67-6-313(g), 321	Railroad rolling stock	6,527,000	1,448,000
67-6-530	Motion picture production	6,700,000	2,500,000
67-6-221	Interstate telecommunications to business (reduced rate)	5,200,000	4,700,000
67-6-329(a)(3-10), (17)	Fertilizers, pesticides, seeds, and related items to nurseries	4,344,000	1,629,000
67-6-329(a)(16)	Magazines and books--printers' nexus	3,538,000	1,327,000
67-6-303	Motor vehicles sold to non-resident military personnel	3,444,000	275,000
67-6-309(a)	Film and transcription rentals	2,751,000	1,032,000
67-6-330(a)(19)	Physical fitness facility fees	2,185,000	819,000
	<b>Corporate Franchise and Excise Tax</b>	<b>\$114,300,000</b>	<b>\$0</b>
67-4-2012 & 2111	Double-weighted sales factor (Franchise & Excise)	38,300,000	NA
67-4-2009	Industrial machinery credit (Excise)	29,500,000	NA
56-4-217, 67-4-2009 & 2109	Phased-in gross premiums credit for insurance comps. (Franchise & Excise)	20,700,000	NA
67-4-2109	Jobs credit (Franchise)	9,200,000	NA
67-4-2009 & 2112	Hospital company tax credit (Franchise & Excise)	9,000,000	NA
67-4-2108	Cap on value of inventories (Franchise)	7,600,000	NA
	<b>Motor Vehicle Registration Fees</b>	<b>\$3,140,500</b>	<b>\$0</b>
55-4-223	Government vehicles	1,462,200	NA
55-4-228(c)(1)	Enlisted members of the Tennessee National Guard	215,200	NA
55-4-235, 236, 237	Former POWs, medal of honor recipients, and disabled veterans	171,800	NA
55-4-113(7)	Special Zone Tags - Class 1	716,500	NA
55-4-113(7), 124	Special Zone Tags - Class 2	251,400	NA
55-21-103(a)(l)	Handicapped person fee	42,200	NA
55-21-103(b)(2)(a)(c)	Handicapped person placards	281,200	NA
	<b>Gross Receipts Taxes</b>	<b>\$226,150,000</b>	<b>\$0</b>
67-4-402	Bottlers - Franchise and excise tax credit	1,500,000	NA
67-4-506(a), 67-4-402(d)	Vending Machines Sales - Franchise and excise tax credit	400,000	NA
67-4-405(b)	Gas, Water, and Electric Companies - Government operations exempt	220,200,000	NA
67-4-405(d)	Gas, Water, and Electric Companies -Franchise and excise tax credit	4,000,000	NA
67-4-405(f)	Gas, Water, and Electric Companies - \$5,000 exemption	50,000	NA
	<b>Miscellaneous Taxes</b>	<b>\$130,088,000</b>	<b>\$0</b>
67-2-104(a)	Standard Exemption on the income tax	18,800,000	NA
67-8-315(a)(6)	Standard Deduction on the inheritance and gift tax	71,800,000	NA
67-8-316(a)	Marital Deduction on the inheritance and gift tax	37,600,000	NA
67-3-401(a)	Exemption of governmental entities from the special petroleum tax	1,400,000	NA
67-4-409(b)(4)	Mortgage Tax - \$2,000 exemption	488,000	NA
	<b>Total Revenue Loss</b>	<b>\$1,649,106,500</b>	<b>\$406,067,000</b>

Source: Tennessee Departments of Revenue and Safety



# Financial Statements

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**General Fund  
Comparative Balance Sheet  
June 30, 1999, and June 30, 2000**

	<b>June 30, 1999</b>	<b>June 30, 2000</b>
<b>Assets</b>		
Cash and Cash Equivalents	\$194,694,000	\$402,318,000
Receivables:		
Taxes	344,651,000	330,943,000
Due from Other Governments	386,027,000	611,425,000
Interest	17,972,000	16,341,000
Other	12,842,000	237,453,000
Advances to Component Units	190,000	180,000
Due from Other Funds	249,310,000	245,108,000
Due from Component Units	5,212,000	3,530,000
Food Stamps	49,246,000	498,000
Prepayments	24,000	15,000
	<b>\$1,260,168,000</b>	<b>\$1,847,811,000</b>
 <b>Liabilities and Fund Balance</b>		
Liabilities:		
Warrants Payable	\$38,829,000	\$67,190,000
Accounts Payable and Accrued Liabilities	430,810,000	609,353,000
Accrued Payroll and Related Deductions	40,126,000	41,411,000
Due to Other Funds	8,949,000	8,840,000
Due to Component Units	2,075,000	4,231,000
Deferred Revenue	192,014,000	173,915,000
Deposits Payable	80,000	158,000
	<b>\$712,883,000</b>	<b>\$905,098,000</b>
 Fund Balance:		
Reserved for Related Assets	\$3,201,000	\$3,743,000
Reserved for Encumbrances and Contracts	8,272,000	11,719,000
Reserved for Continuing Appropriations	279,183,000	303,753,000
Reserved for Other Specific Purposes	31,706,000	252,021,000
Unreserved:		
Designated for Revenue Fluctuations	127,000,000	165,100,000
Designated for Other Specific Purposes	97,851,000	206,214,000
Undesignated	72,000	163,000
	<b>\$547,285,000</b>	<b>\$942,713,000</b>
<b>Total Fund Balance</b>	<b>\$547,285,000</b>	<b>\$942,713,000</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$1,260,168,000</b>	<b>\$1,847,811,000</b>

**Education Fund**  
**Comparative Balance Sheet**  
**June 30, 1999, and June 30, 2000**

	<b>June 30, 1999</b>	<b>June 30, 2000</b>
<b>Assets</b>		
Cash and Cash Equivalents	\$10,000	\$10,000
Receivables:		
Taxes	285,155,000	296,008,000
Due from Other Governments	50,918,000	51,793,000
Other	36,000	339,000
Due from Other Funds	989,000	645,000
Due from Component Units	23,000	0
	<b>\$337,131,000</b>	<b>\$348,795,000</b>
<b>Liabilities and Fund Balance</b>		
Liabilities:		
Warrants Payable	\$1,150,000	\$1,006,000
Accounts Payable and Accrued Liabilities	70,483,000	83,257,000
Accrued Payroll and Related Deductions	2,102,000	2,247,000
Due to Other Funds	249,020,000	244,290,000
Deferred Revenue	2,908,000	1,768,000
	<b>\$325,663,000</b>	<b>\$332,568,000</b>
Fund Balance:		
Reserved for Encumbrances and Contracts	\$448,000	\$1,308,000
Reserved for Continuing Appropriations	10,550,000	14,518,000
Reserved for Other Specific Purposes	470,000	401,000
	<b>\$11,468,000</b>	<b>\$16,227,000</b>
<b>Total Fund Balance</b>	<b>\$11,468,000</b>	<b>\$16,227,000</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$337,131,000</b>	<b>\$348,795,000</b>

**Highway Fund**  
**Comparative Balance Sheet**  
**June 30, 1999, and June 30, 2000**

	<b>June 30, 1999</b>	<b>June 30, 2000</b>
<b>Assets</b>		
Cash and Cash Equivalents	\$338,573,000	\$314,867,000
Receivables:		
Taxes	54,510,000	57,788,000
Due from Other Governments	62,049,000	67,964,000
Other	202,000	130,000
Due from Other Funds	0	8,000
Inventories, at cost	6,679,000	6,265,000
<b>Total Assets</b>	<b>\$462,013,000</b>	<b>\$447,022,000</b>
<b>Liabilities and Fund Balance</b>		
Liabilities:		
Warrants Payable	\$22,527,000	\$31,400,000
Accounts Payable and Accruals:		
Accounts Payable	62,483,000	64,981,000
Contract Retainage	4,701,000	5,675,000
Accrued Payroll and Related Deductions	4,942,000	5,144,000
Due to Other Funds	982,000	1,006,000
Deferred Revenue	5,320,000	6,945,000
Deposits Payable	1,237,000	1,327,000
<b>Total Liabilities</b>	<b>\$102,192,000</b>	<b>\$116,478,000</b>
Fund Balance:		
Reserved for Related Assets	\$6,679,000	\$6,265,000
Reserved for Encumbrances and Contracts	219,949,000	234,073,000
Reserved for Other Specific Purposes:		
Interstate Highways	2,249,000	3,466,000
State Highways	78,465,000	26,744,000
Bridge Replacement	15,005,000	15,249,000
Rural Public Transportation	24,901,000	28,158,000
Other	12,206,000	16,531,000
Unreserved: Designated for Highway Construction	367,000	58,000
<b>Total Fund Balance</b>	<b>\$359,821,000</b>	<b>\$330,544,000</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$462,013,000</b>	<b>\$447,022,000</b>



# Debt Management

Recommended Budget, Fiscal Year 2001-2002

The State Funding Board is empowered as the sole governing body over the issuance of general obligation debt for Tennessee. It was created by the 45th General Assembly through passage of Public Chapter 126, Public Acts of 1887, codified as Title 9, Chapter 9, Section 101 of the Tennessee Code. By statute, the state's full faith and credit, as well as specific tax revenues, are pledged for the payment of principal and interest on state bonds. Additionally, the law covenants that such pledged revenues shall not be less than 150 percent of the amount necessary to service the state's outstanding debt and any debt proposed to be issued. Adequate safeguards are therefore embodied in law against the issuance of excessive debt, and the state's current and future debt service requirements are well below the established legal limits.

Over the years, Tennessee has consistently maintained a relatively low debt burden. This has been accomplished through the use of sound, prudent, and conservative debt management practices adopted by the executive and legislative branches of government, with concurrence of the State Funding Board. Such practices include funding of the state's capital program with surplus cash, cancellation of bond authorizations in lieu of issuing debt, creating and maintaining an adequate "Rainy Day Fund" to offset unanticipated revenue shortfalls, and the adoption of state statutes to control the issuance of excessive debt.

This consistent and conservative approach to the management of our debt has long earned the state favorable bond ratings from the nation's leading rating agencies. Fitch Investment Services rates the state of Tennessee bonds AAA, Standard and Poor's Corporation AA+, and Moody's Investors Service Aa-1. Such favorable ratings have consistently enabled the state to market its bonds at very low rates of interest as compared with many other states and local governments.

The state sold \$150 million in general obligation bonds in August of 2000. No bond sales were conducted in fiscal year 1999-2000. At least one additional general obligation bond sale is anticipated to occur prior to the close of this fiscal period. As of June 30, 2000, Tennessee's total general obligation bonded indebtedness was \$858,273,000. This debt was issued entirely for institutional and building construction.

The second session of the 101st General Assembly approved new authorizations in the amount of \$204,390,000. Of this amount, institutional and building bonds accounted for \$97.290 million, the Facilities Revolving Fund \$19.4 million, and highway bonds \$87.7 million.

The practice of using the state's cash flow to finance road projects in lieu of issuing debt has been one of the key factors in Tennessee's ability to secure and retain very high bond ratings. Consistent with this long standing policy, the Funding Board, within the last 18 months has cancelled \$171.5 million in highway bond authorizations and \$34.8 million in institutional and building construction bonds.

The increase in bond authorization coupled with the Funding Board's action on bond cancellation reduced the category of authorized but unissued bonds to \$1,199,201,173, a reduction of \$65,021,327 from a year ago.

The FY 2001-2002 proposed budget recommends the authorization of an additional \$80,000,000 in highway construction bonds, \$147,700,000 in institutional and building bonds, and \$56,630,000 in cash to finance capital projects. The proposed budget also includes \$61.3 million in bond authorization for the Facilities Revolving Fund.

Tennessee's commitment to prudent and conservative debt management should ensure continued excellent ratings from the rating agencies and allow the state to receive very competitive rates of interest on future issues.

**Debt Service Fund**  
**Comparative Balance Sheet**  
**June 30, 1999, and June 30, 2000**

	<b>June 30, 1999</b>	<b>June 30, 2000</b>
<b>Assets</b>		
Cash and Cash Equivalents	\$207,000	\$814,000
Receivables:		
Taxes	3,430,000	3,559,000
Advances to Component Units	16,000,000	14,800,000
<b>Total Assets</b>	<b>\$19,637,000</b>	<b>\$19,173,000</b>
 <b>Liabilities and Fund Balance</b>  		
<b>Liabilities:</b>		
Warrants Payable	\$178,000	\$0
Accounts Payable and Accruals	2,124,000	1,623,000
Deferred Revenue	16,000,000	14,800,000
<b>Total Liabilities</b>	<b>\$18,302,000</b>	<b>\$16,423,000</b>
 <b>Fund Balance:</b>		
Unreserved: Designated for Debt Service	\$1,335,000	\$2,750,000
<b>Total Fund Balance</b>	<b>\$1,335,000</b>	<b>\$2,750,000</b>
 <b>Total Liabilities and Fund Balance</b>	 <b>\$19,637,000</b>	 <b>\$19,173,000</b>

**Debt Service Fund**  
**Statement of Revenues, Expenditures, and Requirements**  
**July 1, 1999 - June 30, 2002**

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Estimated 2001-2002</u>
<b>Unreserved Fund Balance, July 1</b>	<b>\$1,335,000</b>	<b>\$2,750,000</b>	<b>\$555,000</b>
Tax Revenues:			
Gasoline Tax	\$83,800,000	\$87,700,000	\$80,000,000
Franchise Tax	18,000,000	18,000,000	18,000,000
Excise Tax	100,300,000	97,200,000	108,200,000
Sales Tax	37,787,000	40,400,000	41,200,000
Motor Vehicle Title Fees	2,395,000	2,700,000	2,700,000
<b>Total Tax Revenues</b>	<b>\$242,282,000</b>	<b>\$246,000,000</b>	<b>\$250,100,000</b>
Other Revenues:			
Sports Authority	\$3,501,000	\$3,996,000	\$3,993,000
State Parks	0	1,613,000	1,792,000
State Golf Courses	0	475,000	950,000
Interest on Investments	515,000	0	0
Community Provider Pooled Loans	2,087,000	0	0
<b>Total Other Revenues</b>	<b>\$6,103,000</b>	<b>\$6,084,000</b>	<b>\$6,735,000</b>
<b>Total Available Funds</b>	<b>\$249,720,000</b>	<b>\$254,834,000</b>	<b>\$257,390,000</b>
<b>Appropriations, Transfers, and Fund Balance</b>			
Debt Service Appropriations for:			
Outstanding Bonds @ 6/30/2000	\$115,578,000	\$107,779,000	\$104,504,000
August 2000 Bond Sale (\$150,000,000)	0	8,700,000	10,993,000
Community Provider Pooled Loans - Repaid	1,200,000	0	0
Unissued Capital Outlay Projects Bonds (\$394,695,621)	0	0	43,417,000
Proposed Capital Outlay Projects Bonds (\$147,700,000)	0	0	16,247,000
Short Term Interest	5,481,000	5,925,000	0
Short Term Interest - Golf Courses (\$16,500,000)	0	475,000	950,000
Interest on Community Provider Pooled Loans	887,000	0	0
Debt Service Expense	637,000	800,000	725,000
<b>Total Debt Service Appropriations</b>	<b>\$123,783,000</b>	<b>\$123,679,000</b>	<b>\$176,836,000</b>
Transfers to Other Funds:			
Highway Fund	\$83,800,000	\$87,700,000	\$80,000,000
General Fund	35,687,000	39,200,000	0
Capital Projects Fund - Technology Centers	3,700,000	3,700,000	0
<b>Total Transfers to Other Funds</b>	<b>\$123,187,000</b>	<b>\$130,600,000</b>	<b>\$80,000,000</b>
<b>Total Appropriations and Transfers</b>	<b>\$246,970,000</b>	<b>\$254,279,000</b>	<b>\$256,836,000</b>
<b>Unreserved Fund Balance, June 30</b>	<b>\$2,750,000</b>	<b>\$555,000</b>	<b>\$554,000</b>

**Bond Fund**  
**Statement of Bonds Authorized and Unissued**  
**June 30, 1999 - June 30, 2001**

<u>Year</u>	<u>Authority</u>	<u>Description</u>	<u>June 30, 1999</u>	<u>June 30, 2000</u>	<u>June 30, 2001*</u>
1985	Chapter 425	Data Processing Equipment - Telephone Systems	\$8,340,400	\$8,340,400	\$8,340,400
1986	Chapter 875	Data Processing Equipment	505,000	505,000	505,000
1988	Chapter 945	Capital Outlay Projects	100	100	100
1989	Chapter 525	Higher Education	300	300	300
1989	Chapter 525	Data Processing Equipment	356,000	356,000	356,000
1990	Chapter 947	Capital Outlay Projects	307,400	307,400	80,235
1990	Chapter 947	Facilities Revolving Fund	149,300	149,300	149,300
1990	Chapter 947	Equipment Revolving Fund	527,300	527,300	527,300
1991	Chapter 493	Data Processing Equipment	7,997,600	0	0
1992	Chapter 930	Capital Outlay Projects	66,572	66,572	4,190
1992	Chapter 930	Facilities Revolving Fund	37,400	37,400	37,400
1992	Chapter 930	Data Processing Equipment	8,742,000	8,742,000	8,742,000
1992	Chapter 1028	State Parks	735,300	735,300	354,100
1993	Chapter 528	Golf Courses	16,500,000	16,500,000	16,500,000
1993	Chapter 533	Capital Outlay Projects	335,300	335,300	335,300
1993	Chapter 533	Highway Construction	163,800,000	80,000,000	0
1994	Chapter 850	State Parks	3,069,355	3,069,355	283,963
1994	Chapter 850	Data Processing Equipment	13,800,000	13,800,000	13,800,000
1994	Chapter 1009	Higher Education - Technology Centers	11,198,271	8,721,414	8,720,587
1994	Chapter 1010	Capital Outlay Projects	661,518	661,518	43,760
1994	Chapter 1010	Highway Construction	87,700,000	87,700,000	80,000,000
1994	Chapter 1010	Facilities Revolving Fund	4,080,000	4,080,000	991,435
1994	Chapter 1010	Equipment Revolving Fund	11,000,000	6,000,000	6,000,000
1995	Chapter 457	Higher Education - Technology Centers	5,510,475	4,700,278	4,700,278
1995	Chapter 461	Capital Outlay Projects	2,782,741	2,782,741	2,130,975
1995	Chapter 461	Highway Construction	77,000,000	77,000,000	77,000,000
1996	Chapter 908	Higher Education - Technology Centers	14,091,654	13,678,708	13,678,708
1996	Chapter 945	State Parks	12,960,996	12,960,996	3,150,324
1996	Chapter 952	Capital Outlay Projects	100,595,086	84,514,086	39,601,850
1996	Chapter 952	Highway Construction	148,000,000	148,000,000	148,000,000
1996	Chapter 952	Data Processing Equipment	20,000,000	20,000,000	20,000,000
1996	Chapter 990	State Parks	16,000,000	16,000,000	16,000,000
1997	Chapter 535	Capital Outlay Projects	22,599,935	22,599,935	20,726,552
1997	Chapter 535	Highway Construction	75,000,000	75,000,000	75,000,000
1997	Chapter 535	Facilities Revolving Fund	24,900,000	24,900,000	0
1998	Chapter 831	Refund TLDA Community Provider Pooled Loans	27,000,000	25,800,000	25,800,000
1998	Chapter 1103	Capital Outlay Projects	232,127,770	232,127,770	169,884,686
1998	Chapter 1103	Highway Construction	90,000,000	90,000,000	90,000,000
1998	Chapter 1103	Facilities Revolving Fund	17,900,000	17,900,000	8,480,330
1999	Chapter 401	Capital Outlay Projects	40,226,000	40,226,000	37,498,100
1999	Chapter 401	Highway Construction	83,800,000	83,800,000	83,800,000
1999	Chapter 401	Facilities Revolving Fund	13,700,000	13,700,000	13,588,000
2000	Chapter 984	Capital Outlay Projects	0	97,290,000	97,290,000
2000	Chapter 984	Highway Construction	0	87,700,000	87,700,000
2000	Chapter 984	Facilities Revolving Fund	0	19,400,000	19,400,000
<b>Total Bonds Authorized and Unissued</b>			<b>\$1,364,103,773</b>	<b>\$1,450,715,173</b>	<b>\$1,199,201,173</b>
<b>Summary by Purpose:</b>					
		Capital Outlay Projects	\$479,768,773	\$557,277,773	\$430,984,008
		Highway Construction	725,300,000	729,200,000	641,500,000
		Facilities Revolving Fund	60,766,700	80,166,700	42,646,465
		Data Processing Equipment	59,741,000	51,743,400	51,743,400
		Equipment Revolving Fund	11,527,300	6,527,300	6,527,300
		Refund TLDA Loans	27,000,000	25,800,000	25,800,000
<b>Total Bonds Authorized and Unissued</b>			<b>\$1,364,103,773</b>	<b>\$1,450,715,173</b>	<b>\$1,199,201,173</b>

\* This column reflects bonds sold and cancelled in the current fiscal year.

**Bond Fund**  
**Statement of Bonds Sold**  
**July 1, 1998 - June 30, 2001**

<u>Year</u>	<u>Authority</u>	<u>Description</u>	<u>July 1, 1998 - June 30, 1999</u>	<u>July 1, 1999 - June 30, 2000</u>	<u>July 1, 2000 - June 30, 2001*</u>
1988	Chapter 945	Capital Outlay	\$31,068.58	\$0	\$0
1989	Chapter 525	Higher Education	32,709.49	0	0
1990	Chapter 947	Capital Outlay Projects	56,935.09	0	227,165.16
1992	Chapter 930	Capital Outlay Projects	0	0	62,382.45
1992	Chapter 930	Facilities Revolving Fund	145,537.09	0	0
1992	Chapter 1028	State Parks	0	0	381,199.59
1993	Chapter 528	Golf Courses	3,500,000.00	0	0
1993	Chapter 533	Capital Outlay Projects	1,114.40	0	0
1994	Chapter 850	State Parks	9,324,143.87	0	2,785,392.10
1994	Chapter 1009	Technology Centers	46,831.32	0	827.26
1994	Chapter 1010	Capital Outlay Projects	5,954,437.65	0	617,758.34
1994	Chapter 1010	Facilities Revolving Fund	1,892,842.37	0	3,088,564.80
1995	Chapter 461	Capital Outlay Projects	1,428,947.33	0	651,765.77
1996	Chapter 582	Nashville Stadium	19,000,000.00	0	0
1996	Chapter 945	State Parks	1,038,992.31	0	9,810,671.68
1996	Chapter 952	Capital Outlay Projects	95,081,545.22	0	31,098,235.90
1996	Chapter 952	Facilities Revolving Fund	4,147,649.38	0	0
1997	Chapter 535	Capital Outlay Projects	7,300,016.10	0	1,873,382.84
1997	Chapter 535	Facilities Revolving Fund	0	0	24,900,000.00
1998	Chapter 1103	Capital Outlay Projects	12,472,229.80	0	62,243,083.72
1998	Chapter 1103	Facilities Revolving Fund	0	0	9,419,670.28
1999		Cost of Issuance	225,000.00	0	0
1999	Chapter 401	Capital Outlay Projects	0	0	2,727,900.11
1999	Chapter 401	Facilities Revolving Fund	0	0	112,000.00
<b>Total Bonds Sold</b>			<b><u>\$161,680,000.00</u></b>	<b><u>\$0.00</u></b>	<b><u>\$150,000,000.00</u></b>

\* This column reflects bonds sold in the current fiscal year.

**Bond Fund**  
**Statement of Appropriations in Lieu of Issuing Bonds**  
**July 1, 1998 - June 30, 2001**

<b>Year</b>	<b>Authority</b>	<b>Description</b>	<b>July 1, 1998 - June 30, 1999</b>	<b>July 1, 1999 - June 30, 2000</b>	<b>July 1, 2000 - June 30, 2001*</b>
1985	Chapter 425	Data Processing Equipment	\$2,500,000.00	\$0	\$0
1988	Chapter 945	Equipment Revolving Fund	101,344.00	0	0
1989	Chapter 525	Data Processing Equipment	8,159,600.00	0	0
1990	Chapter 947	Equipment Revolving Fund	98,656.00	0	0
1991	Chapter 493	Data Processing Equipment	1,940,400.00	7,997,600.00	0
1992	Chapter 930	Highway Construction	40,000,000.00	0	0
1993	Chapter 533	Highway Construction - Regional Buildings	4,800,000.00	0	0
1993	Chapter 533	Highway Construction	50,000,000.00	83,800,000.00	80,000,000.00
1994	Chapter 1009	Higher Education-Technology Centers	1,660,429.00	2,476,857.00	0
1994	Chapter 1010	Highway Construction	0	0	7,700,000.00
1994	Chapter 1010	Equipment Revolving Fund	5,000,000.00	5,000,000.00	0
1995	Chapter 457	Higher Education-Technology Centers	526,625.00	810,197.00	0
1996	Chapter 582	Nashville Stadium	1,000,000.00	0	0
1996	Chapter 908	Higher Education-Technology Centers	412,946.00	412,946.00	0
1996	Chapter 952	Prison Construction	7,557,000.00	16,081,000.00	13,814,000.00
1996	Chapter 952	MTSU Library	1,387,526.80	0	0
1998	Chapter 831	Community Provider Pooled Loans	0	1,200,000.00	0
1998	Chapter 1103	Zoo Grants	3,000,000.00	0	0
<b>Total Appropriations in Lieu of Issuing Bonds</b>			<b>\$128,144,526.80</b>	<b>\$117,778,600.00</b>	<b>\$101,514,000.00</b>

\*This column reflects bonds cancelled in the current fiscal year.

**Bond Fund**  
**Statement of Bonded Indebtedness**  
**Principal and Interest on Bonded Debt**  
**June 30, 2000**

<b>Outstanding Bonds</b>			
<b>Fiscal Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2000 - 2001	66,420,000	41,359,000	107,779,000
2001 - 2002	66,562,000	37,942,000	104,504,000
2002 - 2003	61,730,000	34,548,000	96,278,000
2003 - 2004	61,397,000	31,459,000	92,856,000
2004 - 2005	61,187,000	30,232,000	91,419,000
2005 - 2006	61,034,000	27,453,000	88,487,000
2006 - 2007	52,373,000	24,287,000	76,660,000
2007 - 2008	46,949,000	21,730,000	68,679,000
2008 - 2009	46,502,000	19,491,000	65,993,000
2009 - 2010	44,906,000	17,307,000	62,213,000
2010 - 2011	44,712,000	15,112,000	59,824,000
2011 - 2012	40,956,000	12,887,000	53,843,000
2012 - 2013	41,175,000	10,820,000	51,995,000
2013 - 2014	35,058,000	8,725,000	43,783,000
2014 - 2015	30,531,000	6,946,000	37,477,000
2015 - 2016	26,355,000	5,390,000	31,745,000
2016 - 2017	21,887,000	4,059,000	25,946,000
2017 - 2018	14,454,000	2,949,000	17,403,000
2018 - 2019	5,715,000	2,204,000	7,919,000
2019 - 2020	2,115,000	1,882,000	3,997,000
2020 - 2021	2,245,000	1,748,000	3,993,000
2021 - 2022	2,390,000	1,606,000	3,996,000
2022 - 2023	2,540,000	1,454,000	3,994,000
2023 - 2024	2,705,000	1,292,000	3,997,000
2024 - 2025	2,875,000	1,120,000	3,995,000
2025 - 2026	3,060,000	936,000	3,996,000
2026 - 2027	3,255,000	740,000	3,995,000
2027 - 2028	3,465,000	532,000	3,997,000
2028 - 2029	3,720,000	275,000	3,995,000
<b>Total</b>	<b>\$858,273,000</b>	<b>\$366,485,000</b>	<b>\$1,224,758,000</b>

NOTE: The statement excludes bonds for sewage treatment works, waterworks construction, and solid waste recovery facilities authorized prior to the enactment of Chapter 785, Public Acts of 1978, the Tennessee Local Development Authority Act. Debt service for these bonds is provided by local governments. The statement also excludes bonds for the State Facilities Revolving Fund. Debt service for the bonds is appropriated to the Facilities Revolving Fund and is expended in the fund. At June 30, 2000 outstanding principal was \$128,675,000 and interest was \$56,151,000.



# Capital Outlay and Facilities Program

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# Capital Budget

Recommended Budget, Fiscal Year 2001 - 2002

The Capital Budget process begins with the receipt of departmental and agency capital maintenance and project requests. The various agencies and departments annually submit their capital requests in priority order to the Department of Finance and Administration, Division of Budget.

Upon receipt of the capital budget requests, three phases of review are undertaken by the Division of Capital Projects and Real Property Management and the Division of Budget. The initial phase allows for an understanding of the need by the Capital Projects and Real Property Management and Budget review teams. Phase two is built upon the technical requirements of the capital request, involving on-site visits by the review teams. The final phase involves financial review. The projects are analyzed for funding requirements and consistency with program goals and are reviewed within projected availability of funds in the budget for the requested fiscal year. If funds are deemed to be insufficient, individual projects may be deferred to be included in future budgets or rejected.

The Administration intends for the needs of departmental programs to be the impetus for all capital outlay requirements. Facilities funded through the capital budget process should support program and service requirements. Therefore, funding of projects is analyzed on priority of fiscal support for individual existing and new programs. The goal is to find the best mix of new capital outlay and facility maintenance in order to sustain and implement programs and services.

The management of facilities should be flexible enough to adjust to changing programs through renovation of existing assets. Attempts are made to minimize operational costs and future capital expenditures through better design and more flexible layouts, as has been done in the state's new prisons. In the event that a capital

project creates the need for additional operational funding, those funds are considered in the development of the budget in the year when the new space is expected to be occupied.

Improvements to real property funded by public or private funds must be approved by the State Building Commission. The State Building Commission is composed of seven ex-officio members: the Governor, the Secretary of State, the Comptroller of the Treasury, the Commissioner of Finance and Administration, the Treasurer, and the Speakers of the Senate and House of Representatives. The State Building Commission, in addition to supervising improvements to real property, oversees leases by state agencies and the demolition of structures located on state property.

The capital items presented in this document as recommendations to the General Assembly consist of projects meeting the requirements and policy guidelines of the State Building Commission. The capital project recommendations are itemized by department.

Capital maintenance projects are defined as major, non-routine repairs, and replacements unrelated to new construction that cost \$100,000 or more. Maintenance projects costing less than this amount are considered to be major maintenance items that are addressed within the departments' operational budget major maintenance programs. Capital maintenance projects include items that appreciably extend the life of the facility, such as alterations to rectify code deficiencies, modifications to improve utility systems, repaving, roof repairs, exterior fencing and lighting, and repair projects that restore a facility to its former condition and do not result in changes in facility use. Funding for these projects is included in the amount allocated to the Department of Finance and Administration, and projects are

## Capital Budget

selected for completion according to the review process outlined above.

Capital projects are defined as those providing new facilities or materially extending the useful life and improving or changing the function of an existing facility. These projects include facility renovation, new construction, new utility or service systems, land with or without buildings, appurtenances, site improvements or permanent betterments, and initial equipment to furnish and operate a new or improved facility which require the assistance of a design professional or cost \$100,000 or more.

For fiscal year 2001-2002, the capital projects budget proposal recommends a total of \$239,147,200 divided between capital outlays and capital maintenance requests.

**Capital Maintenance** — Capital maintenance projects are recommended at a level of \$78,387,000. State bond authorization is recommended in the amount of \$35,520,000 along with \$32,137,000 in state appropriations. Federal and other sources equal the remainder of the total amount. These projects focus on maintaining current facilities, primarily through repair and renovation of roofing, mechanical, and electrical systems. Funding is also included to bring state facilities in line with federal standards for underground storage tanks, asbestos, and citizens with disabilities. The Tennessee Board of Regents and the University of Tennessee are also funded for modifications to assist in compliance with the Americans with Disabilities Act.

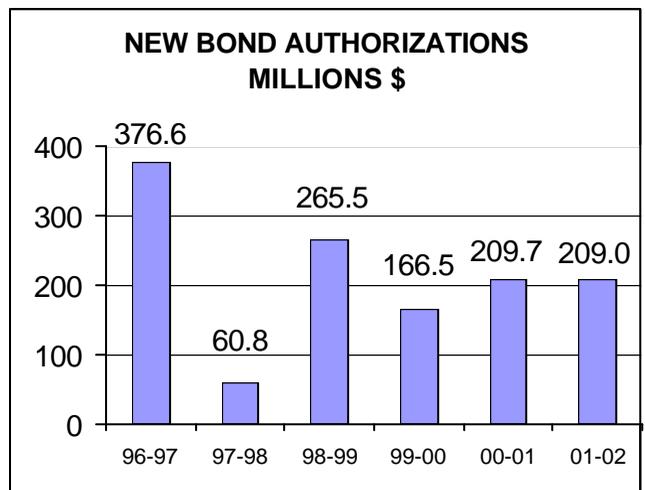
**Capital Outlay** — Capital outlays recommended for this fiscal year total \$160,760,200. State Appropriations in the amount of \$24,493,000 and \$112,180,000 in new Bond Authorizations are requested. Federal and other sources equal the remainder of the total amount.

Projects from dedicated sources of revenue are also recommended for the Departments of Transportation and Tennessee Wildlife Resources Agency.

**Facilities Revolving Fund** — Capital projects and maintenance for the Facilities Revolving Fund is recommended at a funding level of \$69,005,000. Facilities Revolving Fund capital projects are listed in the Facilities Revolving Fund section, which follows the Capital Projects section of this document.

**Operating Costs** — Included within this section is an estimate of the first year operating costs resulting from proposed new construction. Differences in operating costs can be the result of efficiencies from better designs and energy systems or program requirements. Renovation projects, which do not have an impact on operating efficiencies, are considered to be cost neutral. Only those projects, which have been determined to have increases or decreases in operating costs from the current budget, have been included in the schedule.

**New Bond Authorizations** — Capital maintenance, capital outlay and Facilities Revolving Fund requests will require new bond authorizations totaling \$209,000,000.



# Proposed Capital Appropriations from Bonds, Current Funds, and Other Revenues Fiscal Year 2001-2002

CAPITAL OUTLAYS	COUNTY	TOTAL	STATE	BONDS	FEDERAL	OTHER
<b>Childrens Services</b>						
Woodland Hills Violent Offender Improvements	Davidson	2,299,000	249,000	0	2,050,000	0
Woodland Hills Programmatic Segregation Unit	Davidson	870,000	30,000	840,000	0	0
Mountain View New Maintenance/Warehouse	Jefferson	970,000	70,000	900,000	0	0
Mountain View Programmatic Segregation Unit	Jefferson	870,000	30,000	840,000	0	0
Taft Youth Center New Multi-Purpose Building	Bledsoe	1,750,000	65,000	1,685,000	0	0
		<b>\$6,759,000</b>	<b>\$444,000</b>	<b>\$4,265,000</b>	<b>\$2,050,000</b>	<b>\$0</b>
<b>Correction</b>						
Maintenance	Statewide	5,490,000	0	0	0	5,490,000
New Projects Initial Planning & Site work	Statewide	16,962,200	0	0	0	16,962,200
		<b>\$22,452,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$22,452,200</b>
<b>Environment and Conservation</b>						
Paris Landing State Park Kitchen Expansion	Henry	1,283,000	33,000	1,250,000	0	0
Statewide Small Projects Construction	Statewide	500,000	500,000	0	0	0
Warriors Path State Park Safety Crossing	Sullivan	247,000	247,000	0	0	0
Cumberland Mt. State Park Sewer Plant Replacement	Cumberland	1,735,000	1,735,000	0	0	0
Tims Ford State Park Sewer Plant Replacement	Franklin	1,482,000	32,000	1,450,000	0	0
		<b>\$5,247,000</b>	<b>\$2,547,000</b>	<b>\$2,700,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Finance and Administration</b>						
Fort Campbell Museum Grant	Montgomery	1,000,000	1,000,000	0	0	0
Country Music Hall of Fame Grant	Davidson	1,000,000	1,000,000	0	0	0
		<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Human Services</b>						
TN Rehabilitation Center Security Upgrade	Rutherford	521,000	112,000	0	409,000	0
		<b>\$521,000</b>	<b>\$112,000</b>	<b>\$0</b>	<b>\$409,000</b>	<b>\$0</b>
<b>Mental Health &amp; Developmental Disabilities</b>						
Moccasin Bend MHI- Maintenance	Hamilton	2,600,000	2,600,000	0	0	0
New Lakeshore MHI Initial Planning & Design	Knox	1,100,000	1,100,000	0	0	0
Memphis MHI Main Building Sprinkler System	Shelby	905,000	15,000	890,000	0	0
		<b>\$4,605,000</b>	<b>\$3,715,000</b>	<b>\$890,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Military Department</b>						
New Tazewell ANG Readiness Center Construction	Claiborne	3,800,000	90,000	700,000	2,850,000	160,000
Smyrna Battalion Contonement Area Phase 2	Rutherford	843,000	0	0	843,000	0
Smyrna VTSS Motor Vehicle Storage Area	Rutherford	310,000	0	0	310,000	0
Smyrna VTSS Post Chapel	Rutherford	50,000	0	0	50,000	0
Smyrna VTSS Construct Two Storage Buildings	Rutherford	228,000	0	0	228,000	0
Smyrna VTSS Construct Training Obstacle Course	Rutherford	225,000	0	0	225,000	0
		<b>\$5,456,000</b>	<b>\$90,000</b>	<b>\$700,000</b>	<b>\$4,506,000</b>	<b>\$160,000</b>

## Proposed Capital Appropriations from Bonds, Current Funds, and Other Revenues Fiscal Year 2001-2002

CAPITAL OUTLAYS	COUNTY	TOTAL	STATE	BONDS	FEDERAL	OTHER
<b>Tennessee Board of Regents</b>						
Maintenance	Statewide	20,400,000	8,858,000	11,542,000	0	0
SWTCC Priority Master Plan Implementation	Shelby	500,000	500,000	0	0	0
Lease Purchase & Replacement Fund	Statewide	2,000,000	100,000	1,900,000	0	0
APSU McCord Building Renovation	Montgomery	6,590,000	2,425,000	4,165,000	0	0
ETSU Sherrod Library Renovation	Washington	9,990,000	1,320,000	8,670,000	0	0
WSCC College Center Renovation	Hamblen	4,250,000	850,000	3,400,000	0	0
PSTCC Academic Building & Plant Renovation	Knox	6,070,000	575,000	5,495,000	0	0
DSCC LRC, Eller & Glover Addition & Renovation	Dyer	9,130,000	2,740,000	6,390,000	0	0
NESTCC New Humanities Building	Sullivan	13,280,000	875,000	12,405,000	0	0
Univ Memphis Performing Arts Center	Shelby	15,000,000	0	15,000,000	0	0
		<b>\$87,210,000</b>	<b>\$18,243,000</b>	<b>\$68,967,000</b>	<b>\$0</b>	<b>\$0</b>
<b>University of Tennessee</b>						
Maintenance	Statewide	14,085,000	4,197,000	9,888,000	0	0
UTK Glocker Building Renovation & Addition	Knox	23,500,000	4,000,000	19,500,000	0	0
UTMHSC College of Pharmacy Building	Shelby	31,500,000	4,800,000	26,700,000	0	0
		<b>\$69,085,000</b>	<b>\$12,997,000</b>	<b>\$56,088,000</b>	<b>\$0</b>	<b>\$0</b>
<b>Statewide</b>						
Maintenance	Statewide	35,812,000	16,482,000	14,090,000	5,240,000	0
		<b>\$35,812,000</b>	<b>\$16,482,000</b>	<b>\$14,090,000</b>	<b>\$5,240,000</b>	<b>\$0</b>
<b>Grand Total</b>		<b>\$239,147,200</b>	<b>\$56,630,000</b>	<b>\$147,700,000</b>	<b>\$12,205,000</b>	<b>\$22,612,200</b>

**Projects Funded from Dedicated Revenues  
Fiscal Year 2001-2002**

	<u>COUNTY</u>	<u>TOTAL</u>	<u>STATE</u>	<u>BONDS</u>	<u>FEDERAL</u>	<u>OTHER</u>
<b>Tennessee Wildlife Resources Agency</b>						
Nashville Central Office Roof Replacement	Davidson	145,000	0	0	0	145,000
Obion River WMA - Wetlands Development*	Dyer	0	0	0	0	0
Region 4 Fisheries Lab & Office Upgrade	Hamblen	75,000	0	0	0	75,000
Boating Work Base Storage Building	Benton	120,000	0	0	0	120,000
<b>Total</b>		<b>\$340,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$340,000</b>
* The U.S. Army Corps of Engineers will construct approximately \$2,900,000 worth of water structures on State-owned Wetlands to provide waterfowl habitat.						
<b>Transportation</b>						
Underground Storage Tank Remediation	Statewide	1,000,000	0	0	0	1,000,000
Renovate 4 Weight Scale Buildings	Statewide	300,000	0	0	0	300,000
Region 4 Engineer Office Relocation	Shelby	200,000	0	0	0	200,000
Region 3 Purchase Building & Lot	Cheatham	150,000	0	0	0	150,000
Region 3 Radio Shop Replacement	Cheatham	700,000	0	0	0	700,000
Region 3 Renovate 5 District Offices	Areawide	4,750,000	0	0	0	4,750,000
Region 2 New Highway Sign Shop	Hamilton	250,000	0	0	0	250,000
Region 1 Reroof 4 Maintenance Buildings	Areawide	80,000	0	0	0	80,000
New Salt Bin Construction	Statewide	720,000	0	0	0	720,000
Region 1 Salt Bin Replacement	Knox	300,000	0	0	0	300,000
Region 1 New Storage Building	Knox	75,000	0	0	0	75,000
Region 4 Two Metal Storage Buildings	Madison	60,000	0	0	0	60,000
Region 3 Maintenance Building Relocation	Maury	650,000	0	0	0	650,000
Region 2 New Maintenance Building	Putnam	150,000	0	0	0	150,000
Asphalt Storage Tank Removal	Statewide	100,000	0	0	0	100,000
<b>Total</b>		<b>\$9,485,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$9,485,000</b>
<b>Grand Total</b>		<b>\$9,825,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$9,825,000</b>

**Projected First Year Operating Costs for New Facilities  
Recommended as Projects for Fiscal Year 2001-2002**

	<u>COUNTY</u>	<u>TOTAL</u>	<u>UTILITIES</u>	<u>MAINTENANCE</u>	<u>PROGRAM</u>
<b>Childrens Services</b>					
Mt. View New Maintenance/Warehouse	Jefferson	29,600	21,000	0	8,600
Mt. View Program Segregation Unit	Jefferson	254,700	22,000	2,200	230,500
Woodland Hills Program Segregation Unit	Davidson	254,700	22,000	2,200	230,500
		<b>\$539,000</b>	<b>\$65,000</b>	<b>\$4,400</b>	<b>\$469,600</b>
<b>Military</b>					
New Tazewell Readiness Center	Claiborne	12,000	12,000	0	0
Battalion Contonement Area Phase 2	Rutherford	12,000	12,000	0	0
Smyrna VTSS Phase 1 Dormitory	Rutherford	12,000	12,000	0	0
Smyrna VTSS Post Chapel	Rutherford	4,000	4,000	0	0
Smyrna VTSS 2 Storage Buildings	Rutherford	4,000	4,000	0	0
Smyrna Training Obstacle Course	Rutherford	500	500	0	0
		<b>\$44,500</b>	<b>\$44,500</b>	<b>\$0</b>	<b>\$0</b>
<b>TN Board of Regents</b>					
NESTCC New Humanities Building	Sullivan	212,000	212,000	0	0
		<b>\$212,000</b>	<b>\$212,000</b>	<b>\$0</b>	<b>\$0</b>
<b>University of Tennessee System</b>					
UTK Glocker Building Renov & Addition	Knox	641,000	288,000	353,000	0
UTMCHS New Pharmacy Building	Shelby	1,050,000	450,000	600,000	0
		<b>\$1,691,000</b>	<b>\$738,000</b>	<b>\$953,000</b>	<b>\$0</b>
<b>Grand Total</b>		<b>\$2,486,500</b>	<b>\$1,059,500</b>	<b>\$957,400</b>	<b>\$469,600</b>

## Proposed Capital Projects from School Bonds and Other Sources Fiscal Year 2001-2002

	<u>TOTAL</u>	<u>TSSBA</u>	<u>INSTITUTIONAL/ AUXILIARY</u>	<u>OTHER</u>
<b>Systemwide</b>				
CFC Chiller Replacements	2,750,000	2,750,000	0	0
	<u>\$2,750,000</u>	<u>\$2,750,000</u>	<u>\$0</u>	<u>\$0</u>
<b>Austin Peay State University</b>				
Athletic Facilities Upgrades	150,000	0	0	150,000
Eighth Street Parking Lot- Phase 2	150,000	0	150,000	0
Emerald Hill Apts 1-12 Reroof & other Repairs	1,020,000	1,020,000	0	0
Married Student & Residence Village Apartments	15,570,000	15,570,000	0	0
	<u>\$16,890,000</u>	<u>\$16,590,000</u>	<u>\$150,000</u>	<u>\$150,000</u>
<b>East Tennessee State University</b>				
Dormitory Facilities Study	250,000	0	250,000	0
	<u>\$250,000</u>	<u>\$0</u>	<u>\$250,000</u>	<u>\$0</u>
<b>Middle Tennessee State University</b>				
North Tennessee Boulevard Widening	500,000	0	500,000	0
Keathley University Center Renovation	1,250,000	0	1,250,000	0
Housing Renovation- Phase 1	15,000,000	15,000,000	0	0
Honors College	4,150,000	0	150,000	4,000,000
Music & Communications Add Program Developmnt	100,000	0	100,000	0
Observatory Relocation	500,000	0	500,000	0
Purchased Facilities Renovations	950,000	0	950,000	0
Outdoor Recreation Replacements	590,000	0	590,000	0
Tennis Facilities	250,000	0	0	250,000
Nursing Building Addition	4,650,000	0	0	4,650,000
	<u>\$27,940,000</u>	<u>\$15,000,000</u>	<u>\$4,040,000</u>	<u>\$8,900,000</u>
<b>Tennessee State University</b>				
AWC & Power Plant Boiler Replacements	200,000	200,000	0	0
Biology Facility Upgrades	110,000	0	110,000	0
Dormitories Repairs	600,000	0	600,000	0
Food Service Facilities Renovation	1,170,000	0	1,170,000	0
Hankal Hall Renovation for Administration	410,000	0	410,000	0
Street Pavement Repair	300,000	0	300,000	0
	<u>\$2,790,000</u>	<u>\$200,000</u>	<u>\$2,590,000</u>	<u>\$0</u>
<b>Tennessee Technological University</b>				
Residence Hall Replacement	13,000,000	13,000,000	0	0
Soccer & Football Practice Field Lighting	340,000	0	0	340,000
	<u>\$13,340,000</u>	<u>\$13,000,000</u>	<u>\$0</u>	<u>\$340,000</u>
<b>University of Memphis</b>				
Performing Arts Center (Non-Appropriated Portion)	18,000,000	0	0	18,000,000
Central Avenue Safety Improvements	4,940,000	0	3,380,000	1,560,000
Conlee Street Parking Extensions	1,125,000	0	562,000	563,000
McCord Hall Academic Renovations	700,000	0	700,000	0
North Shelby Campus- Phase 1	1,000,000	0	0	1,000,000
	<u>\$25,765,000</u>	<u>\$0</u>	<u>\$4,642,000</u>	<u>\$21,123,000</u>
<b>Chattanooga State Tech Community College</b>				
Ballfields Lighting Additions	240,000	0	240,000	0
	<u>\$240,000</u>	<u>\$0</u>	<u>\$240,000</u>	<u>\$0</u>
<b>Jackson State Community College</b>				
Precision Agriculture Building	2,800,000	0	0	2,800,000
	<u>\$2,800,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$2,800,000</u>

**Proposed Capital Projects from School Bonds and Other Sources  
Fiscal Year 2001-2002**

	<u>TOTAL</u>	<u>TSSBA</u>	<u>INSTITUTIONAL/ AUXILIARY</u>	<u>OTHER</u>
<b>Motlow State Community College</b>				
Softball & Baseball Facilities Upgrades	320,000	0	0	320,000
	<u>\$320,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$320,000</u>
<b>Nashville State Technical Institute</b>				
IBEW Classroom Addition	130,000	0	30,000	100,000
	<u>\$130,000</u>	<u>\$0</u>	<u>\$30,000</u>	<u>\$100,000</u>
<b>Pellissippi State Technical Community College</b>				
Modular Buildings	170,000	0	170,000	0
	<u>\$170,000</u>	<u>\$0</u>	<u>\$170,000</u>	<u>\$0</u>
<b>Total for Tennessee Board of Regents System</b>	<u>\$93,385,000</u>	<u>\$47,540,000</u>	<u>\$12,112,000</u>	<u>\$33,733,000</u>
<b>University of Tennessee Chattanooga</b>				
Intramural Center	1,300,000	0	1,300,000	0
	<u>\$1,300,000</u>	<u>\$0</u>	<u>\$1,300,000</u>	<u>\$0</u>
<b>University of Tennessee Knoxville</b>				
Research Facility- 95,000 GSF all colleges	20,000,000	20,000,000	0	0
Neyland-Thompson Sports Center Add (Planning)	500,000	0	500,000	0
Stokely Athletic Center Renovation (Planning)	500,000	0	500,000	0
Neyland Stadium Assembly Center	2,000,000	0	2,000,000	0
Golf Team Facility	500,000	0	500,000	0
Intercollegiate Swim Facility (Planning)	700,000	0	700,000	0
Greve Hall Roof Replacement	310,000	0	310,000	0
Residence Hall HVAC Improvements	1,300,000	0	1,300,000	0
Clement Hall Fire Alarm Upgrade	800,000	0	800,000	0
Golf Range Apartments Window Replacement	950,000	0	950,000	0
Parking Garage Improvements	900,000	0	900,000	0
Andy Holt Apartments Elevator Improvements	725,000	0	725,000	0
Hess Hall Window Replacements	1,000,000	0	1,000,000	0
	<u>\$30,185,000</u>	<u>\$20,000,000</u>	<u>\$10,185,000</u>	<u>\$0</u>
<b>University of Tennessee Memphis</b>				
Research Facilities- 95,000 GSF all colleges	22,000,000	22,000,000	0	0
	<u>\$22,000,000</u>	<u>\$22,000,000</u>	<u>\$0</u>	<u>\$0</u>
<b>Total for University of Tennessee System</b>	<u>\$53,485,000</u>	<u>\$42,000,000</u>	<u>\$11,485,000</u>	<u>\$0</u>
<b>Grand Total</b>	<u>\$146,870,000</u>	<u>\$89,540,000</u>	<u>\$23,597,000</u>	<u>\$33,733,000</u>

# Facilities Revolving Fund

Recommended Budget, Fiscal Year 2001 - 2002

The Facilities Revolving Fund (FRF) was established in 1988 to provide efficient management of the state office and warehousing facilities. State agencies are charged a fair market rate for the space they occupy. These revenues, along with any necessary current services revenue and reserve funds constitute the operating funds for FRF.

The fund pays for facilities management costs of state owned and leased office and warehouse space. These costs include debt service on buildings financed with bonds, routine and major maintenance, relocation expenses and furniture for state agencies, and payments for leased office space not

owned by the state but occupied by state agencies.

While FRF is administered by the Commissioner of Finance and Administration, the departments of General Services and Finance and Administration manage the daily operations of the fund. General Services operates, maintains, and manages FRF facilities. Finance and Administration constructs and renovates facilities through its Division of Capital Projects and Real Property Management with approval of the State Building Commission. The division also assigns space to agencies, handles lease acquisitions, and provides relocation services and furniture to agencies.

The Department of General Services maintains the daily upkeep of FRF facilities through Operational Maintenance. Items such as contracts for janitorial and security services are funded through this allotment.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>
<b>501.01 Operational Maintenance</b>			
Payroll	0	0	0
Operational	36,141,100	36,227,900	<b>36,586,000</b>
<b>Total</b>	<b>\$36,141,100</b>	<b>\$36,227,900</b>	<b>\$36,586,000</b>
State	4,023,600	0	0
Federal	0	0	0
Other	32,117,500	36,227,900	<b>36,586,000</b>

The Department of General Services makes standard repairs and handles regular maintenance of FRF facilities within Project Maintenance. Items such as painting walls, repairing doors, and stopping leaks are paid from this allotment.

## 501.02 General Services Project Maintenance

Payroll	0	0	0
Operational	661,100	1,700,000	<b>1,700,000</b>
<b>Total</b>	<b>\$661,100</b>	<b>\$1,700,000</b>	<b>\$1,700,000</b>
State	100	0	0
Federal	0	0	0
Other	661,000	1,700,000	<b>1,700,000</b>

The Department of Finance and Administration assigns and leases space to state agencies, negotiates and pays for leases in non-state owned buildings, and pays for moving and furniture expenses, within the Facilities Management allotment.

	<u>Actual</u> <u>1999-2000</u>	<u>Estimated</u> <u>2000-2001</u>	<u>Base</u> <u>2001-2002</u>
<b>501.03 Facilities Management</b>			
Payroll	0	0	0
Operational	22,464,700	26,980,000	<b>24,813,000</b>
<b>Total</b>	<b>\$22,464,700</b>	<b>\$26,980,000</b>	<b>\$24,813,000</b>
State	0	0	0
Federal	0	0	0
Other	22,464,700	26,980,000	<b>24,813,000</b>

The Department of Finance and Administration's Capital Projects and Real Property Management Division coordinates maintenance and new construction activities for the state-owned buildings in FRF. Included in the recommended FRF Capital Projects budget are funds for statewide maintenance as well as capital outlay projects.

**501.04 Capital Projects**

Payroll	0	0	0
Operational	229,000	5,523,000	<b>7,705,000</b>
<b>Total</b>	<b>\$229,000</b>	<b>\$5,523,000</b>	<b>\$7,705,000</b>
State	0	0	0
Federal	0	0	0
Other	229,000	5,523,000	<b>7,705,000</b>

**501.05 Debt Service**

Payroll	0	0	0
Operational	18,101,500	22,268,000	<b>23,000,000</b>
<b>Total</b>	<b>\$18,101,500</b>	<b>\$22,268,000</b>	<b>\$23,000,000</b>
State	0	0	0
Federal	0	0	0
Other	18,101,500	22,268,000	<b>23,000,000</b>

**501.00 Facilities Revolving Fund Total**

Payroll	0	0	0
Operational	77,597,400	92,698,900	<b>93,804,000</b>
<b>Total</b>	<b>\$77,597,400</b>	<b>\$92,698,900</b>	<b>\$93,804,000</b>
State	4,023,700	0	0
Federal	0	0	0
Other	73,573,700	92,698,900	<b>93,804,000</b>

**Proposed Facilities Revolving Fund Capital Appropriations  
from Bonds and Current Funds  
Fiscal Year 2001-2002**

	<u>COUNTY</u>	<u>TOTAL</u>	<u>FRF CURRENT</u>	<u>BONDS</u>
Capital Maintenance	Statewide	10,530,000	4,380,000	6,150,000
New Nashville State Office Building	Davidson	35,500,000	1,500,000	34,000,000
State Capitol Complex Security Upgrade Phase 3	Davidson	400,000	300,000	100,000
Legislative Plaza Interior Renovation	Davidson	5,000,000	1,000,000	4,000,000
Tennessee Tower Phase 3 Renovation	Davidson	6,000,000	100,000	5,900,000
Foster Ave. Title & Registration Building Feasibility Study	Davidson	100,000	100,000	0
James K. Polk Building Phase 3 Renovation	Davidson	1,500,000	100,000	1,400,000
James K. Polk Building Dept. Personnel Floors Renovation	Davidson	2,200,000	50,000	2,150,000
Safety WTN Communications Center Additional Funding	Areawide	1,075,000	75,000	1,000,000
Columbia One-Stop Facility Additional Funding	Maury	4,200,000	0	4,200,000
New Drivers License Station	Sumner	750,000	50,000	700,000
Memphis Probation/Parole Build-to-Suit Office Building	Shelby	1,750,000	50,000	1,700,000
<b>Grand Total</b>		<b><u><u>\$69,005,000</u></u></b>	<b><u><u>\$7,705,000</u></u></b>	<b><u><u>\$61,300,000</u></u></b>

# Program Statements by Functional Area

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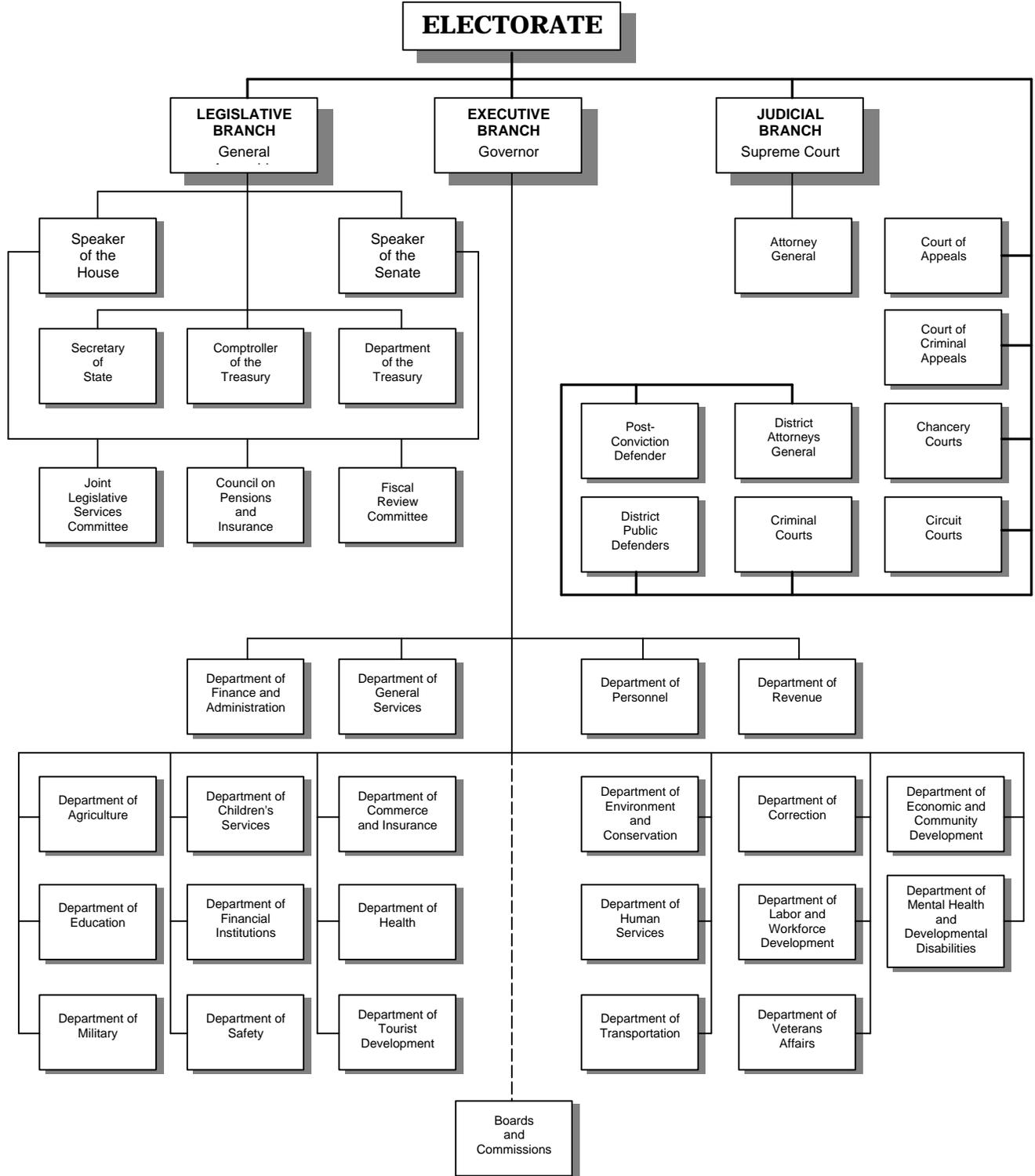
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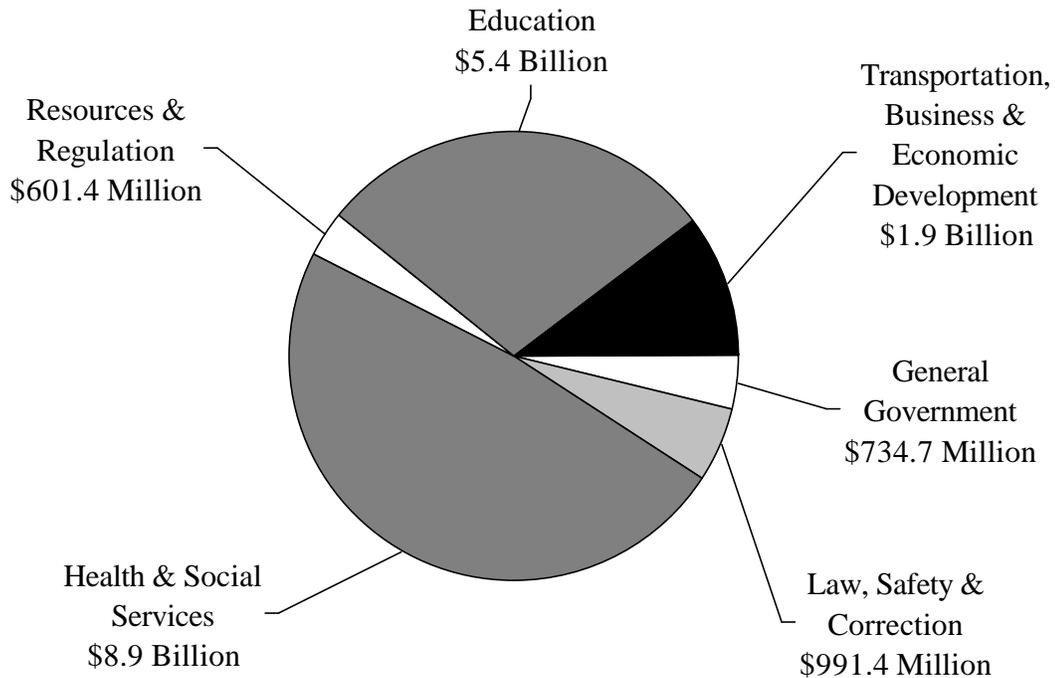
# TENNESSEE STATE GOVERNMENT ORGANIZATIONAL CHART

FISCAL YEAR 2001 - 2002





## Funds by Program Area FY 2001 - 2002 Recommended



**\$18,575,336,200 Total**

The departments and agencies of state government are grouped into six broad “functional areas.” This chart summarizes the FY 2001 - 2002 recommended funding allocated by area. The following sections of the budget document provide detailed information about the activities of each group.

**General Government**  
**Recommended Budget for Fiscal Year 2001-2002**  
**By Funding Source**

<b>Department</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
301.00 Legislature	27,600,800	0	137,500	27,738,300
305.00 Secretary of State	23,280,900	2,946,700	4,364,400	30,592,000
307.00 Comptroller of the Treasury	42,484,300	0	8,478,700	50,963,000
309.00 Treasury Department	556,100	0	15,126,600	15,682,700
313.00 Claims and Compensation	8,238,000	2,022,000	41,659,500	51,919,500
315.00 Executive Department	3,930,400	0	0	3,930,400
316.04 Human Rights Commission	1,407,100	433,900	154,600	1,995,600
316.11 Tennessee Regulatory Authority	7,261,600	283,200	42,000	7,586,800
316.12 Advisory Commission on Intergovernmental Relations	470,900	0	1,200,500	1,671,400
317.00 Finance and Administration	14,115,800	32,723,100	176,679,400	223,518,300
319.00 Department of Personnel	4,912,200	0	4,147,000	9,059,200
321.00 General Services	6,427,200	0	81,709,400	88,136,600
323.00 Veterans Affairs	2,672,500	175,200	82,700	2,930,400
347.00 Department of Revenue	44,035,800	0	18,443,400	62,479,200
351.00 Miscellaneous Appropriations	155,445,300	0	0	155,445,300
353.00 Emergency and Contingency Fund	819,300	0	0	819,300
355.00 State Building Commission	250,000	0	0	250,000
<b>Total</b>	<b>\$343,908,200</b>	<b>\$38,584,100</b>	<b>\$352,225,700</b>	<b>\$734,718,000</b>

**Education**  
**Recommended Budget for Fiscal Year 2001-2002**  
**By Funding Source**

<b>Department</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
331.00 Education	2,694,591,600	511,997,800	17,100,900	3,223,690,300
332.00 Higher Education	1,158,721,700	116,411,800	906,466,400 *	2,181,599,900
<b>Total</b>	<b>\$3,853,313,300</b>	<b>\$628,409,600</b>	<b>\$923,567,300</b>	<b>\$5,405,290,200</b>

\* Includes Higher Education's Tuition and fees and other revenue

**Health and Social Services**  
**Recommended Budget for Fiscal Year 2001-2002**  
**By Funding Source**

<b>Department</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
316.01 Tennessee Commission on Children and Youth	1,375,600	2,357,600	2,463,600	6,196,800
316.02 Tennessee Commission on Aging	11,951,300	23,502,000	30,239,300	65,692,600
316.07 Tennessee Health Facilities Commission	614,500	0	12,400	626,900
316.10 Council of Juvenile and Family Court Judges	445,000	0	280,000	725,000
318.00 Finance & Administration - TennCare Program	1,841,901,400	3,651,917,900	149,438,600	5,643,257,900
339.00 Mental Health and Developmental Disabilities	88,881,900	12,786,600	82,613,000	184,281,500
339.21 Finance and Administration - Mental Retardation	65,530,200	1,766,800	467,897,800	535,194,800
343.00 Department of Health	104,442,400	182,296,700	99,255,500	385,994,600
345.00 Department of Human Services	156,061,000	1,102,004,700	365,659,300	1,623,725,000
359.00 Department of Children's Services	237,298,400	92,505,100	173,677,100	503,480,600
<b>Total</b>	<b>\$2,508,501,700</b>	<b>\$5,069,137,400</b>	<b>\$1,371,536,600</b>	<b>\$8,949,175,700</b>

**Law, Safety and Correction**  
**Recommended Budget for Fiscal Year 2001-2002**  
**By Funding Source**

<b>Department</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
302.00 Court System	73,622,700	200,000	3,231,100	77,053,800
303.00 Attorney General and Reporter	13,933,100	0	9,908,200	23,841,300
304.00 District Attorneys General Conference	41,267,900	0	10,597,300	51,865,200
306.00 District Public Defenders Conference	24,465,900	0	150,000	24,615,900
308.00 Office of the Post Conviction Defender	799,400	203,700	0	1,003,100
316.03 Alcoholic Beverage Commission	1,985,300	0	1,900,800	3,886,100
316.08 TRICOR	0	0	24,141,300	24,141,300
316.09 Tennessee Corrections Institute	625,400	0	15,000	640,400
324.00 Board of Probation & Parole	55,969,100	0	340,000	56,309,100
329.00 Department of Correction	467,140,600	15,510,000	14,078,500	496,729,100
341.00 Military Department	8,775,600	31,382,100	1,194,500	41,352,200
348.00 Tennessee Bureau of Investigation	25,368,300	6,375,200	8,013,300	39,756,800
349.00 Safety	111,206,100	3,415,000	35,537,600	150,158,700
<b>Total</b>	<b>\$825,159,400</b>	<b>\$57,086,000</b>	<b>\$109,107,600</b>	<b>\$991,353,000</b>

**Resources and Regulation**  
**Recommended Budget for Fiscal Year 2001-2002**  
**By Funding Source**

<b>Department</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
316.25 Tennessee Arts Commission	4,306,600	596,300	0	4,902,900
316.27 Tennessee State Museum	2,402,000	0	0	2,402,000
327.00 Environment and Conservation	129,238,400	68,470,400	73,521,100	271,229,900
328.00 Tennessee Wildlife Resources Agency	38,104,100	11,737,400	5,920,200	55,761,700
335.00 Commerce & Insurance	39,937,800	210,000	25,262,500	65,410,300
336.00 Financial Institutions	4,822,900	0	3,273,900	8,096,800
337.00 Labor and Workforce Development	23,582,400	126,054,200	43,921,900	193,558,500
<b>Total</b>	<b>\$242,394,200</b>	<b>\$207,068,300</b>	<b>\$151,899,600</b>	<b>\$601,362,100</b>

**Transportation, Business and Economic Development  
Recommended Budget for Fiscal Year 2001-2002  
By Funding Source**

<b>Department</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
316.20 Tennessee Housing Development Agency	0	247,522,000	15,799,900	263,321,900
316.22 Tennessee Industrial Finance Corporation	0	0	0	0
325.00 Agriculture	57,748,200	9,103,400	5,757,100	72,608,700
326.00 Tourist Development	9,149,700	0	4,291,300	13,441,000
330.00 Economic and Community Development	54,499,600	39,432,600	3,521,400	97,453,600
400.00 Transportation	747,220,000	664,125,000	35,267,000	1,446,612,000
<b>Total</b>	<b>\$868,617,500</b>	<b>\$960,183,000</b>	<b>\$64,636,700</b>	<b>\$1,893,437,200</b>



# General Government

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# General Government

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# General Government

Recommended Budget, Fiscal Year 2001 – 2002

**T**his functional area is composed of those elements of state government that make and execute the laws and are responsible for the overall daily operation and coordination of the many activities of government.

More than any other, this functional area represents a diverse group of departments and agencies. Included are the General Assembly and the three constitutional officers elected by that body:

- Secretary of State
- Comptroller of the Treasury
- State Treasurer.

The Executive Department oversees the daily operation of state government and is responsible for ensuring that state laws are enforced, taxes are collected, and public monies are spent wisely.

Also included in this functional group are the departments that assist the Governor in a staff function:

- Finance and Administration
- Personnel
- General Services
- Revenue.

These departments facilitate the successful operation of state government by providing support for all departments.

In addition, the departments of General Services and Finance and Administration are responsible for overseeing and administering the State Office Building and Support Facilities Revolving Fund (FRF), which provides funding for a self-perpetuating maintenance and renovation program for state-owned buildings. Budget information concerning FRF can be found in the Capital Outlay & Facilities program section. Capital improvements and major maintenance projects

are supported by this fund, as well as repair, upgrade, relocation, leased space, warehouse space, and facility management plans.

The Capital Projects and Real Property Management Division of the Department of Finance and Administration is responsible for capital improvements and maintenance projects and addressing the need for energy management in state-owned facilities. The Property Management Division of the Department of General Services is responsible for effectively managing, operating, and maintaining FRF buildings. This department utilizes state employees and contracted services to effectively maintain these assets and deliver all appropriate services to the tenants.

This functional group also includes four agencies whose responsibilities affect many facets of government:

- Tennessee Regulatory Authority
- Human Rights Commission
- Advisory Commission on Intergovernmental Relations
- Veterans Affairs.

## Improvement Highlights

### Secretary of State

The Administration is recommending \$500,000 to continue funding the Tennessee Electronic Library, which has enhanced access to electronic databases for libraries across the state.

### Comptroller of the Treasury

The recommended budget contains \$231,000 to provide staffing for accounting and financial standard compliance, for audits of county information systems, and for information system support.

## **Department of the Treasury**

The recommended budget includes improvements totaling \$704,100 from dedicated departmental revenues for internet and information systems projects and staffing related to the Treasurer's responsibilities, including management of the Tennessee Consolidated Retirement System.

## **Human Rights Commission**

Included in the recommended budget is an improvement of \$211,800 to evaluate housing and employment discrimination cases.

## **Tennessee Regulatory Authority**

The budget includes \$214,900 from dedicated departmental revenues for additional staffing in the areas of utility regulation, consumer education, and telecommunications.

## **Finance and Administration**

The Administration recommends an additional \$2.5 million to continue digitized mapping of land parcels from aerial photography for the development of a Geographic Information System.

## **Personnel**

An improvement of \$521,500 is recommended to fund the expansion of the Leadership Development Initiative (LDI). These LDI funds will expand state managerial training programs in order to provide a core curriculum for all managers and supervisors.

## **Veterans Affairs**

The recommended budget includes \$100,000 from state appropriations for staffing

at the Memphis veterans cemetery and a dump truck for the Knoxville cemetery.

## **Revenue**

An improvement of \$1.6 million is provided for personnel and technical support for the department's audit and compliance operations. The recommended budget also includes \$806,000 for an image processing system that will capture, process and preserve images of tax returns and remittances. This will improve the department's access to tax forms and related correspondence and provide more efficient customer service.

## **Miscellaneous Appropriations**

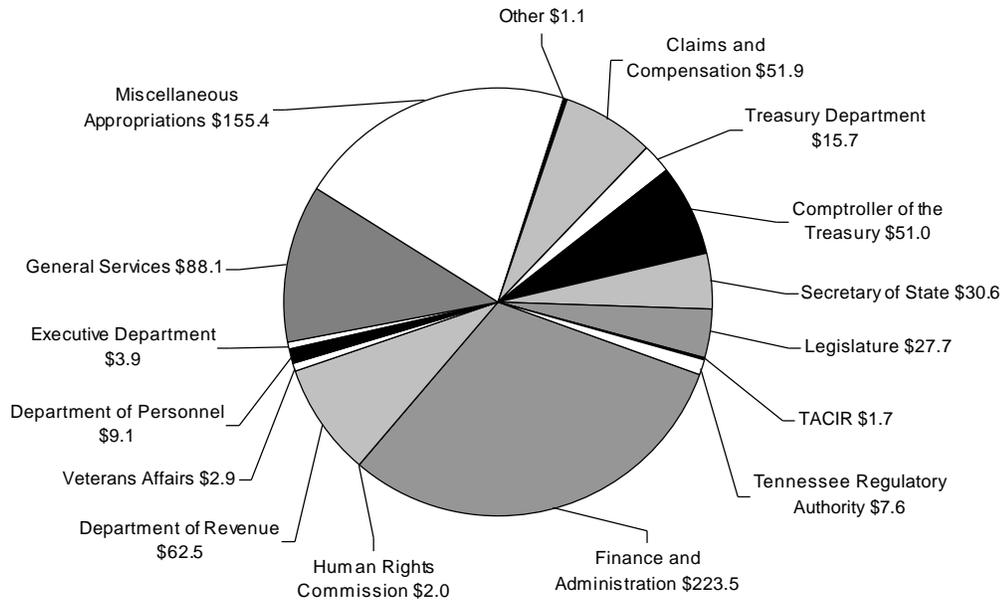
The Miscellaneous Appropriations include an improvement for a salary increase of three percent effective July 1, 2001 for K-12 teachers and Basic Education Program (BEP) funded positions of \$47.7 million. Also included are improvements of \$27.5 million for a three percent salary increase for state employees on July 1, 2001 and \$20 million for state employee classification-compensation adjustments. Funds are included elsewhere, in the Higher Education budget, for a three percent raise for Higher Education employees.

An improvement of \$24.2 million is recommended to fund the increase in group health insurance premiums. An improvement of \$1.5 million also is recommended to fund a Board of Claims premium increase. The Administration also recommends \$5 million to fund Juvenile Justice Reform legislation, and \$1 million for other Administration legislation.

The following graph depicts the manner in which funds are divided among the departments within the group. Funding mixes within each department vary, as some are

exclusively state funded, while others represent state, federal, and other sources of funding.

### General Government FY 2001 - 2002 Recommended



In Millions  
\$734,718,000 Total

## General Government Total Personnel and Funding

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Recommended 2001-2002</u>
<b>Personnel</b>			
Full Time	4,176	4,210	4,254
Part Time	187	186	187
Seasonal	21	21	21
<b>TOTAL</b>	<b>4,384</b>	<b>4,417</b>	<b>4,462</b>
<b>Expenditures</b>			
Payroll	\$160,533,000	\$189,602,700	\$191,590,300
Operational	351,955,900	411,161,525	543,127,700
<b>TOTAL</b>	<b>\$512,488,900</b>	<b>\$600,764,225</b>	<b>\$734,718,000</b>
<b>Funding</b>			
State	\$165,491,100	\$210,864,625	\$343,908,200
Federal	34,513,300	38,167,500	38,584,100
Other	312,484,500	351,732,100	352,225,700

**General Government  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Secretary of State</b>					
• <b>Blue Book</b>					
To provide funding for the 2001-2002 Tennessee Blue Book.					
<b>305.03 Public Documents</b>	\$325,000	\$0	\$0	\$325,000	0
<b>Sub-total</b>	\$325,000	\$0	\$0	\$325,000	0
• <b>Tennessee Electronic Library</b>					
To providing funding for continuation of the Tennessee Electronic Library (TEL).					
<b>305.04 State Library and Archives</b>	\$500,000	\$0	\$0	\$500,000	0
<b>Sub-total</b>	\$500,000	\$0	\$0	\$500,000	0
<b>Total Secretary of State</b>	<b>\$825,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$825,000</b>	<b>0</b>

**Comptroller of the Treasury**

• <b>County Audit</b>					
To provide funding for two auditors for review of county information systems, one technician for information system support, and one audit manager to administer professional standards compliance.					
<b>307.05 Division of County Audit</b>	\$231,000	\$0	\$0	\$231,000	4
<b>Sub-total</b>	\$231,000	\$0	\$0	\$231,000	4
<b>Total Comptroller of the Treasury</b>	<b>\$231,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$231,000</b>	<b>4</b>

**Treasury Department**

• <b>Information Systems</b>					
To provide funding for information systems technology. This includes \$420,000 to convert the Consolidated Retirement Information System to a more modern database, in order to support internet transaction processing and to continue mainframe processing functions by the retirement division; \$75,000 for Tennessee Consolidated Retirement System (TCRS) applications that will allow secure internet access to retirement benefits, actuarial information, and to flexible benefits claims history; and \$93,700 for infrastructure projects to support Treasury Department functions.					
<b>309.01 Treasury Department</b>	\$0	\$0	\$588,700	\$588,700	0
<b>Sub-total</b>	\$0	\$0	\$588,700	\$588,700	0
• <b>Staffing</b>					
To provide funding for additional staff in the retirement division, including two positions because of increased retirement applications and one position because of increased retiree participation in insurance programs and an increase in health plan options.					
<b>309.01 Treasury Department</b>	\$0	\$0	\$115,400	\$115,400	3
<b>Sub-total</b>	\$0	\$0	\$115,400	\$115,400	3

**General Government  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Total Treasury Department</b>	\$0	\$0	\$704,100	\$704,100	3
<b>Executive Department</b>					
<b>• Intergovernmental Organizations</b>					
To provide funding for increased dues of legislative and executive intergovernmental organizations.					
<b>315.02 Intergovernmental Conferences &amp; Special Operations</b>	\$27,700	\$0	\$0	\$27,700	0
<b>Sub-total</b>	\$27,700	\$0	\$0	\$27,700	0
<b>Total Executive Department</b>	<b>\$27,700</b>	<b>\$0</b>	<b>\$0</b>	<b>\$27,700</b>	<b>0</b>
<b>Human Rights Commission</b>					
<b>• Case Management</b>					
To provide funding to reduce a backlog of housing and employment discrimination cases.					
<b>316.04 Human Rights Commission</b>	\$211,800	\$0	\$0	\$211,800	0
<b>Sub-total</b>	\$211,800	\$0	\$0	\$211,800	0
<b>Total Human Rights Commission</b>	<b>\$211,800</b>	<b>\$0</b>	<b>\$0</b>	<b>\$211,800</b>	<b>0</b>
<b>Tennessee Regulatory Authority</b>					
<b>• Utility Regulation</b>					
To provide funding for a utility rate specialist because of an increased public utility regulation workload.					
<b>316.11 Tennessee Regulatory Authority</b>	\$49,900	\$0	\$0	\$49,900	1
<b>Sub-total</b>	\$49,900	\$0	\$0	\$49,900	1
<b>• Consumer Education</b>					
To provide funding for a consumer education program coordinator position and for program operational support. This program's primary focus will be explaining telecommunications assistance programs to the public.					
<b>316.11 Tennessee Regulatory Authority</b>	\$116,000	\$0	\$0	\$116,000	1
<b>Sub-total</b>	\$116,000	\$0	\$0	\$116,000	1

**General Government  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Telecommunications</b>					
To provide funding for an additional utility rate specialist position because of increased telecommunications cases resulting from increased competition.					
<b>316.11 Tennessee Regulatory Authority</b>	\$49,000	\$0	\$0	\$49,000	1
<b>Sub-total</b>	\$49,000	\$0	\$0	\$49,000	1
<b>Total Tennessee Regulatory Authority</b>	<b>\$214,900</b>	<b>\$0</b>	<b>\$0</b>	<b>\$214,900</b>	<b>3</b>
<b>Finance and Administration</b>					
<b>• Geographic Information System</b>					
To provide funding to continue digitized mapping of land parcels from aerial photography, in order to develop a Geographic Information System.					
<b>317.03 Office of Information Resources</b>	\$2,500,000	\$0	\$0	\$2,500,000	0
<b>Sub-total</b>	\$2,500,000	\$0	\$0	\$2,500,000	0
<b>Total Finance and Administration</b>	<b>\$2,500,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,500,000</b>	<b>0</b>
<b>Department of Personnel</b>					
<b>• Supervisory Training</b>					
To fund the expansion of the Leadership Development Initiative (LDI). This provides funding for a core curriculum of 40 hours of training per year for managers and supervisors. This also funds a clerk position to provide staff support for the LDI program.					
<b>319.02 Human Resource Development</b>	\$521,500	\$0	\$0	\$521,500	1
<b>Sub-total</b>	\$521,500	\$0	\$0	\$521,500	1
<b>• Computer Replacement</b>					
To provide funding for replacement of outdated computer equipment.					
<b>319.01 Executive Administration</b>	\$52,000	\$0	\$34,200	\$86,200	0
<b>Sub-total</b>	\$52,000	\$0	\$34,200	\$86,200	0
<b>Total Department of Personnel</b>	<b>\$573,500</b>	<b>\$0</b>	<b>\$34,200</b>	<b>\$607,700</b>	<b>1</b>

**General Government  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>General Services</b>					
• <b>Postal Rate Increase</b>					
To provide funding for the January 2001 postal rate increase.					
<b>321.02 Postal Services</b>	\$0	\$0	\$857,100	\$857,100	0
<b>Sub-total</b>	\$0	\$0	\$857,100	\$857,100	0
<b>Total General Services</b>	<b>\$0</b>	<b>\$0</b>	<b>\$857,100</b>	<b>\$857,100</b>	<b>0</b>

**Veterans Affairs**

• <b>Cemetery Program</b>					
To provide funding for three grounds workers at the Memphis State Veterans Cemetery and one dump truck at the Knoxville Cemetery.					
<b>323.00 Veterans Affairs</b>	\$100,000	\$0	\$0	\$100,000	3
<b>Sub-total</b>	\$100,000	\$0	\$0	\$100,000	3
<b>Total Veterans Affairs</b>	<b>\$100,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$100,000</b>	<b>3</b>

**Department of Revenue**

• <b>Tax Processing</b>					
To fund an image processing system designed to capture, process and preserve images of tax returns and remittances. This will provide recurring payback and maintenance funds that will improve the department's access to tax forms and related correspondence and provide more efficient customer service.					
<b>347.11 Management Information Systems Division</b>	\$806,000	\$0	\$0	\$806,000	0
<b>Sub-total</b>	\$806,000	\$0	\$0	\$806,000	0
• <b>Audit and Compliance</b>					
To provide funding for personnel and technical support for the department's audit and compliance efforts. This includes funding for two positions for the special investigations division, seven for the predictive dialer system in the tax enforcement division, nine for the audit division, eight to improve audits as necessary under the 1999 Tax Reform Act, and one attorney position due to the increase in the legal workload. This also provides funds for audit-related operational costs and for laptop computers needed by field enforcement staff.					
<b>347.01 Administration Division</b>	\$178,500	\$0	\$0	\$178,500	3
<b>347.02 Tax Enforcement Division</b>	\$236,700	\$0	\$0	\$236,700	7
<b>347.14 Audit Division</b>	\$1,158,700	\$0	\$0	\$1,158,700	17
<b>Sub-total</b>	\$1,573,900	\$0	\$0	\$1,573,900	27

**General Government  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Taxpayer Service</b>					
To provide funding to update the industrial classification codes of the department's tax accounts. This will allow the department to correct outdated account information and facilitate the audit selection process. Funds are required for recurring payback and system maintenance.					
<b>347.11 Management Information Systems Division</b>	\$182,100	\$0	\$0	\$182,100	0
<b>Sub-total</b>	\$182,100	\$0	\$0	\$182,100	0
<b>Total Department of Revenue</b>	<b>\$2,562,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,562,000</b>	<b>27</b>

**Miscellaneous Appropriations**

<b>• Teachers Salary Increase</b>					
To provide funds for the state share of a 3% salary increase for teachers on July 1, 2001.					
<b>351.00 Miscellaneous Appropriations</b>	\$47,706,000	\$0	\$0	\$47,706,000	0
<b>Sub-total</b>	\$47,706,000	\$0	\$0	\$47,706,000	0
<b>• State Employees' Salary Increase</b>					
To provide funding for a 3% increase in state employees' salaries on July 1, 2001.					
<b>351.00 Miscellaneous Appropriations</b>	\$27,522,600	\$0	\$0	\$27,522,600	0
<b>Sub-total</b>	\$27,522,600	\$0	\$0	\$27,522,600	0
<b>• Classification-Compensation</b>					
To provide funding for Classification-Compensation adjustments.					
<b>351.00 Miscellaneous Appropriations</b>	\$20,000,000	\$0	\$0	\$20,000,000	0
<b>Sub-total</b>	\$20,000,000	\$0	\$0	\$20,000,000	0
<b>• Group Health Insurance Premiums</b>					
To provide funding for the increase in group health insurance premiums.					
<b>351.00 Miscellaneous Appropriations</b>	\$24,249,300	\$0	\$0	\$24,249,300	0
<b>Sub-total</b>	\$24,249,300	\$0	\$0	\$24,249,300	0
<b>• Board of Claims Premiums</b>					
To provide additional funding for Board of Claims premiums.					
<b>351.00 Miscellaneous Appropriations</b>	\$1,482,300	\$0	\$0	\$1,482,300	0
<b>Sub-total</b>	\$1,482,300	\$0	\$0	\$1,482,300	0

**General Government  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Rent Adjustments</b>					
To provide funding for rent increases for state agencies.					
<b>351.00 Miscellaneous Appropriations</b>	\$2,794,400	\$0	\$0	\$2,794,400	0
<b>Sub-total</b>	\$2,794,400	\$0	\$0	\$2,794,400	0
<b>• Mileage Rate Increase</b>					
To provide funding for the cost of the increase in the motor vehicle mileage reimbursement rate from 28 to 32 cents per mile.					
<b>351.00 Miscellaneous Appropriations</b>	\$1,178,600	\$0	\$0	\$1,178,600	0
<b>Sub-total</b>	\$1,178,600	\$0	\$0	\$1,178,600	0
<b>• Postal Rate Increase</b>					
To provide funding for the January 2001 postal rate increase.					
<b>351.00 Miscellaneous Appropriations</b>	\$669,100	\$0	\$0	\$669,100	0
<b>Sub-total</b>	\$669,100	\$0	\$0	\$669,100	0
<b>• Juvenile Justice Reform</b>					
To provide funding for juvenile justice reform legislation.					
<b>351.00 Miscellaneous Appropriations</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>Sub-total</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>• Administration Legislation</b>					
To provide funding for Administration legislation.					
<b>351.00 Miscellaneous Appropriations</b>	\$1,000,000	\$0	\$0	\$1,000,000	0
<b>Sub-total</b>	\$1,000,000	\$0	\$0	\$1,000,000	0
<b>Total Miscellaneous Appropriations</b>	<b>\$131,602,300</b>	<b>\$0</b>	<b>\$0</b>	<b>\$131,602,300</b>	<b>0</b>
<b>Total General Government</b>	<b>\$138,848,200</b>	<b>\$0</b>	<b>\$1,595,400</b>	<b>\$140,443,600</b>	<b>41</b>

# Legislature

---

As the legislative branch of Tennessee State Government, the General Assembly consists of the Senate and the House of Representatives. The primary powers vested in it by the Constitution of the State include the enactment of laws for all citizens and the financing of state government operations by levying taxes and appropriating state revenues.

## Administrative and Support Services

The various support offices of the Legislature are charged with the operational administration of the two houses. Their responsibilities include:

- Printing and distributing bills and calendars during legislative sessions
- Conducting research on legislation
- Summarizing and dispersing information relating to legislation
- Assisting in formulation of legislation
- Providing summaries and abstracts of legislation to be considered
- Rendering legal opinions concerning legislation
- Continually reviewing Public Chapters.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>301.01 Legislative Administration Services</b>					
Full-Time	17	18	18	0	18
Part-Time	2	3	3	0	3
Seasonal	0	0	0	0	0
<b>Total</b>	<b>19</b>	<b>21</b>	<b>21</b>	<b>0</b>	<b>21</b>
Payroll	788,900	903,900	873,100	0	873,100
Operational	3,111,800	3,709,900	3,492,500	0	3,492,500
<b>Total</b>	<b>\$3,900,700</b>	<b>\$4,613,800</b>	<b>\$4,365,600</b>	<b>\$0</b>	<b>\$4,365,600</b>
State	3,764,700	4,586,200	4,348,600	0	4,348,600
Federal	0	0	0	0	0
Other	136,000	27,600	17,000	0	17,000
<b>301.16 General Assembly Support Services</b>					
Full-Time	55	58	63	0	63
Part-Time	33	29	29	0	29
Seasonal	0	0	0	0	0
<b>Total</b>	<b>88</b>	<b>87</b>	<b>92</b>	<b>0</b>	<b>92</b>
Payroll	3,381,100	3,888,700	4,278,600	0	4,278,600
Operational	620,800	1,240,800	1,349,500	0	1,349,500
<b>Total</b>	<b>\$4,001,900</b>	<b>\$5,129,500</b>	<b>\$5,628,100</b>	<b>\$0</b>	<b>\$5,628,100</b>
State	3,964,400	5,059,500	5,558,100	0	5,558,100
Federal	0	0	0	0	0
Other	37,500	70,000	70,000	0	70,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>301.17 Tennessee Code Commission</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	56,600	69,600	69,600	0	69,600
<b>Total</b>	<b>\$56,600</b>	<b>\$69,600</b>	<b>\$69,600</b>	<b>\$0</b>	<b>\$69,600</b>
State	56,600	69,600	69,600	0	69,600
Federal	0	0	0	0	0
Other	0	0	0	0	0

## Legislative Services

Legislative Services provides financial and administrative support for the General Assembly. Funds are disbursed for the payment of Senate and House members' expenses, for the operating costs of the two Speakers, and for expenses incurred by the standing committees of the two houses. Select committees are created to focus on special needs that the General Assembly feels merit closer study. The Fiscal Review Committee informs members of the General Assembly of the economic factors that impact the state. The staff is responsible for preparing fiscal notes on all bills and resolutions that may have a financial effect on the agencies of state government. These notes are also executed for bills that have an effect on local governments.

### 301.07 House of Representatives

Full-Time	204	206	206	0	206
Part-Time	42	40	40	0	40
Seasonal	0	0	0	0	0
<b>Total</b>	<b>246</b>	<b>246</b>	<b>246</b>	<b>0</b>	<b>246</b>
Payroll	7,433,400	8,048,400	8,043,800	0	8,043,800
Operational	2,605,400	2,461,300	2,728,700	0	2,728,700
<b>Total</b>	<b>\$10,038,800</b>	<b>\$10,509,700</b>	<b>\$10,772,500</b>	<b>\$0</b>	<b>\$10,772,500</b>
State	9,987,200	10,490,700	10,744,000	0	10,744,000
Federal	0	0	0	0	0
Other	51,600	19,000	28,500	0	28,500

### 301.08 State Senate

Full-Time	99	99	99	0	99
Part-Time	54	54	54	0	54
Seasonal	0	0	0	0	0
<b>Total</b>	<b>153</b>	<b>153</b>	<b>153</b>	<b>0</b>	<b>153</b>
Payroll	4,090,900	4,514,000	4,606,900	0	4,606,900
Operational	959,600	927,500	1,006,400	0	1,006,400
<b>Total</b>	<b>\$5,050,500</b>	<b>\$5,441,500</b>	<b>\$5,613,300</b>	<b>\$0</b>	<b>\$5,613,300</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	5,029,800	5,419,500	5,591,300	0	<b>5,591,300</b>
Federal	0	0	0	0	<b>0</b>
Other	20,700	22,000	22,000	0	<b>22,000</b>

### 301.13 General Assembly Committees

Full-Time	7	7	7	0	<b>7</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>7</b>	<b>7</b>	<b>7</b>	<b>0</b>	<b>7</b>
Payroll	341,400	356,500	348,700	0	<b>348,700</b>
Operational	114,500	201,400	201,600	0	<b>201,600</b>
<b>Total</b>	<b>\$455,900</b>	<b>\$557,900</b>	<b>\$550,300</b>	<b>\$0</b>	<b>\$550,300</b>
State	450,000	557,900	550,300	0	<b>550,300</b>
Federal	0	0	0	0	<b>0</b>
Other	5,900	0	0	0	<b>0</b>

### 301.50 Fiscal Review Committee

Full-Time	12	12	12	0	<b>12</b>
Part-Time	1	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>13</b>	<b>12</b>	<b>12</b>	<b>0</b>	<b>12</b>
Payroll	668,800	690,100	719,900	0	<b>719,900</b>
Operational	19,800	20,100	19,000	0	<b>19,000</b>
<b>Total</b>	<b>\$688,600</b>	<b>\$710,200</b>	<b>\$738,900</b>	<b>\$0</b>	<b>\$738,900</b>
State	688,600	710,200	738,900	0	<b>738,900</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

### 301.00 Department Total

Full-Time	394	400	405	0	<b>405</b>
Part-Time	132	126	126	0	<b>126</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>526</b>	<b>526</b>	<b>531</b>	<b>0</b>	<b>531</b>
Payroll	16,704,500	18,401,600	18,871,000	0	<b>18,871,000</b>
Operational	7,488,500	8,630,600	8,867,300	0	<b>8,867,300</b>
<b>Total</b>	<b>\$24,193,000</b>	<b>\$27,032,200</b>	<b>\$27,738,300</b>	<b>\$0</b>	<b>\$27,738,300</b>
State	23,941,300	26,893,600	27,600,800	0	<b>27,600,800</b>
Federal	0	0	0	0	<b>0</b>
Other	251,700	138,600	137,500	0	<b>137,500</b>

# Secretary of State

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The Secretary of State is a constitutional officer elected by the General Assembly to record and maintain the official acts of the Governor. The specific duties of the Secretary of State include:

- Recording the acts of the General Assembly
- Registering trademarks
- Receiving and recording corporate charter applications
- Administering the provisions of the Uniform Commercial Code
- Administering the provisions of the Uniform Administrative Procedures Act
- Managing the State Library and Archives and promoting library services in Tennessee
- Coordinating elections in Tennessee
- Administering the statutes relative to charitable solicitations in Tennessee.

The State Election Commission, Registry of Election Finance, and the Economic Council on Women are administratively attached to the Secretary of State. The two program areas which comprise the Secretary of State's Office are Administrative and Support Services and State Library Services.

## Administrative and Support Services

Administrative and Support Services provides services essential to carrying out the responsibilities of the Secretary of State. Its responsibilities and programs include:

- Processing and handling record keeping for corporate filings, the Uniform Commercial Code, notaries public, and trademarks
- Hearing contested cases and reviewing administrative records for numerous state agencies and regulatory boards
- Providing information on how donations to charitable organizations are utilized and reviewing these organizations and the for-profit organizations they employ
- Providing fiscal and managerial support to the department
- Providing operational support to the State Election Commission to ensure uniformity in the administration of election laws
- Maintaining public documents on elections and campaigns to be available to the public and media
- Publishing Tennessee Public and Private Acts, the Tennessee Administrative Register, the Compilation of Tennessee Rules and Regulations, the Blue Book, and manuals regarding public elections and corporate filings.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>305.01 Secretary of State</b>					
Full-Time	175	182	182	0	182
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>175</b>	<b>182</b>	<b>182</b>	<b>0</b>	<b>182</b>
Payroll	6,558,600	8,228,700	8,228,700	0	8,228,700
Operational	2,630,000	3,277,400	2,978,400	0	2,978,400
<b>Total</b>	<b>\$9,188,600</b>	<b>\$11,506,100</b>	<b>\$11,207,100</b>	<b>\$0</b>	<b>\$11,207,100</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	5,019,700	7,430,600	7,430,600	0	<b>7,430,600</b>
Federal	0	0	0	0	<b>0</b>
Other	4,168,900	4,075,500	3,776,500	0	<b>3,776,500</b>

### 305.02 State Election Commission

Full-Time	0	0	0	0	<b>0</b>
Part-Time	5	5	5	0	<b>5</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>0</b>	<b>5</b>
Payroll	67,800	76,400	76,400	0	<b>76,400</b>
Operational	1,669,400	1,738,200	1,738,200	0	<b>1,738,200</b>
<b>Total</b>	<b>\$1,737,200</b>	<b>\$1,814,600</b>	<b>\$1,814,600</b>	<b>\$0</b>	<b>\$1,814,600</b>
State	1,737,200	1,814,600	1,814,600	0	<b>1,814,600</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

### 305.03 Public Documents

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	713,400	689,400	512,300	325,000	<b>837,300</b>
<b>Total</b>	<b>\$713,400</b>	<b>\$689,400</b>	<b>\$512,300</b>	<b>\$325,000</b>	<b>\$837,300</b>
State	367,700	392,300	392,300	325,000	<b>717,300</b>
Federal	0	0	0	0	<b>0</b>
Other	345,700	297,100	120,000	0	<b>120,000</b>

The Registry of Election Finance provides the following:

- Enforcement of the reporting requirements of the Campaign Financial Disclosure Law, Lobbyist Registration and Disclosure Law, and Conflict of Interest Disclosure Law
- Disclosure information to which the public is entitled by law.

### 305.07 Registry of Election Finance

Full-Time	5	5	5	0	<b>5</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>0</b>	<b>5</b>
Payroll	223,000	250,600	250,600	0	<b>250,600</b>
Operational	77,800	83,800	83,800	0	<b>83,800</b>
<b>Total</b>	<b>\$300,800</b>	<b>\$334,400</b>	<b>\$334,400</b>	<b>\$0</b>	<b>\$334,400</b>
State	242,800	310,400	310,400	0	<b>310,400</b>
Federal	0	0	0	0	<b>0</b>
Other	58,000	24,000	24,000	0	<b>24,000</b>

## State Library Services

Responsibilities of State Library Services include:

- Managing the State Library and Archives, including the Regional Library System
- Acquiring, restoring, and preserving historical material for public use
- Providing special library services to aged, isolated, economically and culturally disadvantaged, and disabled citizens, including the Library for the Blind and Physically Handicapped
- Providing access to collections for both government and public use
- Assisting local public libraries through the state regional library system
- Administering federal funds provided for library construction and renovation.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>305.04 State Library and Archives</b>					
Full-Time	106	106	106	0	106
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>106</b>	<b>106</b>	<b>106</b>	<b>0</b>	<b>106</b>
Payroll	3,743,100	4,193,500	4,193,500	0	4,193,500
Operational	3,791,300	4,070,000	4,070,000	500,000	4,570,000
<b>Total</b>	<b>\$7,534,400</b>	<b>\$8,263,500</b>	<b>\$8,263,500</b>	<b>\$500,000</b>	<b>\$8,763,500</b>
State	5,228,700	5,971,900	5,971,900	500,000	6,471,900
Federal	1,920,700	1,987,700	1,987,700	0	1,987,700
Other	385,000	303,900	303,900	0	303,900
<b>305.05 Regional Libraries</b>					
Full-Time	93	93	93	0	93
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>93</b>	<b>93</b>	<b>93</b>	<b>0</b>	<b>93</b>
Payroll	3,056,500	3,346,900	3,346,900	0	3,346,900
Operational	3,578,200	3,798,000	3,798,000	0	3,798,000
<b>Total</b>	<b>\$6,634,700</b>	<b>\$7,144,900</b>	<b>\$7,144,900</b>	<b>\$0</b>	<b>\$7,144,900</b>
State	5,973,600	6,445,900	6,445,900	0	6,445,900
Federal	500,900	559,000	559,000	0	559,000
Other	160,200	140,000	140,000	0	140,000
<b>305.06 Library Construction</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	221,800	600,000	400,000	0	400,000
<b>Total</b>	<b>\$221,800</b>	<b>\$600,000</b>	<b>\$400,000</b>	<b>\$0</b>	<b>\$400,000</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	0	0	0	0	0
Federal	221,800	400,000	400,000	0	400,000
Other	0	200,000	0	0	0

### **Economic Council on Women**

The 21 member Economic Council on Women was established to address the economic concerns and needs of women. The council conducts research, holds hearings, and develops policy recommendations relating to the effects of employment policies and practices, educational needs and opportunities, child care, property rights, health care, domestic relations, and federal and state laws on women.

#### **305.08 Economic Council on Women**

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	41,100	68,500	68,500	0	68,500
Operational	21,200	21,700	21,700	0	21,700
<b>Total</b>	<b>\$62,300</b>	<b>\$90,200</b>	<b>\$90,200</b>	<b>\$0</b>	<b>\$90,200</b>
State	62,300	90,200	90,200	0	90,200
Federal	0	0	0	0	0
Other	0	0	0	0	0

#### **305.00 Department Totals**

Full-Time	381	388	388	0	388
Part-Time	5	5	5	0	5
Seasonal	0	0	0	0	0
<b>Total</b>	<b>386</b>	<b>393</b>	<b>393</b>	<b>0</b>	<b>393</b>
Payroll	13,690,100	16,164,600	16,164,600	0	16,164,600
Operational	12,703,100	14,278,500	13,602,400	825,000	14,427,400
<b>Total</b>	<b>\$26,393,200</b>	<b>\$30,443,100</b>	<b>\$29,767,000</b>	<b>\$825,000</b>	<b>\$30,592,000</b>
State	18,632,000	22,455,900	22,455,900	825,000	23,280,900
Federal	2,643,400	2,946,700	2,946,700	0	2,946,700
Other	5,117,800	5,040,500	4,364,400	0	4,364,400

# Comptroller of the Treasury

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The Comptroller is a constitutional officer elected by the General Assembly. Statutory duties include the audit of state and local governments, management of the state debt, support of the General Assembly and its committees, participation in the general financial and administrative management of state government, administration of property assessment for tax purposes, and support of local governments. The Comptroller administers the following functional areas:

- Administrative and support services
- Audit services
- Bond finance services
- Services to local governments
- Offices of Research and Education Accountability
- Office of State Assessed Properties.

## Administrative and Support Services

The administrative and support programs direct and coordinate administrative activities within various divisions of the Comptroller's office. They also provide printing, duplicating, and processing of out-going mail for the legislative and constitutional offices.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>307.01 Division of Administration</b>					
Full-Time	7	7	7	0	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>7</b>	<b>7</b>	<b>7</b>	<b>0</b>	<b>7</b>
Payroll	491,100	597,800	597,800	0	597,800
Operational	240,400	117,600	117,600	0	117,600
<b>Total</b>	<b>\$731,500</b>	<b>\$715,400</b>	<b>\$715,400</b>	<b>\$0</b>	<b>\$715,400</b>
State	561,600	613,500	613,500	0	613,500
Federal	0	0	0	0	0
Other	169,900	101,900	101,900	0	101,900
<b>307.02 Office of Management Services</b>					
Full-Time	42	44	44	0	44
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>42</b>	<b>44</b>	<b>44</b>	<b>0</b>	<b>44</b>
Payroll	1,986,800	2,242,100	2,242,100	0	2,242,100
Operational	3,267,400	2,995,600	3,059,600	0	3,059,600
<b>Total</b>	<b>\$5,254,200</b>	<b>\$5,237,700</b>	<b>\$5,301,700</b>	<b>\$0</b>	<b>\$5,301,700</b>
State	4,203,100	5,149,600	5,213,600	0	5,213,600
Federal	0	0	0	0	0
Other	1,051,100	88,100	88,100	0	88,100

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>307.03 Capitol Print Shop</b>					
Full-Time	17	17	17	0	17
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>0</b>	<b>17</b>
Payroll	449,200	605,700	605,700	0	605,700
Operational	509,600	717,800	717,800	0	717,800
<b>Total</b>	<b>\$958,800</b>	<b>\$1,323,500</b>	<b>\$1,323,500</b>	<b>\$0</b>	<b>\$1,323,500</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	958,800	1,323,500	1,323,500	0	1,323,500

### Audit Services

The audit divisions are responsible for conducting post-audits of the state's comprehensive annual financial report and other entities and grantees as required by federal and state law and in compliance with government auditing standards. The divisions also audit all counties, or in lieu of a state audit, accept an audit prepared by a certified public accountant or a licensed public accountant. Likewise, the divisions provide for the audit of all municipalities, schools, and utility districts in the state. The divisions set rates for nursing facilities that participate in the state Medicaid/TennCare program and conduct financial related reviews of Managed Care Organizations (MCOs) and Behavioral Health Organizations (BHOs).

#### 307.04 Division of State Audit

Full-Time	200	200	200	0	200
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>200</b>	<b>200</b>	<b>200</b>	<b>0</b>	<b>200</b>
Payroll	8,327,200	10,014,600	10,014,600	0	10,014,600
Operational	1,346,900	1,336,400	1,336,400	0	1,336,400
<b>Total</b>	<b>\$9,674,100</b>	<b>\$11,351,000</b>	<b>\$11,351,000</b>	<b>\$0</b>	<b>\$11,351,000</b>
State	5,814,400	7,584,500	7,520,700	0	7,520,700
Federal	0	0	0	0	0
Other	3,859,700	3,766,500	3,830,300	0	3,830,300

#### 307.05 Division of County Audit

Full-Time	92	92	92	4	96
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>92</b>	<b>92</b>	<b>92</b>	<b>4</b>	<b>96</b>
Payroll	4,579,900	5,238,000	5,238,000	185,000	5,423,000
Operational	702,000	753,800	753,800	46,000	799,800
<b>Total</b>	<b>\$5,281,900</b>	<b>\$5,991,800</b>	<b>\$5,991,800</b>	<b>\$231,000</b>	<b>\$6,222,800</b>
State	4,540,600	5,271,400	5,191,800	231,000	5,422,800
Federal	0	0	0	0	0
Other	741,300	720,400	800,000	0	800,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>307.06 Division of Municipal Audit</b>					
Full-Time	19	19	19	0	19
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>19</b>	<b>19</b>	<b>19</b>	<b>0</b>	<b>19</b>
Payroll	879,800	1,120,500	1,120,500	0	1,120,500
Operational	151,700	238,100	238,100	0	238,100
<b>Total</b>	<b>\$1,031,500</b>	<b>\$1,358,600</b>	<b>\$1,358,600</b>	<b>\$0</b>	<b>\$1,358,600</b>
State	803,000	1,195,600	1,195,600	0	1,195,600
Federal	0	0	0	0	0
Other	228,500	163,000	163,000	0	163,000

## Bond Finance Services

The bond finance function is responsible for providing services related to the state's general obligation debt issued by the Funding Board; the revenue debt for the Tennessee Local Development Authority (TLDA); the revenue debt by the Tennessee Housing Development Agency (THDA), and the Tennessee State School Bond Authority (TSSBA). In addition they are responsible for administering the financing programs of these issuers.

### 307.07 Division of Bond Finance

Full-Time	9	9	9	0	9
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>9</b>	<b>9</b>	<b>9</b>	<b>0</b>	<b>9</b>
Payroll	410,400	480,400	480,400	0	480,400
Operational	83,100	115,900	115,900	0	115,900
<b>Total</b>	<b>\$493,500</b>	<b>\$596,300</b>	<b>\$596,300</b>	<b>\$0</b>	<b>\$596,300</b>
State	261,900	301,900	301,900	0	301,900
Federal	0	0	0	0	0
Other	231,600	294,400	294,400	0	294,400

## Services to Local Governments

The local government functional area works toward improving the operation of the state's city and county governments by providing assistance and information that affects the state and local governments. In addition, they are required to assist local governments with debt management and ensure that local governments adopt balanced budgets. They also act as an agent and liaison between state, county, and city ad valorem tax assessments and collecting officials. They serve property assessors and tax collecting officials through property reappraisal assistance, computerized tax billing, computer-assisted appraisal systems, maintenance of property ownership maps, and reimburse certain elderly, disabled, or disabled veteran homeowners for a part or all of property taxes paid. Further, they develop policies and hear appeals regarding property tax assessments, exemptions, and tax relief.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>307.08 Office of Local Government</b>					
Full-Time	4	4	4	0	4
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>0</b>	<b>4</b>
Payroll	132,400	220,800	220,800	0	220,800
Operational	381,100	68,500	68,500	0	68,500
<b>Total</b>	<b>\$513,500</b>	<b>\$289,300</b>	<b>\$289,300</b>	<b>\$0</b>	<b>\$289,300</b>
State	153,300	289,300	289,300	0	289,300
Federal	0	0	0	0	0
Other	360,200	0	0	0	0

**307.09 Division of Property Assessments**

Full-Time	170	170	170	0	170
Part-Time	0	0	0	0	0
Seasonal	21	21	21	0	21
<b>Total</b>	<b>191</b>	<b>191</b>	<b>191</b>	<b>0</b>	<b>191</b>
Payroll	5,919,700	6,431,000	6,431,000	0	6,431,000
Operational	1,868,700	2,216,500	2,216,500	0	2,216,500
<b>Total</b>	<b>\$7,788,400</b>	<b>\$8,647,500</b>	<b>\$8,647,500</b>	<b>\$0</b>	<b>\$8,647,500</b>
State	6,170,100	7,032,500	7,032,500	0	7,032,500
Federal	0	0	0	0	0
Other	1,618,300	1,615,000	1,615,000	0	1,615,000

**307.10 Tax Relief**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	9,836,200	9,582,000	9,582,000	0	9,582,000
<b>Total</b>	<b>\$9,836,200</b>	<b>\$9,582,000</b>	<b>\$9,582,000</b>	<b>\$0</b>	<b>\$9,582,000</b>
State	9,836,200	9,582,000	9,582,000	0	9,582,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>307.11 State Board of Equalization</b>					
Full-Time	10	10	10	0	10
Part-Time	8	8	8	0	8
Seasonal	0	0	0	0	0
<b>Total</b>	<b>18</b>	<b>18</b>	<b>18</b>	<b>0</b>	<b>18</b>
Payroll	562,700	603,400	603,400	0	603,400
Operational	2,176,300	2,400,300	2,400,300	0	2,400,300
<b>Total</b>	<b>\$2,739,000</b>	<b>\$3,003,700</b>	<b>\$3,003,700</b>	<b>\$0</b>	<b>\$3,003,700</b>
State	2,717,200	2,991,200	2,991,200	0	2,991,200
Federal	0	0	0	0	0
Other	21,800	12,500	12,500	0	12,500

### 307.12 Division of Local Finance

Full-Time	5	5	5	0	5
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>0</b>	<b>5</b>
Payroll	160,000	268,000	268,000	0	268,000
Operational	46,200	76,000	76,000	0	76,000
<b>Total</b>	<b>\$206,200</b>	<b>\$344,000</b>	<b>\$344,000</b>	<b>\$0</b>	<b>\$344,000</b>
State	206,200	344,000	344,000	0	344,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

## Offices of Research and Education Accountability

The Offices of Research and Education Accountability provides research and staff support for the General Assembly and provides oversight for the state's K-12 education system according to the Education Improvement Act.

### 307.14 Offices of Research and Education Accountability

Full-Time	21	21	20	0	20
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>21</b>	<b>21</b>	<b>20</b>	<b>0</b>	<b>20</b>
Payroll	780,500	978,500	947,100	0	947,100
Operational	401,600	695,900	486,800	0	486,800
<b>Total</b>	<b>\$1,182,100</b>	<b>\$1,674,400</b>	<b>\$1,433,900</b>	<b>\$0</b>	<b>\$1,433,900</b>
State	904,100	1,183,900	1,183,900	0	1,183,900
Federal	0	0	0	0	0
Other	278,000	490,500	250,000	0	250,000

## Office of State Assessed Properties

The Office of State Assessed Properties annually assesses all tangible and intangible properties for tax purposes at the state, county, and municipal levels. In addition, the division also assesses personal properties used and/or leased by the companies under its jurisdiction and conducts audits of public utility and transportation companies.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>307.15 Office of State Assessed Properties</b>					
Full-Time	12	12	12	0	12
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>13</b>	<b>13</b>	<b>13</b>	<b>0</b>	<b>13</b>
Payroll	478,500	594,300	594,300	0	594,300
Operational	100,800	199,000	199,000	0	199,000
<b>Total</b>	<b>\$579,300</b>	<b>\$793,300</b>	<b>\$793,300</b>	<b>\$0</b>	<b>\$793,300</b>
State	576,200	793,300	793,300	0	793,300
Federal	0	0	0	0	0
Other	3,100	0	0	0	0

### 307.00 Department Total

Full-Time	608	610	609	4	613
Part-Time	9	9	9	0	9
Seasonal	21	21	21	0	21
<b>Total</b>	<b>638</b>	<b>640</b>	<b>639</b>	<b>4</b>	<b>643</b>
Payroll	25,158,200	29,395,100	29,363,700	185,000	29,548,700
Operational	21,112,000	21,513,400	21,368,300	46,000	21,414,300
<b>Total</b>	<b>\$46,270,200</b>	<b>\$50,908,500</b>	<b>\$50,732,000</b>	<b>\$231,000</b>	<b>\$50,963,000</b>
State	36,747,900	42,332,700	42,253,300	231,000	42,484,300
Federal	0	0	0	0	0
Other	9,522,300	8,575,800	8,478,700	0	8,478,700

# Department of Treasury

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The State Treasurer is a constitutional officer elected by the General Assembly. The Treasurer is charged with various responsibilities and duties relating to the financial operations of state government. The duties of the State Treasurer include:

- Administering the Tennessee Consolidated Retirement System which provides retirement coverage to state employees, higher education employees, teachers, and employees of political subdivisions that have elected to participate in the plan
- Managing the State Pooled Investment Fund that includes the state's cash, the various reserves, trust funds of the state, and the Local Government Investment Pool
- Overseeing the State Employees' Deferred Compensation Program and the State Employees' Flexible Benefits Plan
- Directing the staff of the Claims Administration and Risk Management Divisions
- Administering the Baccalaureate Education System Trust (BEST) to assist students or their families in financing a portion of the costs of attending colleges and universities
- Overseeing the three-member claims commission which is administratively attached to the Treasury. Payments are awarded from the Claims Award Fund administered by the State Treasurer in cases of employee negligence and for state employee workers' compensation claims, contract actions, and tax recovery.

	<u>Actual</u> <u>1999-2000</u>	<u>Estimated</u> <u>2000-2001</u>	<u>Base</u> <u>2001-2002</u>	<u>Improvement</u> <u>2001-2002</u>	<u>Recommended</u> <u>2001-2002</u>
<b>309.01 Treasury Department</b>					
Full-Time	207	204	204	3	207
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>207</b>	<b>204</b>	<b>204</b>	<b>3</b>	<b>207</b>
Payroll	8,182,500	9,754,700	9,754,700	90,400	9,845,100
Operational	3,990,400	6,154,700	5,163,700	613,700	5,777,400
<b>Total</b>	<b>\$12,172,900</b>	<b>\$15,909,400</b>	<b>\$14,918,400</b>	<b>\$704,100</b>	<b>\$15,622,500</b>
State	265,800	495,900	495,900	0	495,900
Federal	0	0	0	0	0
Other	11,907,100	15,413,500	14,422,500	704,100	15,126,600

The State Treasurer also administers an annual educational incentive payment program for certain county officials who complete the advanced level of a three-level certificate training program. This program is offered by the University of Tennessee Institute for Public Service's Center for Government Training. The "Certified Public Administrators" must maintain continuing education in order to qualify for these annual educational incentive payments.

## 309.02 Certified Public Administrators

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	60,200	60,200	60,200	0	60,200
<b>Total</b>	<b>\$60,200</b>	<b>\$60,200</b>	<b>\$60,200</b>	<b>\$0</b>	<b>\$60,200</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	60,200	60,200	60,200	0	<b>60,200</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

**309.00 Department Total**

Full-Time	207	204	204	3	<b>207</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>207</b>	<b>204</b>	<b>204</b>	<b>3</b>	<b>207</b>
Payroll	8,182,500	9,754,700	9,754,700	90,400	<b>9,845,100</b>
Operational	4,050,600	6,214,900	5,223,900	613,700	<b>5,837,600</b>
<b>Total</b>	<b>\$12,233,100</b>	<b>\$15,969,600</b>	<b>\$14,978,600</b>	<b>\$704,100</b>	<b>\$15,682,700</b>
State	326,000	556,100	556,100	0	<b>556,100</b>
Federal	0	0	0	0	<b>0</b>
Other	11,907,100	15,413,500	14,422,500	704,100	<b>15,126,600</b>

# Claims and Compensation

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Claims and Compensation handles all claims filed with the state. Claims administered include the Criminal Injuries Compensation Fund (CICF), Risk Management, the Claims Award Fund (CAF), and Unclaimed Property. Their responsibilities include:

- Making payments to defray the costs of medical services, loss of earning, burial costs, and other pecuniary losses to either the victim of a crime or to the dependents of deceased victims
- Maintaining adequate insurance against damage or loss for all state-owned property
- Servicing claims for risk of loss to which the state is exposed including general liability, automobile liability, professional malpractice, and worker's compensation
- Taking custody of abandoned property and attempting to locate the rightful owners or their heirs.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>313.03 Criminal Injuries Compensation</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	6,609,300	10,232,800	10,260,000	0	10,260,000
<b>Total</b>	<b>\$6,609,300</b>	<b>\$10,232,800</b>	<b>\$10,260,000</b>	<b>\$0</b>	<b>\$10,260,000</b>
State	604,900	8,618,800	8,238,000	0	8,238,000
Federal	1,959,000	1,614,000	2,022,000	0	2,022,000
Other	4,045,400	0	0	0	0
<b>313.06 Risk Management</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	900,100	1,160,500	1,233,000	0	1,233,000
<b>Total</b>	<b>\$900,100</b>	<b>\$1,160,500</b>	<b>\$1,233,000</b>	<b>\$0</b>	<b>\$1,233,000</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	900,100	1,160,500	1,233,000	0	1,233,000
<b>313.10 Claims Award Fund</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	31,229,400	30,382,500	32,726,500	0	32,726,500
<b>Total</b>	<b>\$31,229,400</b>	<b>\$30,382,500</b>	<b>\$32,726,500</b>	<b>\$0</b>	<b>\$32,726,500</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	31,229,400	30,382,500	32,726,500	0	32,726,500

### 313.20 Unclaimed Property

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	5,885,500	7,750,000	7,700,000	0	7,700,000
<b>Total</b>	<b>\$5,885,500</b>	<b>\$7,750,000</b>	<b>\$7,700,000</b>	<b>\$0</b>	<b>\$7,700,000</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	5,885,500	7,750,000	7,700,000	0	7,700,000

### 313.00 Department Total

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	44,624,300	49,525,800	51,919,500	0	51,919,500
<b>Total</b>	<b>\$44,624,300</b>	<b>\$49,525,800</b>	<b>\$51,919,500</b>	<b>\$0</b>	<b>\$51,919,500</b>
State	604,900	8,618,800	8,238,000	0	8,238,000
Federal	1,959,000	1,614,000	2,022,000	0	2,022,000
Other	42,060,400	39,293,000	41,659,500	0	41,659,500

# Executive Department

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The Executive Department oversees the daily operation of state government and is responsible for ensuring that state laws are enforced, taxes are collected, and public funds are spent wisely. The department is made up of the Governor's Office and Intergovernmental Conferences and Special Operations.

The responsibility of the Governor's Office is the overall operation of state government. The Governor appoints commissioners and directors of executive branch agencies. His staff works with state agencies and the Legislature to design and implement specific program priorities. In addition, the staff provides policy research and recommendations for the effective operation of government. Mail and phone correspondence with Tennessee citizens is also processed by the Governor's staff.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>315.01 Governor's Office</b>					
Full-Time	44	44	44	0	44
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>44</b>	<b>44</b>	<b>44</b>	<b>0</b>	<b>44</b>
Payroll	2,154,600	2,439,900	2,439,900	0	2,439,900
Operational	990,800	1,212,800	1,098,200	0	1,098,200
<b>Total</b>	<b>\$3,145,400</b>	<b>\$3,652,700</b>	<b>\$3,538,100</b>	<b>\$0</b>	<b>\$3,538,100</b>
State	3,145,400	3,538,100	3,538,100	0	3,538,100
Federal	0	0	0	0	0
Other	0	114,600	0	0	0

The Intergovernmental Conferences and Special Operations division funds Tennessee's participation in the Council of State Governments and other intergovernmental organizations and activities.

## 315.02 Intergovernmental Conferences and Special Operations

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	364,600	364,600	364,600	27,700	392,300
<b>Total</b>	<b>\$364,600</b>	<b>\$364,600</b>	<b>\$364,600</b>	<b>\$27,700</b>	<b>\$392,300</b>
State	364,600	364,600	364,600	27,700	392,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>315.00 Department Total</b>					
Full-Time	44	44	44	0	44
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>44</b>	<b>44</b>	<b>44</b>	<b>0</b>	<b>44</b>
Payroll	2,154,600	2,439,900	2,439,900	0	2,439,900
Operational	1,355,400	1,577,400	1,462,800	27,700	1,490,500
<b>Total</b>	<b>\$3,510,000</b>	<b>\$4,017,300</b>	<b>\$3,902,700</b>	<b>\$27,700</b>	<b>\$3,930,400</b>
State	3,510,000	3,902,700	3,902,700	27,700	3,930,400
Federal	0	0	0	0	0
Other	0	114,600	0	0	0

# Human Rights Commission

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The Tennessee Human Rights Commission (THRC) is charged with the responsibility of ensuring fair and equal treatment for all Tennesseans in employment, housing, and public accommodations without regard to race, color, religion, sex, age, handicap, or national origin. THRC is also charged with the responsibility to monitor other state agencies' compliance with the expenditure of federal funds in regards to civil rights.

THRC cooperates with local government, civic, and religious groups in disseminating information, promoting activities, and providing leadership to increase public awareness of civil rights and equal opportunity.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.04 Human Rights Commission</b>					
Full-Time	31	31	30	0	<b>30</b>
Part-Time	0	0	1	0	<b>1</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>0</b>	<b>31</b>
Payroll	1,233,500	1,305,000	1,305,000	0	<b>1,305,000</b>
Operational	612,900	478,800	478,800	211,800	<b>690,600</b>
<b>Total</b>	<b>\$1,846,400</b>	<b>\$1,783,800</b>	<b>\$1,783,800</b>	<b>\$211,800</b>	<b>\$1,995,600</b>
State	1,115,700	1,195,300	1,195,300	211,800	<b>1,407,100</b>
Federal	704,700	433,900	433,900	0	<b>433,900</b>
Other	26,000	154,600	154,600	0	<b>154,600</b>

# Tennessee Regulatory Authority

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The Tennessee Regulatory Authority (TRA) is a quasi-judicial body. Leadership for the Authority is comprised of three Directors, each of whom are appointed for six-year terms by the governor, house speaker, and senate speaker. The TRA's mission is to promote the public interest by balancing the interests of utility consumers and providers while facilitating the transition to a more competitive environment. The functions of the TRA include:

- Regulating the quality of service provided and compliance with regulations by public utilities such as gas, electric, water, and telephone
- Granting of operating authority to public utilities and adjudicating conflicts and controversies arising from utility operations
- Protecting the public from the accidental release of natural gas by monitoring compliance of distribution systems with minimum federal and state safety standards
- Administering the State's "Do Not Call" program which gives the residents of Tennessee the option not to receive solicitation calls from telemarketers
- Administering the Telecommunications Devices Access Program that provides telecommunications equipment to the state's deaf, blind, and hearing impaired population.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.11 Tennessee Regulatory Authority</b>					
Full-Time	84	90	90	3	<b>93</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>84</b>	<b>90</b>	<b>90</b>	<b>3</b>	<b>93</b>
Payroll	3,761,100	4,996,500	4,996,500	141,500	<b>5,138,000</b>
Operational	1,584,900	2,360,600	2,375,400	73,400	<b>2,448,800</b>
<b>Total</b>	<b>\$5,346,000</b>	<b>\$7,357,100</b>	<b>\$7,371,900</b>	<b>\$214,900</b>	<b>\$7,586,800</b>
State	5,052,200	7,078,400	7,046,700	214,900	<b>7,261,600</b>
Federal	285,100	263,700	283,200	0	<b>283,200</b>
Other	8,700	15,000	42,000	0	<b>42,000</b>

# Advisory Commission on Intergovernmental Relations

The Tennessee Advisory Commission on Intergovernmental Relations (TACIR) was created to monitor federal, state, and local government relations and to make recommendations for improvement to the Legislature. The commission is comprised of representatives from the executive and legislative branches of state government, county and municipal governments, and the public. The commission serves as a forum for the discussion of issues and may initiate studies resulting in legislative proposals and constitutional amendments.

Current studies and activities directed by the General Assembly for TACIR include:

- Tort liability limits on local government
- Implementation of TCA 6-58-113 relative to Tennessee’s new growth policy, annexation, and incorporation law
- Compilation and maintenance of an inventory of public infrastructure needs.

Major on-going areas of TACIR studies and activities include:

- Determining fiscal capacity measures for the Basic Education Plan
- Education finance
- State, local, and federal fiscal issues
- Government modernization
- Intergovernmental issues.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.12 Advisory Commission on Intergovernmental Relations</b>					
Full-Time	16	16	16	0	16
Part-Time	2	2	2	0	2
Seasonal	0	0	0	0	0
<b>Total</b>	<b>18</b>	<b>18</b>	<b>18</b>	<b>0</b>	<b>18</b>
Payroll	670,200	773,700	773,700	0	773,700
Operational	753,800	897,700	897,700	0	897,700
<b>Total</b>	<b>\$1,424,000</b>	<b>\$1,671,400</b>	<b>\$1,671,400</b>	<b>\$0</b>	<b>\$1,671,400</b>
State	0	470,900	470,900	0	470,900
Federal	0	0	0	0	0
Other	1,424,000	1,200,500	1,200,500	0	1,200,500

# Department of Finance and Administration

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The Department of Finance and Administration assists the Governor in developing and implementing the administration's fiscal and managerial policies. The Commissioner of Finance and Administration serves as the Governor's chief cabinet officer and directs the department's specific responsibilities. These responsibilities involve the coordination of a number of state government activities that are provided through administrative services, fiscal and management services, and capital and facilities management services.

## Administrative Services

The administrative services of this department relate to the management of the state's information system needs, the contracting of professional services, insurance benefits management, grants monitoring, program evaluation, and intra-departmental support. Specific responsibilities include:

- Managing the centralized mainframe information system
- Planning, developing, and implementing new information systems
- Managing and supporting voice and data communications
- Providing agencies with technical assistance for their systems
- Providing staff support to the Information Systems Council
- Managing the insurance benefits available to state and local government employees
- Administering federal grants associated with illegal drug control, the Victims of Crime Assistance Program, the Family Violence Program, and the improvement of criminal justice information systems
- Administering the AmeriCorps and Learn & Serve grant programs
- Coordinating the state's strategic planning and one-stop shopping initiatives through the Center for Effective Government
- Supporting department programs by providing auditing, consulting, fiscal analysis and processing, legal services, human resources management, and information systems management
- Managing the state's contracting process, including review of subrecipient contracts.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>317.01 Administration</b>					
Full-Time	89	90	90	0	<b>90</b>
Part-Time	1	1	1	0	<b>1</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>90</b>	<b>91</b>	<b>91</b>	<b>0</b>	<b>91</b>
Payroll	3,703,200	4,782,300	4,782,300	0	<b>4,782,300</b>
Operational	2,815,800	6,215,600	6,215,600	0	<b>6,215,600</b>
<b>Total</b>	<b>\$6,519,000</b>	<b>\$10,997,900</b>	<b>\$10,997,900</b>	<b>\$0</b>	<b>\$10,997,900</b>
State	888,400	1,779,500	1,779,500	0	<b>1,779,500</b>
Federal	0	0	0	0	<b>0</b>
Other	5,630,600	9,218,400	9,218,400	0	<b>9,218,400</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>317.03 Office of Information Resources</b>					
Full-Time	366	363	363	0	363
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>366</b>	<b>363</b>	<b>363</b>	<b>0</b>	<b>363</b>
Payroll	16,405,600	20,132,000	20,132,000	0	20,132,000
Operational	116,541,000	125,410,500	125,410,500	2,500,000	127,910,500
<b>Total</b>	<b>\$132,946,600</b>	<b>\$145,542,500</b>	<b>\$145,542,500</b>	<b>\$2,500,000</b>	<b>\$148,042,500</b>
State	0	2,500,000	2,500,000	2,500,000	5,000,000
Federal	0	0	0	0	0
Other	132,946,600	143,042,500	143,042,500	0	143,042,500
<b>317.04 Insurance Administration</b>					
Full-Time	38	39	39	0	39
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>38</b>	<b>39</b>	<b>39</b>	<b>0</b>	<b>39</b>
Payroll	1,386,900	1,664,200	1,664,200	0	1,664,200
Operational	1,904,800	2,116,500	2,116,500	0	2,116,500
<b>Total</b>	<b>\$3,291,700</b>	<b>\$3,780,700</b>	<b>\$3,780,700</b>	<b>\$0</b>	<b>\$3,780,700</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	3,291,700	3,780,700	3,780,700	0	3,780,700
<b>317.06 Criminal Justice Programs</b>					
Full-Time	11	13	13	0	13
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>11</b>	<b>13</b>	<b>13</b>	<b>0</b>	<b>13</b>
Payroll	560,500	666,400	666,400	0	666,400
Operational	27,107,100	30,250,700	28,932,900	0	28,932,900
<b>Total</b>	<b>\$27,667,600</b>	<b>\$30,917,100</b>	<b>\$29,599,300</b>	<b>\$0</b>	<b>\$29,599,300</b>
State	1,187,200	2,066,500	1,766,500	0	1,766,500
Federal	25,453,700	27,832,800	27,832,800	0	27,832,800
Other	1,026,700	1,017,800	0	0	0
<b>317.07 Resource Development and Support</b>					
Full-Time	92	97	97	0	97
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>92</b>	<b>97</b>	<b>97</b>	<b>0</b>	<b>97</b>
Payroll	2,437,800	4,581,000	4,581,000	0	4,581,000
Operational	920,700	2,592,400	2,592,400	0	2,592,400
<b>Total</b>	<b>\$3,358,500</b>	<b>\$7,173,400</b>	<b>\$7,173,400</b>	<b>\$0</b>	<b>\$7,173,400</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	684,700	884,900	884,900	0	<b>884,900</b>
Federal	0	0	0	0	<b>0</b>
Other	2,673,800	6,288,500	6,288,500	0	<b>6,288,500</b>

### **317.11 National and Community Service**

Full-Time	5	5	5	0	<b>5</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>0</b>	<b>5</b>
Payroll	194,700	215,300	215,300	0	<b>215,300</b>
Operational	3,349,100	4,973,200	4,973,200	0	<b>4,973,200</b>
<b>Total</b>	<b>\$3,543,800</b>	<b>\$5,188,500</b>	<b>\$5,188,500</b>	<b>\$0</b>	<b>\$5,188,500</b>
State	157,400	200,100	200,100	0	<b>200,100</b>
Federal	3,296,700	4,890,300	4,890,300	0	<b>4,890,300</b>
Other	89,700	98,100	98,100	0	<b>98,100</b>

### **Fiscal and Management Services**

The services provided to state agencies by this functional area include the development and implementation of policies pertaining to the fiscal and managerial aspects of state government. Other responsibilities include:

- Preparing, implementing, and monitoring the state budget
- Evaluating the budgetary needs and requests of all state agencies
- Incorporating the budgetary priorities into the Governor's budget
- Tracking the budget through the legislative committee process
- Revising the budget to include legislative changes
- Implementing and monitoring each agency's finalized annual budget
- Monitoring the fiscal impact of state-related federal legislation
- Conducting research for the Commissioner
- Accounting for state revenues and expenditures
- Generating the state's payroll
- Providing financial management reports to departments
- Providing reports to departmental management on revenues, costs, and expenditures
- Analyzing the operations of various program areas
- Publishing the state's Consolidated Annual Financial Report
- Establishing the state's fiscal policies and procedures
- Analyzing the state's cash management process related to grant funds.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>317.02 Budget</b>					
Full-Time	25	25	25	0	25
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>25</b>	<b>25</b>	<b>25</b>	<b>0</b>	<b>25</b>
Payroll	1,268,800	1,493,500	1,493,500	0	1,493,500
Operational	450,500	528,900	528,900	0	528,900
<b>Total</b>	<b>\$1,719,300</b>	<b>\$2,022,400</b>	<b>\$2,022,400</b>	<b>\$0</b>	<b>\$2,022,400</b>
State	1,719,300	2,022,400	2,022,400	0	2,022,400
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 317.05 Accounts

Full-Time	72	78	78	0	78
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>72</b>	<b>78</b>	<b>78</b>	<b>0</b>	<b>78</b>
Payroll	2,685,400	3,764,900	3,764,900	0	3,764,900
Operational	4,640,600	8,795,700	6,633,100	0	6,633,100
<b>Total</b>	<b>\$7,326,000</b>	<b>\$12,560,600</b>	<b>\$10,398,000</b>	<b>\$0</b>	<b>\$10,398,000</b>
State	3,950,600	2,162,600	0	0	0
Federal	0	0	0	0	0
Other	3,375,400	10,398,000	10,398,000	0	10,398,000

## Capital Projects and Facilities Management Services

The facilities management services coordinated by the Department of Finance and Administration include the planning, construction, and utilization of state-owned real property. Included among this property are facilities which are part of the Facilities Revolving Fund. Specific responsibilities include:

- Planning and reviewing the construction, acquisition, and alteration of state property
- Developing the state's long-range plan regarding real property needs
- Managing the acquisition, disposal, and utilization of state-owned real property
- Coordinating the design, construction, and redevelopment of state facilities
- Providing staff support to the State Building Commission
- Coordinating and budgeting the Facilities Revolving Fund
- Managing the energy management program for state facilities.

### 317.10 Capital Projects and Real Property Management

Full-Time	71	71	71	0	71
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>71</b>	<b>71</b>	<b>71</b>	<b>0</b>	<b>71</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	2,961,200	3,459,700	3,459,700	0	<b>3,459,700</b>
Operational	1,977,200	2,855,900	2,855,900	0	<b>2,855,900</b>
<b>Total</b>	<b>\$4,938,400</b>	<b>\$6,315,600</b>	<b>\$6,315,600</b>	<b>\$0</b>	<b>\$6,315,600</b>
State	1,787,400	2,462,400	2,462,400	0	<b>2,462,400</b>
Federal	0	0	0	0	<b>0</b>
Other	3,151,000	3,853,200	3,853,200	0	<b>3,853,200</b>

**317.00 Department Total**

Full-Time	769	781	781	0	<b>781</b>
Part-Time	1	1	1	0	<b>1</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>770</b>	<b>782</b>	<b>782</b>	<b>0</b>	<b>782</b>
Payroll	31,604,100	40,759,300	40,759,300	0	<b>40,759,300</b>
Operational	159,706,800	183,739,400	180,259,000	2,500,000	<b>182,759,000</b>
<b>Total</b>	<b>\$191,310,900</b>	<b>\$224,498,700</b>	<b>\$221,018,300</b>	<b>\$2,500,000</b>	<b>\$223,518,300</b>
State	10,375,000	14,078,400	11,615,800	2,500,000	<b>14,115,800</b>
Federal	28,750,400	32,723,100	32,723,100	0	<b>32,723,100</b>
Other	152,185,500	177,697,200	176,679,400	0	<b>176,679,400</b>

# Department of Personnel

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The Department of Personnel designs and implements policies and practices to effectively manage the personnel needs of state government. The department advises the Governor on human resource issues, implements the Governor's Affirmative Action Plan, and administers the provisions of the Civil Service Act. The Department of Personnel maintains all state employee records, as well as all records pertaining to applicants for state employment. It also approves, coordinates, and conducts training and career development courses for all departments of state government. The three major program areas of the Department of Personnel are:

- Administrative Services
- Human Resource Services
- Technical Services.

## Administrative Services

In addition to providing general administrative support services for the Department of Personnel, Administrative Services also coordinates the services provided by the department to all agencies of state government.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>319.01 Executive Administration</b>					
Full-Time	18	18	18	0	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>18</b>	<b>18</b>	<b>18</b>	<b>0</b>	<b>18</b>
Payroll	834,100	951,700	964,100	0	<b>964,100</b>
Operational	1,225,700	1,470,800	1,470,800	86,200	<b>1,557,000</b>
<b>Total</b>	<b>\$2,059,800</b>	<b>\$2,422,500</b>	<b>\$2,434,900</b>	<b>\$86,200</b>	<b>\$2,521,100</b>
State	1,440,800	1,815,000	1,827,400	52,000	<b>1,879,400</b>
Federal	0	0	0	0	0
Other	619,000	607,500	607,500	34,200	<b>641,700</b>

## Human Resource Services

Human Resource Services manages many of the services provided to state employees. Specific responsibilities include:

- Approving, coordinating, and conducting training courses, workshops, and conferences for employees in every state agency
- Advising state employees about their benefits and rights of employment
- Maintaining compliance with state and federal Equal Employment Opportunity and Affirmative Action laws and prohibiting unlawful employee discrimination
- Monitoring and ensuring the state's compliance with the Americans with Disabilities Act (ADA) requirements
- Hearing civil service appeals through the Civil Service Commission and advising on civil service rules, policy, and law
- Reviewing and revising employee performance evaluation forms
- Coordinating the Performance Evaluation and Career Ladder programs.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>319.02 Human Resource Development</b>					
Full-Time	18	18	18	1	19
Part-Time	9	9	9	0	9
Seasonal	0	0	0	0	0
<b>Total</b>	<b>27</b>	<b>27</b>	<b>27</b>	<b>1</b>	<b>28</b>
Payroll	746,800	917,500	913,800	18,400	932,200
Operational	1,187,700	1,603,300	1,489,700	503,100	1,992,800
<b>Total</b>	<b>\$1,934,500</b>	<b>\$2,520,800</b>	<b>\$2,403,500</b>	<b>\$521,500</b>	<b>\$2,925,000</b>
State	861,300	690,900	687,200	521,500	1,208,700
Federal	0	0	0	0	0
Other	1,073,200	1,829,900	1,716,300	0	1,716,300

### Technical Services

Technical Services reviews and administers state employee compensation and position classifications. Other responsibilities include:

- Revising and administering the civil service examination
- Monitoring the civil service appointment process
- Auditing the state payroll
- Providing information to applicants about employment and promotional opportunities
- Processing general employee transactions including appointments, transfers, promotions, separations, attendance, and leave adjustments
- Reviewing and maintaining data on employment, salaries, and benefits in private sector organizations and southeastern state governments to assist in making recommendations on salary administration policy for the State of Tennessee.

### 319.03 Technical Services

Full-Time	80	80	80	0	80
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>80</b>	<b>80</b>	<b>80</b>	<b>0</b>	<b>80</b>
Payroll	2,689,800	3,255,900	3,312,200	0	3,312,200
Operational	254,200	540,900	300,900	0	300,900
<b>Total</b>	<b>\$2,944,000</b>	<b>\$3,796,800</b>	<b>\$3,613,100</b>	<b>\$0</b>	<b>\$3,613,100</b>
State	1,279,800	2,035,100	1,824,100	0	1,824,100
Federal	0	0	0	0	0
Other	1,664,200	1,761,700	1,789,000	0	1,789,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>319.00 Department Total</b>					
Full-Time	116	116	116	1	117
Part-Time	9	9	9	0	9
Seasonal	0	0	0	0	0
<b>Total</b>	<b>125</b>	<b>125</b>	<b>125</b>	<b>1</b>	<b>126</b>
Payroll	4,270,700	5,125,100	5,190,100	18,400	5,208,500
Operational	2,667,600	3,615,000	3,261,400	589,300	3,850,700
<b>Total</b>	<b>\$6,938,300</b>	<b>\$8,740,100</b>	<b>\$8,451,500</b>	<b>\$607,700</b>	<b>\$9,059,200</b>
State	3,581,900	4,541,000	4,338,700	573,500	4,912,200
Federal	0	0	0	0	0
Other	3,356,400	4,199,100	4,112,800	34,200	4,147,000

# Department of General Services

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The Department of General Services acts as a support organization for other state departments and agencies. The department's responsibilities are provided through administrative services, property management and utilization services, and interdepartmental support services.

## Administrative Services

Administrative services provided by the department include a variety of internal support services. Among these services are fiscal analysis and processing, legal services, auditing, human resource management, and information systems management. The department also establishes and directs the official policies related to its other services.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>321.01 Administration</b>					
Full-Time	58	58	58	0	58
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>58</b>	<b>58</b>	<b>58</b>	<b>0</b>	<b>58</b>
Payroll	2,151,700	2,652,100	2,658,700	0	2,658,700
Operational	1,423,700	1,423,100	1,377,100	0	1,377,100
<b>Total</b>	<b>\$3,575,400</b>	<b>\$4,075,200</b>	<b>\$4,035,800</b>	<b>\$0</b>	<b>\$4,035,800</b>
State	489,200	512,600	512,600	0	512,600
Federal	0	0	0	0	0
Other	3,086,200	3,562,600	3,523,200	0	3,523,200

## 321.15 Systems Management

Full-Time	25	24	24	0	24
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>25</b>	<b>24</b>	<b>24</b>	<b>0</b>	<b>24</b>
Payroll	975,300	1,104,400	1,094,200	0	1,094,200
Operational	822,000	898,200	908,400	0	908,400
<b>Total</b>	<b>\$1,797,300</b>	<b>\$2,002,600</b>	<b>\$2,002,600</b>	<b>\$0</b>	<b>\$2,002,600</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,797,300	2,002,600	2,002,600	0	2,002,600

## Property Management and Utilization Services

The department's property management and utilization services include the disposal of surplus state property, the distribution of surplus federal property, the management and maintenance of the state's motor vehicles, and the management and maintenance of state-owned facilities and grounds. These services include the following responsibilities:

- Selling surplus and confiscated property through public auctions, sealed bids, or distribution to eligible recipients

- Developing, implementing, and supervising a uniform program for the acquisition, operation, maintenance, and replacement of state vehicles and equipment
- Coordinating the Van Pool Program
- Administering the state's shuttle service
- Operating and maintaining state-owned buildings.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>321.04 Property Utilization</b>					
Full-Time	34	34	34	0	34
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>34</b>	<b>34</b>	<b>34</b>	<b>0</b>	<b>34</b>
Payroll	796,800	1,027,600	1,049,000	0	1,049,000
Operational	779,600	775,800	775,800	0	775,800
<b>Total</b>	<b>\$1,576,400</b>	<b>\$1,803,400</b>	<b>\$1,824,800</b>	<b>\$0</b>	<b>\$1,824,800</b>
State	200,000	200,000	200,000	0	200,000
Federal	0	0	0	0	0
Other	1,376,400	1,603,400	1,624,800	0	1,624,800

**321.06 Motor Vehicle Management**

Full-Time	44	44	44	0	44
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>44</b>	<b>44</b>	<b>44</b>	<b>0</b>	<b>44</b>
Payroll	1,268,700	1,404,800	1,429,800	0	1,429,800
Operational	19,542,400	33,911,700	33,199,000	0	33,199,000
<b>Total</b>	<b>\$20,811,100</b>	<b>\$35,316,500</b>	<b>\$34,628,800</b>	<b>\$0</b>	<b>\$34,628,800</b>
State	0	4,250,000	4,250,000	0	4,250,000
Federal	0	0	0	0	0
Other	20,811,100	31,066,500	30,378,800	0	30,378,800

**321.07 Property Management**

Full-Time	209	209	209	0	209
Part-Time	6	6	6	0	6
Seasonal	0	0	0	0	0
<b>Total</b>	<b>215</b>	<b>215</b>	<b>215</b>	<b>0</b>	<b>215</b>
Payroll	6,023,500	7,060,700	7,076,300	0	7,076,300
Operational	4,128,700	4,746,700	4,731,100	0	4,731,100
<b>Total</b>	<b>\$10,152,200</b>	<b>\$11,807,400</b>	<b>\$11,807,400</b>	<b>\$0</b>	<b>\$11,807,400</b>
State	1,319,300	1,442,600	1,442,600	0	1,442,600
Federal	0	0	0	0	0
Other	8,832,900	10,364,800	10,364,800	0	10,364,800

## Interdepartmental Support Services

A number of interdepartmental support services are provided to state departments and agencies. Among these are postal, printing, purchasing records management, storage and distribution of supplies, and food preparation. The following responsibilities are associated with these services:

- Processing and distributing messenger and U.S. mail for state agencies located in Nashville
- Operating a U.S. Post Office branch in one of Nashville's state buildings
- Printing, duplicating, copying, typesetting, and binding services
- Photographic and graphic arts services
- Procurement of supplies, equipment, and specialized services
- Establishment of procurement specifications
- Administering the bid process
- Operating the centralized storage of pertinent records and files
- Implementing approval guidelines for state publications and forms
- Purchasing and distributing office and building maintenance supplies
- Managing the central preparation and distribution of food for select state agencies.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>321.02 Postal Services</b>					
Full-Time	67	67	67	0	<b>67</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>67</b>	<b>67</b>	<b>67</b>	<b>0</b>	<b>67</b>
Payroll	1,612,200	1,807,100	1,807,200	0	<b>1,807,200</b>
Operational	12,221,700	12,220,700	12,220,600	857,100	<b>13,077,700</b>
<b>Total</b>	<b>\$13,833,900</b>	<b>\$14,027,800</b>	<b>\$14,027,800</b>	<b>\$857,100</b>	<b>\$14,884,900</b>
State	0	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	13,833,900	14,027,800	14,027,800	857,100	<b>14,884,900</b>
<b>321.09 Printing</b>					
Full-Time	65	63	63	0	<b>63</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>65</b>	<b>63</b>	<b>63</b>	<b>0</b>	<b>63</b>
Payroll	1,697,500	1,991,700	1,981,800	0	<b>1,981,800</b>
Operational	2,610,300	2,664,400	2,674,300	0	<b>2,674,300</b>
<b>Total</b>	<b>\$4,307,800</b>	<b>\$4,656,100</b>	<b>\$4,656,100</b>	<b>\$0</b>	<b>\$4,656,100</b>
State	0	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	4,307,800	4,656,100	4,656,100	0	<b>4,656,100</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>321.10 Purchasing</b>					
Full-Time	54	54	54	0	54
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>54</b>	<b>54</b>	<b>54</b>	<b>0</b>	<b>54</b>
Payroll	1,708,300	1,932,500	1,880,500	0	1,880,500
Operational	1,859,700	2,095,300	2,147,300	0	2,147,300
<b>Total</b>	<b>\$3,568,000</b>	<b>\$4,027,800</b>	<b>\$4,027,800</b>	<b>\$0</b>	<b>\$4,027,800</b>
State	6,600	22,000	22,000	0	22,000
Federal	0	0	0	0	0
Other	3,561,400	4,005,800	4,005,800	0	4,005,800
<b>321.17 Records Management</b>					
Full-Time	21	21	21	0	21
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>21</b>	<b>21</b>	<b>21</b>	<b>0</b>	<b>21</b>
Payroll	699,100	745,500	732,600	0	732,600
Operational	436,300	506,200	519,100	0	519,100
<b>Total</b>	<b>\$1,135,400</b>	<b>\$1,251,700</b>	<b>\$1,251,700</b>	<b>\$0</b>	<b>\$1,251,700</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,135,400	1,251,700	1,251,700	0	1,251,700
<b>321.18 Central Stores</b>					
Full-Time	27	29	29	0	29
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>27</b>	<b>29</b>	<b>29</b>	<b>0</b>	<b>29</b>
Payroll	624,600	812,100	823,700	0	823,700
Operational	4,382,100	3,428,500	3,416,900	0	3,416,900
<b>Total</b>	<b>\$5,006,700</b>	<b>\$4,240,600</b>	<b>\$4,240,600</b>	<b>\$0</b>	<b>\$4,240,600</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	5,006,700	4,240,600	4,240,600	0	4,240,600
<b>321.19 Food Services Program</b>					
Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	121,400	128,400	129,300	0	129,300
Operational	3,718,900	4,647,700	4,646,800	0	4,646,800
<b>Total</b>	<b>\$3,840,300</b>	<b>\$4,776,100</b>	<b>\$4,776,100</b>	<b>\$0</b>	<b>\$4,776,100</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	3,840,300	4,776,100	4,776,100	0	4,776,100

**321.00 Department Total**

Full-Time	606	605	605	0	605
Part-Time	6	6	6	0	6
Seasonal	0	0	0	0	0
<b>Total</b>	<b>612</b>	<b>611</b>	<b>611</b>	<b>0</b>	<b>611</b>
Payroll	17,679,100	20,666,900	20,663,100	0	20,663,100
Operational	51,925,400	67,318,300	66,616,400	857,100	67,473,500
<b>Total</b>	<b>\$69,604,500</b>	<b>\$87,985,200</b>	<b>\$87,279,500</b>	<b>\$857,100</b>	<b>\$88,136,600</b>
State	2,015,100	6,427,200	6,427,200	0	6,427,200
Federal	0	0	0	0	0
Other	67,589,400	81,558,000	80,852,300	857,100	81,709,400

# Department of Veterans Affairs

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The Department of Veterans Affairs serves the state's more than one-half million veterans, their survivors, and dependents through a statewide power of attorney-based claims processing system. The department's training and certification program for county service officers and department employees ensures that the veterans of the state receive maximum earned entitlements. The department operates a state veterans' cemetery in each grand division with Tennessee ranked among the highest interment workloads in the nation.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>323.00 Veterans Affairs</b>					
Full-Time	63	63	63	3	66
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>63</b>	<b>63</b>	<b>63</b>	<b>3</b>	<b>66</b>
Payroll	2,032,400	2,200,700	2,200,700	60,000	2,260,700
Operational	591,900	668,700	629,700	40,000	669,700
<b>Total</b>	<b>\$2,624,300</b>	<b>\$2,869,400</b>	<b>\$2,830,400</b>	<b>\$100,000</b>	<b>\$2,930,400</b>
State	2,388,200	2,572,500	2,572,500	100,000	2,672,500
Federal	170,700	175,200	175,200	0	175,200
Other	65,400	121,700	82,700	0	82,700

# Department of Revenue

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The Department of Revenue collects and administers Tennessee's fees and taxes, ensures compliance among all taxpayers, and apportions tax revenues to the appropriate state or local fund. These responsibilities are accomplished by the department's administrative services, support services, and revenue collection services.

## Administrative Services

The department's administrative services include a variety of services. Among these activities are its legal and research services, human resources management, internal auditing, fiscal analysis and processing, apportioning revenues to the appropriate state or local fund, information systems management, and special investigations.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>347.01 Administration Division</b>					
Full-Time	108	109	109	3	112
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>108</b>	<b>109</b>	<b>109</b>	<b>3</b>	<b>112</b>
Payroll	4,655,900	5,190,000	5,193,200	113,700	5,306,900
Operational	1,846,700	2,454,000	2,492,700	64,800	2,557,500
<b>Total</b>	<b>\$6,502,600</b>	<b>\$7,644,000</b>	<b>\$7,685,900</b>	<b>\$178,500</b>	<b>\$7,864,400</b>
State	4,411,700	5,629,400	5,566,100	178,500	5,744,600
Federal	0	0	0	0	0
Other	2,090,900	2,014,600	2,119,800	0	2,119,800
<b>347.11 Management Information Systems Division</b>					
Full-Time	55	55	55	0	55
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>55</b>	<b>55</b>	<b>55</b>	<b>0</b>	<b>55</b>
Payroll	2,135,700	2,612,300	2,525,500	0	2,525,500
Operational	10,493,500	12,661,700	11,908,200	988,100	12,896,300
<b>Total</b>	<b>\$12,629,200</b>	<b>\$15,274,000</b>	<b>\$14,433,700</b>	<b>\$988,100</b>	<b>\$15,421,800</b>
State	9,034,400	11,969,900	11,604,700	988,100	12,592,800
Federal	0	0	0	0	0
Other	3,594,800	3,304,100	2,829,000	0	2,829,000

## Support Services

The support services of the department provide benefit to the operations of the revenue collection services. These services include the following responsibilities:

- Preparing and distributing taxpayer forms, instructional materials, and publications
- Providing registration, file change, and basic tax account assistance to taxpayers
- Depositing tax payments to the State Treasury and updating taxpayer accounts.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>347.13 Taxpayer Services Division</b>					
Full-Time	106	106	106	0	106
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>106</b>	<b>106</b>	<b>106</b>	<b>0</b>	<b>106</b>
Payroll	3,036,800	3,379,900	3,517,200	0	3,517,200
Operational	2,318,700	2,655,525	2,627,800	0	2,627,800
<b>Total</b>	<b>\$5,355,500</b>	<b>\$6,035,425</b>	<b>\$6,145,000</b>	<b>\$0</b>	<b>\$6,145,000</b>
State	3,290,500	3,999,425	3,991,000	0	3,991,000
Federal	0	0	0	0	0
Other	2,065,000	2,036,000	2,154,000	0	2,154,000

### 347.16 Processing Division

Full-Time	128	128	128	0	128
Part-Time	23	28	28	0	28
Seasonal	0	0	0	0	0
<b>Total</b>	<b>151</b>	<b>156</b>	<b>156</b>	<b>0</b>	<b>156</b>
Payroll	3,377,400	3,913,200	3,968,900	0	3,968,900
Operational	1,352,000	1,243,600	1,500,000	0	1,500,000
<b>Total</b>	<b>\$4,729,400</b>	<b>\$5,156,800</b>	<b>\$5,468,900</b>	<b>\$0</b>	<b>\$5,468,900</b>
State	3,019,300	3,428,000	3,652,400	0	3,652,400
Federal	0	0	0	0	0
Other	1,710,100	1,728,800	1,816,500	0	1,816,500

## Revenue Collections

The department's revenue collections services are charged with collecting fees and taxes, and ensuring proper compliance among all taxpayers. The responsibilities associated with these services include:

- Administering all state taxes for corporations doing business in Tennessee
- Administering the state's Hall Income Tax
- Enforcing laws and regulations regarding the inspection and taxation of petroleum products
- Administering the provisions of specific laws regarding the taxation of tobacco products, gifts, inheritances, estates, firearms, gross receipts, liquor by the drink, beer, and other taxes
- Administering the provisions of the Tennessee sales and use tax laws
- Collecting delinquent taxes owed the state of Tennessee.

### 347.02 Tax Enforcement Division

Full-Time	124	124	124	7	131
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>124</b>	<b>124</b>	<b>124</b>	<b>7</b>	<b>131</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	4,478,100	5,028,500	4,961,600	170,300	<b>5,131,900</b>
Operational	790,500	802,200	836,700	66,400	<b>903,100</b>
<b>Total</b>	<b>\$5,268,600</b>	<b>\$5,830,700</b>	<b>\$5,798,300</b>	<b>\$236,700</b>	<b>\$6,035,000</b>
State	3,315,200	3,816,100	3,678,500	236,700	<b>3,915,200</b>
Federal	0	0	0	0	<b>0</b>
Other	1,953,400	2,014,600	2,119,800	0	<b>2,119,800</b>

#### 347.14 Audit Division

Full-Time	336	340	340	17	<b>357</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>336</b>	<b>340</b>	<b>340</b>	<b>17</b>	<b>357</b>
Payroll	15,708,100	17,495,700	17,406,200	756,100	<b>18,162,300</b>
Operational	3,109,300	3,225,400	2,979,200	402,600	<b>3,381,800</b>
<b>Total</b>	<b>\$18,817,400</b>	<b>\$20,721,100</b>	<b>\$20,385,400</b>	<b>\$1,158,700</b>	<b>\$21,544,100</b>
State	11,901,500	13,658,300	12,981,100	1,158,700	<b>14,139,800</b>
Federal	0	10,900	0	0	<b>0</b>
Other	6,915,900	7,051,900	7,404,300	0	<b>7,404,300</b>

#### 347.00 Department Total

Full-Time	857	862	862	27	<b>889</b>
Part-Time	23	28	28	0	<b>28</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>880</b>	<b>890</b>	<b>890</b>	<b>27</b>	<b>917</b>
Payroll	33,392,000	37,619,600	37,572,600	1,040,100	<b>38,612,700</b>
Operational	19,910,700	23,042,425	22,344,600	1,521,900	<b>23,866,500</b>
<b>Total</b>	<b>\$53,302,700</b>	<b>\$60,662,025</b>	<b>\$59,917,200</b>	<b>\$2,562,000</b>	<b>\$62,479,200</b>
State	34,972,600	42,501,125	41,473,800	2,562,000	<b>44,035,800</b>
Federal	0	10,900	0	0	<b>0</b>
Other	18,330,100	18,150,000	18,443,400	0	<b>18,443,400</b>

# Miscellaneous Appropriations

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Miscellaneous Appropriations includes amounts for retirement contributions for county officials, pensions to former governors and their widows, and other state obligations not addressed elsewhere.

	<u>Actual</u> <u>1999-2000</u>	<u>Estimated</u> <u>2000-2001</u>	<u>Base</u> <u>2001-2002</u>	<u>Improvement</u> <u>2001-2002</u>	<u>Recommended</u> <u>2001-2002</u>
<b>351.00 Miscellaneous Appropriations</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	22,462,700	26,170,700	23,843,000	131,602,300	155,445,300
<b>Total</b>	<b>\$22,462,700</b>	<b>\$26,170,700</b>	<b>\$23,843,000</b>	<b>\$131,602,300</b>	<b>\$155,445,300</b>
State	21,879,000	26,170,700	23,843,000	131,602,300	155,445,300
Federal	0	0	0	0	0
Other	583,700	0	0	0	0

# Emergency and Contingency Fund

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The Emergency and Contingency Fund is a special fund for any purpose authorized or implied by law for which no appropriation is made, or for which insufficient appropriation has inadvertently been made. Expenditures from this fund are authorized only by Executive Order of the Governor.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>353.00 Emergency and Contingency Fund</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	0	819,300	819,300	0	819,300
<b>Total</b>	<b>\$0</b>	<b>\$819,300</b>	<b>\$819,300</b>	<b>\$0</b>	<b>\$819,300</b>
State	0	819,300	819,300	0	819,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

# State Building Commission

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This fund is utilized for major, non-routine maintenance and equipment replacement for state-owned physical facilities. Projects are funded only by approval of the State Building Commission, which consists of the governor, commissioner of finance and administration, speakers of the house and senate, secretary of state, comptroller of the treasury, and state treasurer.

	<u>Actual</u> <u>1999-2000</u>	<u>Estimated</u> <u>2000-2001</u>	<u>Base</u> <u>2001-2002</u>	<u>Improvement</u> <u>2001-2002</u>	<u>Recommended</u> <u>2001-2002</u>
<b>355.02 Major Maintenance and Equipment</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	405,300	310,000	250,000	0	250,000
<b>Total</b>	<b>\$405,300</b>	<b>\$310,000</b>	<b>\$250,000</b>	<b>\$0</b>	<b>\$250,000</b>
State	349,300	250,000	250,000	0	250,000
Federal	0	0	0	0	0
Other	56,000	60,000	0	0	0

## General Government

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Secretary of State</b>				
<b>• Administration</b>				
Process disbursement vouchers	Number of disbursement vouchers processed	2,735	2,735	2,735
Process journal vouchers	Number of journal vouchers processed	509	509	509
Process refunds	Number of refunds processed	1,371	1,371	1,371
<b>• Business Services</b>				
Issue notary commissions and authentications	Number of notary commissions and authentications	31,445	31,500	31,500
Process corporate filings	Number of documents processed	199,518	200,000	200,000
Process summons	Number of summons processed	15,836	16,000	16,000
Process Temporary Motor Vehicle Liens	Liens processed	35,581	39,000	39,000
Process Uniform Commercial Code filings	Number of UCC filings	112,470	112,500	112,500
Register trademarks	Number of trademark registrations	2,137	2,200	2,200
<b>• Administrative Procedures</b>				
Hear cases	Cases docketed	3,652	4,300	5,000
<b>• Charitable Solicitations</b>				
Organizations	Number of charitable organizations	1,743	1,800	1,800
<b>• State Elections Coordinator</b>				
Registered voters	Number of registered voters	3,000,737	3,100,000	3,100,000
<b>• Publications</b>				
Tennessee Administrative Register	Number of registers printed	6,480	6,600	6,600
<b>• State Election Commission</b>				
Registrars	Number of registrars certified	91	93	93
<b>• Public Documents</b>				
Print election law manual	Number of election law manuals printed	1,200	1,200	1,200
Print Tennessee Blue Book	Number of Blue Books printed	100,000	0	100,000
Produce private and public acts	Volumes - private and public acts produced	1,250	1,250	1,250
Revise election forms	Number of election forms revised	8	10	10
Update rules and regulations	Monthly update packets	355	355	355

# General Government

## Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Library &amp; Archives Administration</b>				
Patrons	Patron visits	24,988	25,500	25,750
Total holdings - print	Items	653,580	687,000	711,000
Total holdings - other	Photos, cassettes, maps, microforms, etc.	731,742	741,000	751,000
Holdings-archives & manuscripts	Cubic feet of materials	21,335	22,160	23,000
Mail	Mail requests	14,981	16,500	17,500
E-mail requests	E-mail requests processed	12,797	14,000	15,000
Commissions	Number of county records commissions	43	47	47
<b>•State Planning Library</b>				
Provide reference information	Reference questions answered	2,982	3,300	3,700
<b>•Restoration and Reproduction</b>				
Duplicates	Number of photo or micro duplicates produced	9,517	10,000	10,000
Microfilm	Percentage of volumes placed on microfilm	10	10	12
Preservation	Number of documents treated for preservation	13,861	14,000	14,000
<b>•Planning and Development</b>				
Libraries	Number of counties in which libraries are monitored	60	60	60
Training	Number of training programs presented	40	40	40
<b>•Library for the Blind and Physically Handicapped</b>				
Circulation	Circulation of material	253,319	275,000	275,000
Serve patrons	Active patrons	5,619	6,000	6,000
<b>•Local Archive Development</b>				
Assist record commissions	Number of record commissions	53	63	70
Encourage the development of new local archives	Newly established archives	10	10	10
<b>•Tennessee Regional Library System</b>				
Assist deposit stations	Number of deposit stations	900	900	900
Assist libraries with automation	Number of automated libraries	201	210	210
Provide books & materials to libraries	Number of books & materials in local libraries	11,725,000	11,725,000	11,725,000
<b>•Library Construction</b>				
Building projects	Number of public library building projects	4	8	8
Physical barriers	Number of libraries removing physical barriers	4	8	8

**General Government**  
**Performance Measures and Program Information**

<b>Program Objective</b>	<b>Measure</b>	<b>Actual 1999-2000</b>	<b>Estimated 2000-2001</b>	<b>Estimated 2001-2002</b>
<b>•Registry of Election Finance</b>				
Disclosures	Percent of correct filing of required disclosures	99%	99%	99%
<b>Comptroller of the Treasury</b>				
<b>•Data Processing</b>				
Provide property tax relief payments	Number of processed claims	86,778	90,000	90,000
<b>•Contract Review</b>				
Provide contract review	Number of contracts reviewed	2,987	3,000	3,000
<b>•Printing</b>				
Provide printing support	Work orders processed	2,500	2,500	2,500
<b>•Mail Service</b>				
Provide mailing support	Parcels processed	425,000	425,000	430,000
<b>•State Audit</b>				
Conduct post audits	Number of audits	106	106	106
<b>•Nursing Facilities Audits</b>				
Provide health care review	Number of audits	5	5	5
<b>•TennCare Managed Care Organization (MCO) Audits</b>				
Conduct MCO audits	Number of audits	11	11	11
<b>•Sunset Audits</b>				
Conduct sunset audits	Number of audits	11	8	12
<b>•Continuing Professional Education</b>				
Conduct training	Number of hours	9,500	11,000	11,000
<b>•County Audits</b>				
Conduct post audits of county officials	Number of audits completed	87	87	87
<b>•County Support</b>				
Provide assistance to counties	Number of counties assisted	53	56	55
<b>•Monitor and Review Audit Reports</b>				
Review audits of cities, schools, and other entities.	Percent of audits reviewed	92%	95%	95%

## General Government

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Special Investigations</b>				
Conduct special investigations	Number of reviews	19	20	20
<b>•Issuance of Debt</b>				
Administration of issues of debt outstanding	Number of issues outstanding	59	67	68
<b>•Reapportionment and Redistricting Assistance</b>				
Reapportionment and redistricting assistance	Number of counties assisted	95	95	95
<b>•Tax Billing Service</b>				
Provide tax billing services	Number of cities serviced	359	359	359
<b>•Reappraisal Efforts</b>				
Reappraisals completed or scheduled for completion	Number of reappraisals completed	7	26	22
<b>•Property Ownership Maps</b>				
Maintain maps on a current basis	Number of maps updated	12,700	13,000	13,000
<b>•Property Appraisal</b>				
Parcels appraised or scheduled for appraisal	Number of parcels appraised	130,668	140,000	415,000
<b>•Exempt Properties Applications</b>				
Process applications within 90 days	Percent processed within 90 days	86%	86%	88%
<b>•Hearing of Appeals</b>				
Decision of all appeals within 90 days of hearing	Percent completed within 90 days	90%	90%	90%
<b>•Budget Reviews of Local Governments</b>				
Conduct budget reviews	Number of budgets reviewed	295	320	320
<b>•Local Government Surety Bonds</b>				
Review county fiscal agency surety bonds	Number of reviews	300	300	300
<b>•Prepare Annual Tax Roll</b>				
Prepare annual tax rolls	Number of tax billings	20,000	20,400	20,400
<b>•Assessment Notification</b>				
Provide notification of assessments	Number of companies notified	2,180	2,500	2,500

**General Government**  
**Performance Measures and Program Information**

<b>Program Objective</b>	<b>Measure</b>	<b>Actual 1999-2000</b>	<b>Estimated 2000-2001</b>	<b>Estimated 2001-2002</b>
<b>Treasury Department</b>				
<b>•Tennessee Consolidated Retirement System</b>				
Process retiree requests	Active members served	193,000	197,000	201,400
Process retiree requests	Members counseled	2,119	2,300	2,600
Process retiree requests	New retirements	5,905	7,000	8,000
Process retiree requests	Retired members served	73,000	76,000	78,700
<b>•TCRS Investments</b>				
Receive sufficient rate of return on investments	Amount of funds invested (billions)	\$22.7	\$24.3	\$26.1
Receive sufficient rate of return on investments	Rate of return	7.7%	7.5%	7.5%
<b>•Claims Administration</b>				
Process all claims	Percentage of criminal injury claims processed	90%	90%	90%
Process all claims	Percentage of tort claims processed	95%	95%	95%
Process all claims	Percentage of workers compensation claims processed	99%	99%	99%
<b>•Deferred Compensation</b>				
Enroll participants in deferred compensation program	Number of participants	52,068	56,000	60,000
Increase employee contributions	Amount of contributions	\$60,668,055	\$70,000,000	\$80,000,000
<b>•Flexible Benefits Plan</b>				
Increase program enrollment	Number of participants	37,944	38,000	39,000
Increase total FICA savings	Amount of FICA savings	\$2,442,467	\$2,495,000	\$2,550,000
<b>•Risk Management</b>				
Insure state against property loss and damage	Property value (billions)	\$9.3	\$9.6	\$10.1
<b>•Baccalaureate Education System Trust (BEST)</b>				
Increase BEST participation	Number of prepaid contracts	6,221	7,000	7,800
Increase BEST participation	Number of savings contracts	145	300	500
Increase BEST participation	Total number of contracts	6,366	7,300	8,300
<b>•State Cash Management</b>				
Ensure collateralization	Rate of return	5.7%	6.7%	6.8%
Ensure collateralization of funds	Average funds invested (billions)	\$3.5	\$3.6	\$3.6

## General Government

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Claims Commission</b>				
Oversee claims against the state	Number of claims closed	692	700	700
Oversee claims against the state	Number of claims opened	648	650	650
<b>• Certified Public Administrators</b>				
Increase participation in program	Number of participants	240	226	270
Current funding level	Cost per participant funded actual	\$251	\$266	\$223
Agency requested funding level	Cost per participant requested by statute	\$750	\$1,125	\$1,500

### Human Rights Commission

#### • Employment Discrimination

Appropriately close Equal Employment Opportunity Commission cases	Closed cases	625	700	700
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#### • Housing Discrimination

Appropriately close Housing and Urban Development (HUD) cases	Closed cases	112	115	115
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### Tennessee Regulatory Authority

#### • Energy and Water

Ensure all Class C Utilities are in compliance	Completed audits	1	1	4
Introduce competitive energy markets to Tennessee consumers	Generic restructuring investigations	0	0	1
Maintain energy rates below national average	National average for gas and electrical service	68	68	68

#### • Telecommunications

Facilitate local telephone competition	Number of active Competitive Local Exchange Carrier interconnection agreements	36	50	65
Facilitate local telephone competition	Number of counties with 3 or more competitors	30	40	55
Facilitate local telephone competition	Number of market entrants	66	103	125

#### • Gas Safety

Ensure gas companies comply with safety rules and regulations	Number of inspections performed annually	206	200	200
Ensure program complies with federal standards	Score on federal audit (scale of 1 to 100)	95	95	95
Maintain number of gas incidents below national average	Number of incidents per year	0	9	9

## General Government

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Consumer Services</b>				
Ensure an adequate level of utility service	Companies' telecommunication service standards reviews	180	180	180
Ensure an adequate level of utility service	Consumer complaint cases mediated	2,656	2,600	2,600
Ensure an adequate level of utility service	Enforcement actions initiated	3	6	5
Ensure an adequate level of utility service	Phone central offices tests and inspections	8	10	11
Ensure an adequate level of utility service	Public payphone inspections	30	40	70
<b>• Telemarketing Division</b>				
Implement Do not Call	Number of citizens on Do Not Call Register	322,742	350,000	400,000
Implement Do not Call	Number of solicitors registered	177	500	500
<b>• Telecommunications Device Access</b>				
Assist disabled to utilize phone network	Advisory committee meetings	0	2	3
Assist disabled to utilize phone network	Distribute Telecommunications Device for the Deaf equipment	0	150	500
Assist disabled to utilize phone network	Public information meetings	0	6	6
Assist disabled to utilize phone network	Telecommunications Device for the Deaf training sessions	0	4	4
<b>• Universal Service</b>				
Implement Universal Service Fund	Percentage of Tennessee citizens with basic phone service	95%	96%	97%
<b>• Dig Safely</b>				
Increase awareness of Dig Safely program	Number of presentations given	2	15	24
<b>• Consumer Education</b>				
Enhance consumer knowledge of utility issues	Distribution of Lifeline and LinkUp brochures	10,000	10,000	10,000
Enhance consumer knowledge of utility issues	Number of Lifeline and Linkup recipients	23,784	28,000	60,000
Enhance consumer knowledge of utility issues	Outreach programs and seminars conducted	10	7	20

**General Government**  
**Performance Measures and Program Information**

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
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**Advisory Commission on Intergovernmental Relations**

• **Monitor State and Federal Legislation**

Monitor intergovernmental legislation	Legislation monitored	211	275	275
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**Finance and Administration**

• **Administration Division - Information Systems**

Complete computer resource billings to state agencies on time	Percent on time	100%	100%	100%
Complete development of projects within budget	Percent project cost within budget	43%	60%	65%
Complete telephone billings to state agencies on time	Percent on time	100%	100%	100%

• **Budget Division**

Analyze operating budget requests	Agency requests analyzed	53	53	53
Analyze capital budget requests	Agency requests analyzed	19	19	17
Minimize supplemental appropriations	Percent of total state budget	0.7%	0.03%	N/A
Monitor agency expenditures	Number of agencies monitored	53	53	53
Prepare work program by August 31	Days after August 31	59	41	0
Distribute budget instructions by August 15	Days after August 15	0	1	0
Minimize assaults on staff	Number of assaults	0	0	0

• **Office of Information Resources**

Increase Data Center server time	Percent of time available	95%	98%	99%
Increase production on-line time availability	Percent of time available	99%	99%	99%
Reduce data base down time	Percent of response time within 30 minutes	N/A	70%	80%

• **Insurance Administration**

Insurance preparer satisfaction	Percent positive response	90%	90%	90%
Wellness Program	Employees participating	2,438	3,271	4,000

• **Accounts**

Comprehensive Annual Financial Report (CAFR) completed	Date completed	November 15	November 10	November 5
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## General Government

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Criminal Justice Programs</b>				
STOP Violence Against Women Program - train law enforcement officers	Number trained	500	500	500
Victims of Crime Act Program (VOCA) - increase the number of programs available to victims	Percent increased	10%	10%	10%
<b>•Resource Development and Support</b>				
Review and approve contracts	Number of contracts	3,347	3,000	3,000
Timely processing of contracts	Number of days to process	13	14	14
<b>•National and Community Service</b>				
Points of Light Ambassador program	Persons trained	1,887	1,000	1,000
<b>•Capital Projects and Real Property Management</b>				
Encourage energy savings	Dollars (millions)	\$0.8	\$1.5	\$3.0
Ensure timely completion of design construction projects	Percent of projects completed on time	84%	85%	87%
Manage cost of design construction	Percent within budget	92%	93%	94%
Provide architectural services	Percent of customer satisfaction	80%	95%	95%
Provide interior design services	Number of projects	93	100	100
Provide lease administration	Number of lease transactions	108	110	110
Reduce vacant state housing space	Vacant square feet	265,791	160,788	130,388
<b>Department of Personnel</b>				
<b>•EEO/Americans with Disabilities Act</b>				
EEO/ADA	Responses to those with ADA concerns	850	1,000	1,500
Provide training	Employees trained	5,000	6,000	7,000
<b>•Employee Relations</b>				
Encourage employee suggestions	Employee suggestions processed	185	200	200
<b>•Civil Service Commission</b>				
Process civil service cases	Civil service cases completed	46	60	60
Process civil service cases	Civil service cases filed	62	80	80

## General Government

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Training and Development</b>				
Provide training	Average continuing education units completed	16	16	16
Provide training	Number of class hours sponsored by Department of Personnel	358,304	400,000	400,000
Provide training	Percentage of targeted employees attending special employee development classes	94%	96%	95%
Provide training	Total number of employees trained	21,709	27,725	27,725
<b>• Examinations</b>				
Convert tests from paper to computer	Percentage of tests administered by computer	64%	100%	100%
Convert tests from paper to computer	Tests developed (new and converted)	48	27	0
<b>• Applicant Services</b>				
Administer examinations	Number of computer tests - central office	7,439	8,700	8,700
Administer examinations	Number of paper and pencil tests - central office	2,814	1,600	0
Conduct field examinations	Field examination events	90	95	95
<b>• Technical Services</b>				
Process transactions efficiently	Transactions processed	308,172	310,000	310,000
<b>• Classification/Compensation</b>				
Identify and monitor type of turnover	Percentage of employees leaving state government	13.5%	13%	13%
Implement human resources aspect of reorganizations and consolidation plans	Number of career service reorganization-consolidation plans requiring compensation analysis	7	11	10
Simplify the job classification structure	Number of job classifications added or (reduced)	19	10	(10)
<b>General Services</b>				
<b>• Financial Management</b>				
Billings for goods and services processed within 30 days	Percent processed within 30 days	100%	100%	100%
<b>• Mail Services</b>				
Delivery of incoming U.S. Postal Service mail	Number of pieces of mail	9,298,406	9,300,000	9,300,000
Delivery of messenger mail	Number of pieces of mail	2,700,000	2,700,000	2,700,000
Metering of letters	Number of pieces of mail	5,904,331	6,000,000	6,000,000
Presort standard rate mail	Number of pieces of mail	23,294,154	23,494,154	23,494,154

**General Government**  
**Performance Measures and Program Information**

<b>Program Objective</b>	<b>Measure</b>	<b>Actual 1999-2000</b>	<b>Estimated 2000-2001</b>	<b>Estimated 2001-2002</b>
<b>• Surplus Property - State Program</b>				
Eligible recipients	Number	989	1,011	1,011
Property transfers processed	Number of documents	1,703	1,768	1,768
<b>• Surplus Property - Federal Program</b>				
Conduct screening trips	Number	69	81	81
Conduct transport trips	Number	87	99	99
<b>• Motor Vehicle Management</b>				
Proper vehicle maintenance	Number of vehicles maintained	310	331	331
<b>• Facilities Operations and Management</b>				
Provide services to properties	Square feet	9,522,000	9,522,000	9,522,000
<b>• Printing</b>				
Conduct printing impressions	Number of orders (millions)	\$108.9	\$109.0	\$109.0
Conduct printing jobs	Number of orders	8,436	8,500	8,500
Process graphic arts service requests	Number	382	400	420
<b>• Procurement</b>				
Maximize term contracts	Percent term contracts	69%	72%	76%
Vendor complaint resolution	Percent resolved	86%	90%	90%
<b>• Information Systems</b>				
Provide personal computers and software tools to General Services staff	Percent of staff properly equipped	100%	100%	100%
Provide training and support	Number of General Services programs served	12	12	12
<b>• Records Management</b>				
Approve forms	Number of forms	364	375	350
Approve publications	Number of publications	1,038	1,000	1,000
Approve records disposition authorizations	Number of record disposition authorizations	88	100	80
Delete forms	Number of forms	627	650	600
Destroy records as required	Cubic feet	13,757	8,500	8,500
Duplicate film	Number of rolls	143	150	150
Microfilm source documents	Number of images	2,810,042	3,000,000	3,500,000
Revise forms	Number of forms	351	400	350

**General Government**  
**Performance Measures and Program Information**

<b>Program Objective</b>	<b>Measure</b>	<b>Actual 1999-2000</b>	<b>Estimated 2000-2001</b>	<b>Estimated 2001-2002</b>
<b>• Central Supply and Distribution</b>				
Increase number of customers	Number of active accounts	4,400	4,500	4,500
<b>• Food Services Program</b>				
Increase participation of existing agencies	Pounds of goods shipped (millions)	14.9	15.0	15.7
Monitor satisfaction of services performed	Scale from 10 to 40	37	37	38
Reduce operational overhead cost	Overhead cost per meal (cents)	19	21	10
<b>Veterans Affairs</b>				
<b>• Field and Claims Division</b>				
Conduct effective skills training	Percentage of County Service Officers accredited	100%	100%	100%
Provide dissemination of information	Output records of assistance and referrals	50,181	52,500	52,500
<b>• Cemetery Division</b>				
Audit of eligibility	Documentation of certification of eligibility	N/A	100%	100%
Audit of revenue	Procedural accuracy	N/A	100%	100%
Efficient and honorable interments	Cost of recurring state dollars per interment	423	450	450
Provide a setting that signifies a tribute	Rating of quarterly evaluations (on scale of 1.0 to 5.0)	4.2	5	5
<b>• Administrative Division</b>				
Complete Business Resumption Plan (BRP)	Completion of BRP	Yes	Yes	Yes
Provide optimal customer service	Percentage of customer satisfaction "excellent"	N/A	85%	90%
<b>Department of Revenue</b>				
<b>• Tax Enforcement</b>				
Collect delinquent taxes	Collections (millions)	\$115	\$120	\$120
Collect delinquent taxes	Cost per \$100 collected	\$5	\$5	\$5
<b>• Management Information Systems</b>				
Complete all requests for service	Percent completed	98%	95%	90%
Complete planned projects	Percent completed	100%	95%	90%

## General Government

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Taxpayer Services</b>				
Answer telephone calls	Number answered	530,430	550,000	550,000
Conduct education seminars	Number conducted	62	62	62
Make on-line adjustments	Number corrected	144,000	144,000	144,000
Process changes and closures	Number processed	205,716	145,000	145,000
Process taxpayer registration	New registrations	118,056	65,000	65,000
<b>•Audit of Taxpayer Accounts</b>				
Audit accounts	Number of audits	7,956	8,040	8,100
Audit accounts	Number of Discovery project assessments	2,963	3,100	3,150
Audit accounts	Penalty waivers examined	5,056	5,125	5,200
Audit accounts	Refunds examined	10,207	10,300	10,350
<b>•Processing Tax Returns and Payments</b>				
Post returns to accounts	Electronic Funds Transfer dollars (billions)	\$5.6	\$6.2	\$6.4
Post returns to accounts	Electronic Funds Transfer entities	68	2,322	2,400
Post returns to accounts	Electronic Funds Transfer returns	30,953	121,000	125,000
Process lockbox deposits	Dollars (millions)	\$55.9	\$58.2	\$60.0
Process lockbox deposits	Items	316,779	432,000	445,000
Process returns-remittances	Dollars deposited (billions)	\$3.7	\$3.8	\$3.9
Process returns-remittances	Pieces of mail	2,186,731	2,477,221	2,550,000
Process returns-remittances	Returns processed (millions)	2.0	2.3	2.4



# Education

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# Education

## Recommended Budget, Fiscal Year 2001 – 2002

**T**his functional area is responsible for the educational efforts of the state, from pre-school and K-12 through all levels of higher education.

The Department of Education coordinates the educational programs of the local public school systems that operate Tennessee's kindergarten, elementary, secondary, and vocational schools. The department also operates the four special schools: Tennessee School for the Blind, Tennessee School for the Deaf, West Tennessee School for the Deaf, and Alvin C. York Agricultural Institute. With assistance from the Department of Education, the State Board of Education formulates the policies, standards, and guidelines governing K-12 public education. The department is responsible for implementing these policies, standards, and guidelines.

Higher education is governed by two independent systems: the University of Tennessee System and the State University and Community College System, more commonly known as the Tennessee Board of Regents System.

The University of Tennessee is a statewide system with three major campuses in Knoxville, Chattanooga, and Martin, and a number of specialized units. The Board of Regents System delivers higher education and vocational training through a network of independent state universities, community colleges, technical institutes, technical community colleges, and technology centers.

The Tennessee Higher Education Commission (THEC) provides coordination, communication, policy analysis, and financial recommendations for both systems. The Tennessee Student Assistance Corporation administers student financial aid programs.

### Improvement Highlights

The improvements for Education include recommendations for a K-12 Reading

Initiative and a Higher Education Excellence Initiative intended to address the critical education attainment problem in Tennessee. Information about Tennessee's educational attainment, compared with other states, is provided following Table 3 in a section entitled "Higher Education Attainment and Comparisons."

### K-12 Education

The K-12 Education budget includes improvements grouped into two categories: Reading Initiative and Other K-12 Improvements.

#### Reading Initiative

The K-12 Education budget includes \$96.7 million for the Reading Initiative that is needed to promote the educational success of Tennessee's children and ensure that every child has the opportunity to succeed in school.

The Reading Initiative has six components: Reading Coaches; Early Childhood Education; Catching Up; Teaching Resources – Quality Teaching; Teaching Resources – Digital Enhancement; and Teaching Resources – Classroom Materials. These improvements are summarized in the following pages on Table 1 and in more detail in the "Improvements for 2001-2002" section.

The Reading Coaches initiative, which provides training programs for teachers and students, is recommended with a state appropriation of \$20.2 million. This program will make reading by the end of the third grade a priority and build upon those skills. Also recommended is \$16 million for Catching Up, a program to give students a fair chance of passing the Gateway graduation tests. Of this amount, \$10 million is targeted for catch-up activities for seventh and eighth students who

are at risk of failing the Gateway tests, and \$6 million is provided to enhance the professional development of middle school math and science teachers who were licensed under old standards.

The Early Childhood Education initiative proposed in this budget is the first phase of a five-year plan to offer early childhood education to all four year olds in Tennessee by 2005-2006. Currently 36,850 four-year old children are not served by a pre-school program. In the first phase of this program (2001-2002), an additional 7,370 children will be enrolled in the program. Phase one will serve educationally at-risk children.

The Early Childhood Education program is funded in this budget at a first-year cost of \$42,350,000 from state appropriations. Fiscal year 2001-2002 funding for the first year of the academic portion of the Early Childhood Education program is \$36.1 million.

Another element of the Early Childhood Education program is to expand availability of Family Resource Centers. The centers will help identify children at risk of educational failure, increase parent and family involvement in their children's education, and help with the transition into school. The budget includes \$5.5 million for 110 additional Family Resource Centers to serve this purpose.

For oversight and materials for the Early Childhood Education program, a state appropriation of \$300,000 is recommended. An additional \$250,000 is provided for an early childhood education institute to provide additional certified teachers; and \$200,000 for student entrance screening.

Teaching quality is addressed with a \$7.6 million improvement. Included in this initiative is \$2 million for scholarships targeted to specific subject areas where shortages exist; \$4,442,100 for a mentoring program that will help train new teachers; \$800,000 for Teaching as a Second Career, a K-12 teacher certification initiative to encourage professionals to earn K-12 teaching certificates in their fields; and \$322,500 to encourage teachers to obtain national board certification.

Other Teaching Resource initiatives include \$5 million for a digital internet service

to provide Advanced Placement courses to school systems unable to offer these courses at particular schools due to lack of teachers or small numbers of students. An additional \$5.6 million is recommended to provide an additional \$100 per teacher for classroom materials.

## **Other K-12 Improvements**

Aside from these Reading Initiatives, the budget includes \$19.4 million to maintain full funding of the Basic Education Program (BEP).

The final set of the ten Gateway tests is funded with \$5.2 million. The tests to be funded for fiscal year 2001-2002 are Physical Science, Chemistry, American History, Algebra 2, and Geometry.

An improvement of \$5.2 million is included for the English as a Second Language program, because of an increasing number of English-Limited Learner (ELL) students.

Other needed improvements include \$205,000 for teacher training and experience salary adjustments at the Special Schools; \$2,150,000 for the Tennessee Infants and Toddlers program; and \$500,000 in state appropriations for an autism center in East Tennessee.

A salary increase of 3% effective July 1, 2001, for BEP funded positions is funded in the Miscellaneous Appropriations, listed in the General Government section of the Budget Document.

## **Higher Education**

The Higher Education budget includes improvements grouped into two categories: Higher Education Excellence Initiative and Other Higher Education Improvements.

### **Higher Education Excellence Initiative**

In May 1999, the Governor's Council on Excellence in Higher Education issued recommendations for raising the overall standards of higher education in Tennessee.

This budget includes a second year of Excellence Initiatives which reflect many of the recommendations of the Council on Excellence, along with funding recommendations of the Tennessee Higher Education Commission (THEC), in consultation with the University of Tennessee and the State Board of Regents.

The improvement funding in this budget for the Excellence Initiatives of the Council, THEC, and the two university systems would be the second year of a five-year plan to add \$445 million for improvements to Higher Education programs.

In fiscal year 2001-2002, this budget provides \$92.4 million for the Higher Education Excellence Initiatives. The Excellence Initiatives and other Higher Education improvements are summarized in the following pages on Table 2 (summary) and Table 3 (by institution or program), and are described in more detail below and in the "Improvements for Fiscal Year 2001-2002" section following Table 3 and the section titled "Higher Education Attainment and Comparisons."

To help public colleges in Tennessee become more competitive, a \$10 million state appropriation is recommended for the recruitment and retention of quality faculty in high-demand disciplines. These funds will be matched with \$5 million from student tuition and fees, for a total of \$15 million to help Tennessee public colleges compete with colleges in other states for outstanding faculty.

An improvement of \$43.9 million is provided for operating increases. These funds will increase the number of faculty, improve library holdings, improve instructional and laboratory budgets, support technology initiatives, upgrade campus equipment, improve building maintenance, increase graduate student stipends, and address inflation of basic fixed operating costs.

An appropriation of \$15 million is provided to replace special research and instructional equipment in both university systems. This will be focused on the most critical replacement needs. An amount of \$4 million will be used at the East Tennessee College of Medicine; and of the remaining \$11 million, the Board of Regents institutions will

be allocated \$6.6 million, and the University of Tennessee, \$4.4 million.

A \$12.5 million improvement is recommended to enhance the research initiatives of the major institutions, including \$7.5 million for the University of Tennessee and \$5 million for the Board of Regents System. The \$7.5 million for UT is the second installment of a \$30 million appropriation goal to enable UT to double federal research and development grants to \$150 million per year and to put UT among the top 25 public research universities by 2008. The \$5 million for the Board of Regents System also will require campus matching funds and will allow the research institutions to develop major research activities and attract federal grants in order to elevate the research function, as recommended by the Governor's Council on Excellence.

In addition, the Governor's Council on Excellence in Higher Education recommended improvements in student financial aid. To this end, \$9 million is included for the Tennessee Student Assistance Corporation (TSAC) to provide funds to serve an additional 6,021 needy students, to increase the maximum award level from \$1,746 to \$1,938, to offset a 5% tuition and fee increase, and increase the maximum award for the Tennessee Teaching Scholars program from \$3,000 to \$3,900.

### **Other Higher Education Improvements**

Apart from the Excellence Initiatives, an appropriation of \$10,765,000 is recommended as the first installment to support the Geier desegregation agreement. From the \$10,765,000 Geier improvement, the general appropriations bill provides that a sum sufficient from that amount will be available for expenditure in fiscal year 2000-2001, in order to fulfill current-year commitments under the Agreed Order. The balance of the Geier appropriation will be available for expenditure in fiscal year 2001-2002.

Also recommended in this budget is funding for an average 3% salary increase for higher education employees, effective July 1, 2001. These funds are included in the Higher Education System-Wide Improvements

sections of the improvement summary and program statements. Under the THEC higher education funding formula, the appropriate share of the salary increase is funded from state appropriations, and the balance from student tuition and fees. In the academic formula and other tuition-generating units, the

salary increase is funded by state appropriations and student tuition and fees. In other non-formula units, the salary increase is funded entirely with state appropriations.

The improvements for Higher Education are outlined in tables 2 and 3 on the following pages.

**Table 1**  
**K-12 Education Improvement**  
**FY 2001-2002**

**Reading Initiative**

Reading Coaches	\$ 20,173,100
Early Childhood Education	42,350,000
Catching Up	16,000,000
Teaching Resources:	
Quality Teaching	7,564,600
Digital Enhancement	5,000,000
Classroom Materials	5,600,000
<b>Subtotal Reading Initiative</b>	<b><u>\$ 96,687,700</u></b>

**Other Improvements**

Basic Education Program (BEP)	\$ 19,422,800
Testing	5,229,500
English as a Second Language	5,243,000
Infants and Toddlers	2,150,000
Autism Center	500,000
Other Improvements	479,400
<b>Subtotal Other Improvements</b>	<b><u>\$ 33,024,700</u></b>

<b>Total - K-12 Education Improvement</b>	<b><u>\$ 129,712,400</u></b>
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State Appropriation	129,712,400
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**Table 2**  
**Higher Education Improvement**  
**FY 2001-2002**

**Excellence Initiatives**

Faculty Retention and Recruiting*	\$ 10,000,000
Operating Increase	43,914,000
Other:	
Student Assistance Awards	9,012,100
Special Equipment	15,000,000
Research Initiatives - University of Tennessee	7,500,000
Research Initiatives - Board of Regents System	5,000,000
Technology Initiative (Debt Service)	2,000,000

<b>Subtotal Excellence Initiatives</b>	<b><u>\$ 92,426,100</u></b>
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State Appropriation	92,414,000
Other Revenue	12,100

**Other Improvements**

Geier Settlement (Desegregation)	<b><u>\$ 10,765,000</u></b>
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State Appropriation	10,765,000
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<b>Total - Higher Education Program Improvement **</b>	<b><u>\$ 103,191,100</u></b>
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State Appropriation	103,179,000
Other Revenue	12,100

\* Faculty Retention and Recruiting - \$10 million state appropriation, to be matched with \$5 million from student tuition and fees, for a total of \$15 million for faculty retention and recruiting in high-demand disciplines.

\*\* The Higher Education budget also includes an improvement to fund an average 3% salary increase for higher education employees. The state appropriation share is calculated under the THEC funding formula, and the balance will be funded from student tuition and fees.

**Table 3**  
**Higher Education Excellence Initiatives**  
**Fiscal Year 2001-2002**

Institution/Unit	Faculty Retention and Recruiting	Operating Increase	Other	Total Improvement	State Appropriation	Other
<b>Formula Units</b>						
Austin Peay State University	\$ -	\$ 1,266,500	-	\$ 1,266,500	\$ 1,266,500	\$ -
East Tennessee State University	-	2,165,800	-	2,165,800	2,165,800	-
University of Memphis	-	4,745,800	-	4,745,800	4,745,800	-
Middle Tennessee State University	-	3,828,600	-	3,828,600	3,828,600	-
Tennessee State University	-	36,100	-	36,100	36,100	-
Tennessee Technological University	-	1,381,200	-	1,381,200	1,381,200	-
Chattanooga State Tech. Comm. Col.	-	-	-	-	-	-
Cleveland State Community College	-	-	-	-	-	-
Columbia State Community College	-	402,600	-	402,600	402,600	-
Dyersburg State Community College	-	247,600	-	247,600	247,600	-
Jackson State Community College	-	444,600	-	444,600	444,600	-
Motlow State Community College	-	538,500	-	538,500	538,500	-
Nashville State Technical Institute	-	648,000	-	648,000	648,000	-
Northeast State Tech. Comm. College	-	448,900	-	448,900	448,900	-
Pellissippi State Tech. Comm. College	-	708,100	-	708,100	708,100	-
Roane State Community College	-	609,900	-	609,900	609,900	-
Southwest Tennessee Community College	-	-	-	-	-	-
Volunteer State Community College	-	491,700	-	491,700	491,700	-
Walters State Community College	-	611,200	-	611,200	611,200	-
UT Chattanooga	-	698,100	-	698,100	698,100	-
UT Knoxville	-	8,033,300	-	8,033,300	8,033,300	-
UT Martin	-	868,600	-	868,600	868,600	-
Tennessee Technology Centers	-	1,790,100	-	1,790,100	1,790,100	-
Sub-total Formula Units	\$ -	\$ 29,965,200	\$ -	\$ 29,965,200	\$ 29,965,200	\$ -
<b>Non-Formula Units</b>						
ETSU College of Medicine	\$ -	\$ 1,619,100	-	\$ 1,619,100	\$ 1,619,100	\$ -
ETSU Family Practice	-	246,200	-	246,200	246,200	-
UT College of Medicine	-	2,948,900	-	2,948,900	2,948,900	-
UT Family Medicine	-	220,800	-	220,800	220,800	-
UT Veterinary Medicine	-	809,800	-	809,800	809,800	-
UT Memphis	-	2,994,500	-	2,994,500	2,994,500	-
Contract Education	-	58,300	-	58,300	58,300	-
UT Agricultural Experiment Stations	-	1,280,600	-	1,280,600	1,280,600	-
UT Space Institute	-	426,100	-	426,100	426,100	-
UT Agricultural Extension Service	-	1,266,900	-	1,266,900	1,266,900	-
TSU McMinnville Center	-	28,900	-	28,900	28,900	-
UT County Tech Assistance Service	-	60,700	-	60,700	60,700	-
UT Municipal Tech Advisory Service	-	76,600	-	76,600	76,600	-
UT Institute for Public Service	-	307,600	-	307,600	307,600	-
UT University-Wide Administration	-	129,000	-	129,000	129,000	-
Tennessee Board of Regents	-	32,800	-	32,800	32,800	-
TN Student Assistance Corporation	-	-	9,012,100	9,012,100	9,000,000	12,100
TN Higher Education Commission	-	64,100	-	64,100	64,100	-
TN Foreign Language Institute	-	42,100	-	42,100	42,100	-
Centers of Excellence	-	995,300	-	995,300	995,300	-
Campus Centers of Emphasis	-	71,400	-	71,400	71,400	-
Academic Scholars Program	-	-	-	-	-	-
THEC Grants	-	269,100	-	269,100	269,100	-
Sub-total Non-Formula Units	\$ -	\$ 13,948,800	\$ 9,012,100	\$ 22,960,900	\$ 22,948,800	\$ 12,100
<b>Other</b>						
Faculty Retention and Recruiting	\$ 10,000,000	\$ -	\$ -	\$ 10,000,000	\$ 10,000,000	\$ -
Special Equipment	-	-	15,000,000	15,000,000	15,000,000	-
Research Initiatives - UT	-	-	7,500,000	7,500,000	7,500,000	-
Research Initiatives - TBR	-	-	5,000,000	5,000,000	5,000,000	-
Technology Initiative (Debt Service)	-	-	2,000,000	2,000,000	2,000,000	-
Sub-total Other	\$ 10,000,000	\$ -	\$ 29,500,000	\$ 39,500,000	\$ 39,500,000	\$ -
Total - Excellence Initiatives	\$ 10,000,000	\$ 43,914,000	\$ 38,512,100	\$ 92,426,100	\$ 92,414,000	\$ 12,100

# Higher Education Attainment and Comparisons

(Provided by the Tennessee Higher Education Commission)

## Educational Attainment and Participation

According to recent census data, approximately 25% of Tennesseans age 25 and older do not possess a high school diploma. Less than 18% of Tennesseans 25 and older hold a bachelor's degree, compared to the national average of 25.2% and the Southern Regional Education Board (SREB) average of 21.7%. In order to reach the educational attainment level of its border states, Tennessee would have to increase its bachelor's degree holders by 33.9% (204,000 individuals). It should be noted that progress towards this benchmark will take time as Tennessee currently awards approximately 13,700 baccalaureate degrees and enrolls 26,000 first-time freshmen each year. Progress toward increasing educational attainment will involve a long-term commitment to access, retention, and institutional quality.

<b>Percentage of Population 25 or Older with a Bachelor's Degree</b>			
	1990	1995	1999
United States	20.3%	23.0%	25.2%
SREB States	18.6%	19.9%	21.7%
Alabama	15.7%	17.3%	21.8%
Arkansas	13.3%	14.2%	17.3%
Delaware	21.4%	22.9%	24.0%
Florida	18.3%	22.1%	21.6%
Georgia	19.6%	22.7%	21.5%
Kentucky	13.6%	19.3%	19.8%
Louisiana	16.1%	20.1%	20.7%
Maryland	26.5%	26.4%	34.7%
Mississippi	14.7%	17.6%	19.2%
North Carolina	17.4%	20.6%	23.9%
Oklahoma	17.8%	19.1%	23.7%
South Carolina	16.6%	18.2%	20.9%
<b>Tennessee</b>	<b>16.0%</b>	<b>17.8%</b>	<b>17.7%</b>
Texas	20.3%	22.0%	24.4%
Virginia	24.5%	26.0%	31.6%
West Virginia	12.3%	12.7%	17.9%

One important means of improving the educational attainment level of Tennessee's citizens is to encourage more high school graduates to attend college. Approximately 54% of Tennessee high school graduates attended a Tennessee higher education institution in 2000. According to the most recent data available from SREB, Tennessee is ranked 11<sup>th</sup> in the SREB with respect to this statistic.

## Funding Considerations

According to SREB figures, expenditures for public education in Tennessee as a percentage of state and local spending dropped from 31.2% in 1986 to 30.8% in 1996. In the SREB, the percentage decreased from 35.9% to 33.4%. When adjusting for inflation, state allocated general operating funds per full time equivalent (FTE) student have decreased 24.4% in Tennessee since 1987, while the SREB states experienced only a 4.1% decrease. The end result in Tennessee was a shift in percentage of operating expenses accounted for by state funds. State allocated funds represented 64.4% of higher education's overall operating expenses in Tennessee in 1987 but decreased to 57.8% in 1998.

<b>State Appropriation for Higher Education (Dollars in Millions)</b>			
<b>State</b>	<b>FY 94-95</b>	<b>FY 99-00</b>	<b>Annual Average Change</b>
Alabama	\$1,026	\$1,094	1.3%
Arkansas	\$429	\$605	7.1%
Delaware	\$137	\$176	5.0%
Florida	\$1,701	\$2,786	10.4%
Georgia	\$1,125	\$1,560	6.8%
Kentucky	\$658	\$926	7.1%
Louisiana	\$590	\$885	8.5%
Maryland	\$789	\$1,043	5.7%
Mississippi	\$617	\$917	8.2%
North Carolina	\$1,723	\$2,293	5.9%
South Carolina	\$652	\$813	4.5%
<b>Tennessee</b>	<b>\$898</b>	<b>\$984</b>	<b>1.8%</b>
Texas	\$3,087	\$4,093	5.8%
Virginia	\$968	\$1,480	8.9%
West Virginia	\$304	\$373	4.2%

Sources: Tennessee: State Budget Documents, 1995-1996 and 2000-2001;  
Other States: Illinois State University, Grapevine Database, 2000

Throughout this period of less than adequate funding, Tennessee's students and their families realized a much greater burden through increases in required tuition and fees. From 1993-94 to 2000-01, tuition and fee revenue has increased in Tennessee by 73%, while state appropriations increased only 27%. Although undergraduate tuition and fees have been rising nationally in the last few years, Tennessee is well outpacing the fee increases of its regional peers. For example, tuition and fees at the University of Tennessee Knoxville have risen 43% since 1995-96 compared with an increase of 14.7% for peer schools. This trend is troubling because it creates a fiscal obstacle to college participation. Tuition and fees at Tennessee's four-year schools require 7.7% of the state's median household income, a figure that is above the SREB average. This demand on family income is especially burdensome to the citizens in Tennessee's poorest counties.

<b>Relationship of Tuition and Fees to Median Income</b>					
	<b>Median Income 1998</b>	<b>Average Fees</b>		<b>% of Income</b>	
		<b>4 year</b>	<b>2 year</b>	<b>4 year</b>	<b>2 year</b>
SREB States	\$34,734	\$2,469	\$1,140	7.1%	3.3%
Tennessee	\$32,602	\$2,509	\$1,237	7.7%	3.8%
TN's 47 Poorest Counties	\$24,807	\$2,509	\$1,237	10.1%	5.0%

\*Source: Tuition Figures: SREB Factbook 1998/99

\*Source: Income: U.S. Census Bureau, Current Population Survey (CPS) 1998 (States), and CPS 1995 (Counties)

As tuition and fees have increased, Tennessee has fallen farther behind its peers with respect to the level of financial aid offered to its citizens. The last several years have produced sizeable increases across the country in the availability of state level student aid. From 1992-93 to 1998-99, Tennessee experienced a 43% increase in total aid from state allocations. Nationally, states have appropriated 64% more aid dollars over that same period of time. Excluding Georgia because of the Hope scholarship, from the analysis, the SREB states have well outpaced Tennessee by increasing aid to need and merit programs by 135%. Tennessee distributes slightly under \$4 per resident in financial aid compared with the national per-resident average of \$11. Not only is Tennessee's current commitment to financial aid well off the pace of our neighboring states and the country at large, but the rate of increase in those same states will make it increasingly difficult to catch up.

<b>1998-99 Student Financial Aid Comparison</b>		
	<b>Amount</b>	<b>Rank</b>
Tennessee - per Resident	\$4	35
National - per Resident	\$11	
Tennessee - per Resident (18-24 years old)	\$42	35
National - per Resident (18-24)	\$136	
Tennessee - per Undergraduate FTE	\$150	33
National - per Undergraduate FTE	\$464	

Source: National Association of State Student Grant and Aid Programs, 1997-98 Survey

**Faculty Salaries**

In recent years, faculty salaries in Tennessee have not kept pace with the SREB average. Across all four-year institutions, professors in Tennessee were 10.5% below the SREB average in 1999-2000, compared with 0.5% above the average in 1991-92, while assistant professors were 8.1% below the SREB average in 1999-2000, compared to 1% above in 1991-92. In fiscal year 1991-92, the average faculty salary at public four-year institutions in Tennessee was 3.4% higher than the SREB average. In fiscal year 1999-

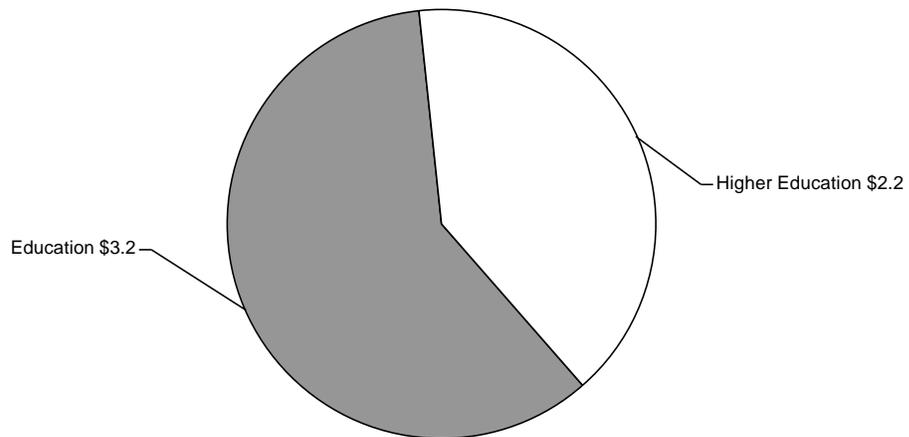
2000, the average faculty salary at public four-year institutions in Tennessee had dropped to 6.2% below the SREB average. When adjusting for inflation (1991 constant dollars), faculty actually earn \$11,000 less than they did in 1991. The following chart details the movement of faculty salaries (all ranks) from 1991-1992 to 1999-2000.

<b>Faculty Salary Comparison</b>					
	<b>1991-92</b>	<b>1995-96</b>	<b>1997-98</b>	<b>1998-99</b>	<b>1999-2000</b>
SREB States	\$ 46,369	\$ 47,719	\$ 51,164	\$ 53,381	\$ 55,022
Tennessee	48,003	47,638	49,490	49,698	51,806
TN's Position	3.4% above	0.2% below	3.3% below	6.8% below	6.2% below

The following graph depicts the manner in which funds are divided among the departments within this group. Funding mixes

within each department vary. Figures represent state, federal, and other sources of funding, including tuition and fees.

### Education FY 2001 - 2002 Recommended



In Billions  
\$5,405,290,200 Total

## Education Total Personnel and Funding

	<b>Actual</b> <b>1999-2000</b>	<b>Estimated</b> <b>2000-2001</b>	<b>Recommended</b> <b>2001-2002</b>
<b>Personnel *</b>			
Full Time	1,096	1,126	1,144
Part Time	28	28	28
Seasonal	7	7	7
<b>TOTAL</b>	<b>1,131</b>	<b>1,161</b>	<b>1,179</b>
<b>Expenditures</b>			
Payroll	\$40,097,900	\$48,190,200	\$49,249,500
Operational	4,842,660,600	5,108,946,700	5,356,040,700
<b>TOTAL</b>	<b>\$4,882,758,500</b>	<b>\$5,157,136,900</b>	<b>\$5,405,290,200</b>
<b>Funding</b>			
State	\$3,452,050,700	\$3,612,462,100	\$3,853,313,300
Tuition/Fees	496,746,500	528,310,800	528,310,800
Federal	540,057,200	615,771,400	628,409,600
Other	393,904,100	400,592,600	395,256,500

\* Does not include Higher Education's unrestricted education and general personnel.

## Education Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
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### Education

- **Reading Initiative - Reading Coaches**

To provide funding for programs that would make reading by the end of the third grade a priority and build upon those reading skills. This goal is to be accomplished by having a trained reading coach in every K-8 school. This coach will receive intensive reading training from a partnership between the department and higher education institutions. The training relationship will be maintained and continuously enhanced through the state's internet infrastructure. The coach will provide this training to every teacher in the school. The coach also will work with the community to train volunteers to assist in accomplishing the department's reading goals. The bulk of the funding is for reading materials and supplies. In addition, the reading coach will receive a supplement to the teaching salary for assuming these additional duties.

<b>331.25 BEP and Other LEA Support</b>	\$20,173,100	\$0	\$0	\$20,173,100	0
<b>Sub-total</b>	\$20,173,100	\$0	\$0	\$20,173,100	0

- **Reading Initiative - Early Childhood Education**

To provide funding for the first phase of an early childhood education program serving Tennessee's four year old children. The first phase is directed toward educationally at-risk children. This program is an essential component for school success. Four year old children will attain the cognitive, social, emotional, and physical development skills needed to begin school. The first phase will serve an additional 7,370 four year old children. The goal of the Administration is to offer early childhood education to all four year olds by the 2005-2006 school year. Currently, 36,850 four year olds are not served by a pre-school program. This initiative includes \$36.1 million in state appropriations to cover phase 1 of the academic initiative. Also included in the initiative is \$5.5 million for an additional 110 Family Resource Centers, which will allow funding for a minimum of one center per county. These centers will help identify those children at greatest risk of educational failure, increase parent and family involvement in their children's education, and transition children and families into school. This initiative also includes \$300,000 for materials and staff to monitor the programs, \$250,000 for a teacher training and recertification institute, and \$200,000 for student entrance screening.

<b>331.09 Improving School Programs</b>	\$42,350,000	\$0	\$0	\$42,350,000	5
<b>Sub-total</b>	\$42,350,000	\$0	\$0	\$42,350,000	5

- **Reading Initiative - Catching Up**

To provide funding to give all students a fair chance to pass the Gateway graduation tests. Student achievement on the current high school competency test and on the seventh and eighth grade Tennessee Comprehensive Assessment Program (TCAP) tests indicates that a substantial number of students are at risk of failing the much more difficult Gateway tests set to begin in school year 2001-2002. This will provide \$10 million for targeted catch-up activities for seventh and eighth grade students at risk of failing the Gateway tests. In addition, this improvement includes \$6 million for intensive professional development in math and science for middle grade teachers who were licensed under old standards.

<b>331.25 BEP and Other LEA Support</b>	\$16,000,000	\$0	\$0	\$16,000,000	0
<b>Sub-total</b>	\$16,000,000	\$0	\$0	\$16,000,000	0

## Education Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>• Reading Initiative - Teaching Resources - Quality Teaching</b>					
To provide funding to address K-12 teacher recruitment and retention. This includes \$2 million for an enhanced scholarship program targeted to specific subject areas where shortages exist. It also provides \$4,442,100 and three positions for a mentoring program for new teachers that would provide support and increase their likelihood of remaining in the profession. Also included is \$322,500 to encourage teachers to obtain their national board certification. Teachers seeking employment and school systems searching for teachers will be linked through an electronic clearinghouse. The budget also includes \$800,000 for Teaching as a Second Career, a K-12 teacher certification initiative which would encourage professionals to earn teaching certificates in their fields.					
<b>331.05 Training and Professional Development</b>	\$7,564,600	\$0	\$0	\$7,564,600	4
<b>Sub-total</b>	\$7,564,600	\$0	\$0	\$7,564,600	4
<b>• Reading Initiative - Teaching Resources - Digital Enhancement</b>					
To provide funds for Advanced Placement courses through the internet in school systems unable to offer the courses at particular schools due to lack of teachers or small numbers of students. This will narrow the gap of academic opportunities between large and small school systems. To make the best and most efficient use of the internet infrastructure currently in the schools, funds are provided to expand the internet pipeline as the requirements of schools increase. Infrastructure improvements require \$3 million, and Advanced Placement on-line curricula, \$2 million.					
<b>331.25 BEP and Other LEA Support</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>Sub-total</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>• Reading Initiative - Teaching Resources - Classroom Materials</b>					
To provide an additional \$100 per teacher for classroom materials. Current educational research indicates that providing teachers the resources they need to teach is one of the best and most cost-effective ways to improve student achievement.					
<b>331.25 BEP and Other LEA Support</b>	\$5,600,000	\$0	\$0	\$5,600,000	0
<b>Sub-total</b>	\$5,600,000	\$0	\$0	\$5,600,000	0
<b>• Basic Education Program (BEP)</b>					
To maintain full funding of the Basic Education Program formula.					
<b>331.25 BEP and Other LEA Support</b>	\$19,422,800	\$0	\$0	\$19,422,800	0
<b>Sub-total</b>	\$19,422,800	\$0	\$0	\$19,422,800	0

## Education Improvements for Fiscal Year 2001-2002

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Testing</b>					
To provide funds to develop and field-test the final set of the ten new Gateway tests. This will fund tests 6 through 10, which are Algebra 2, Geometry, Physical Science, Chemistry and American History.					
<b>331.11 Accountability</b>	\$5,229,500	\$0	\$0	\$5,229,500	0
<b>Sub-total</b>	\$5,229,500	\$0	\$0	\$5,229,500	0
<b>• English as a Second Language</b>					
To provide funding for an English-Limited Learner (ELL) component in the Basic Education Program formula. This will generate funding for teachers and translators. The ratio will be one teacher per 50 ELL students and one translator per 500 ELL students.					
<b>331.25 BEP and Other LEA Support</b>	\$5,243,000	\$0	\$0	\$5,243,000	0
<b>Sub-total</b>	\$5,243,000	\$0	\$0	\$5,243,000	0
<b>• Infants and Toddlers</b>					
To provide funds for an increased number of children served by the Tennessee Infants and Toddlers program and for inflationary costs.					
<b>331.95 Tennessee Infant Parent Services School</b>	\$2,150,000	\$0	\$0	\$2,150,000	5
<b>Sub-total</b>	\$2,150,000	\$0	\$0	\$2,150,000	5
<b>• Autism Center</b>					
To provide funds to establish an autism center in East Tennessee. This would provide services to autistic children outside the vicinity of the West Tennessee center.					
<b>331.36 Special Education Services</b>	\$500,000	\$0	\$0	\$500,000	0
<b>Sub-total</b>	\$500,000	\$0	\$0	\$500,000	0
<b>• Training and Experience</b>					
To provide funds for projected growth in teachers' training and experience at the state Special Schools.					
<b>331.90 Alvin C. York Institute</b>	\$45,900	\$0	\$0	\$45,900	0
<b>331.91 Tennessee School for the Blind</b>	\$51,200	\$0	\$0	\$51,200	0
<b>331.92 Tennessee School for the Deaf</b>	\$59,400	\$0	\$0	\$59,400	0
<b>331.93 West Tennessee School for the Deaf</b>	\$23,700	\$0	\$0	\$23,700	0
<b>331.95 Tennessee Infant Parent Services School</b>	\$24,800	\$0	\$0	\$24,800	0
<b>Sub-total</b>	\$205,000	\$0	\$0	\$205,000	0

**Education  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Braille Resource Center</b>					
To provide funds to establish a Braille resource center at the School for the Blind. The center will make Braille and enlarged manuscripts for blind and low-vision students.					
<b>331.91 Tennessee School for the Blind</b>	\$126,100	\$0	\$0	\$126,100	3
<b>Sub-total</b>	<u>\$126,100</u>	<u>\$0</u>	<u>\$0</u>	<u>\$126,100</u>	<u>3</u>
<b>• Public Charter Schools</b>					
To provide funds for public charter schools legislation.					
<b>331.02 Grants-In-Aid</b>	\$80,000	\$0	\$0	\$80,000	0
<b>Sub-total</b>	<u>\$80,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$80,000</u>	<u>0</u>
<b>• State Board of Education</b>					
To provide funds for a research associate position to assist the State Board of Education with analysis of the Basic Education Program.					
<b>331.07 State Board of Education</b>	\$68,300	\$0	\$0	\$68,300	1
<b>Sub-total</b>	<u>\$68,300</u>	<u>\$0</u>	<u>\$0</u>	<u>\$68,300</u>	<u>1</u>
<b>Total Education</b>	<u>\$129,712,400</u>	<u>\$0</u>	<u>\$0</u>	<u>\$129,712,400</u>	<u>18</u>

**Higher Education - State Administered Programs**

**• Academic Excellence - Student Assistance Awards**

To provide funds for Higher Education Excellence. This will provide funds for student assistance awards to serve an additional 6,021 needy students, increase the maximum award level from \$1,746 to \$1,938, offset a 5% tuition increase, and increase the maximum award for the Tennessee Teaching Scholars from \$3,000 to \$3,900.

<b>332.03 Tennessee Student Assistance Awards</b>	\$8,693,500	\$0	\$0	\$8,693,500	0
<b>332.05 Tennessee Student Assistance Corporation</b>	\$144,500	\$0	\$12,100	\$156,600	0
<b>332.07 Loan/Scholarship Programs</b>	\$162,000	\$0	\$0	\$162,000	0
<b>Sub-total</b>	<u>\$9,000,000</u>	<u>\$0</u>	<u>\$12,100</u>	<u>\$9,012,100</u>	<u>0</u>

**Education  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Academic Excellence - Operating Increase</b>					
To provide funds for Higher Education Excellence. This will provide funds to support higher education operating improvements, including funds for four-year university Centers of Excellence, two-year college Campus Centers of Emphasis, Contract Education, the Foreign Language Institute, and the Higher Education Commission.					
<b>332.01 Tennessee Higher Education Commission</b>	\$64,100	\$0	\$0	\$64,100	0
<b>332.02 Contract Education</b>	\$58,300	\$0	\$0	\$58,300	0
<b>332.08 Centers of Excellence</b>	\$995,300	\$0	\$0	\$995,300	0
<b>332.09 THEC Grants</b>	\$269,100	\$0	\$0	\$269,100	0
<b>332.11 Campus Centers of Emphasis</b>	\$71,400	\$0	\$0	\$71,400	0
<b>332.14 Tennessee Foreign Language Institute</b>	\$42,100	\$0	\$0	\$42,100	0
<b>Sub-total</b>	\$1,500,300	\$0	\$0	\$1,500,300	0
<b>Total Higher Education - State Administered Programs</b>	<b>\$10,500,300</b>	<b>\$0</b>	<b>\$12,100</b>	<b>\$10,512,400</b>	<b>0</b>

**Education**  
**Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>University of Tennessee System</b>					
<b>• Academic Excellence - Operating Increase</b>					
To provide funds for Higher Education Excellence. These operating funds will improve library holdings, increase the number of faculty, improve instructional and laboratory budgets, support technology initiatives, upgrade campus equipment, improve building maintenance, increase graduate student stipends, and address inflation of basic fixed operating costs.					
<b>332.10 UT University-Wide Administration</b>	\$129,000	\$0	\$0	\$129,000	0
<b>332.15 UT Institute for Public Service</b>	\$307,600	\$0	\$0	\$307,600	0
<b>332.16 UT Municipal Technical Advisory Service</b>	\$76,600	\$0	\$0	\$76,600	0
<b>332.17 UT County Technical Assistance Service</b>	\$60,700	\$0	\$0	\$60,700	0
<b>332.23 UT Space Institute</b>	\$426,100	\$0	\$0	\$426,100	0
<b>332.25 UT Agricultural Experiment Station</b>	\$1,280,600	\$0	\$0	\$1,280,600	0
<b>332.26 UT Agricultural Extension Service</b>	\$1,266,900	\$0	\$0	\$1,266,900	0
<b>332.28 UT Veterinary Medicine</b>	\$809,800	\$0	\$0	\$809,800	0
<b>332.30 UT Memphis</b>	\$2,994,500	\$0	\$0	\$2,994,500	0
<b>332.32 UT Family Medicine</b>	\$220,800	\$0	\$0	\$220,800	0
<b>332.34 UT College of Medicine</b>	\$2,948,900	\$0	\$0	\$2,948,900	0
<b>332.40 UT Chattanooga</b>	\$698,100	\$0	\$0	\$698,100	0
<b>332.42 UT Knoxville</b>	\$8,033,300	\$0	\$0	\$8,033,300	0
<b>332.44 UT Martin</b>	\$868,600	\$0	\$0	\$868,600	0
<b>Sub-total</b>	\$20,121,500	\$0	\$0	\$20,121,500	0
<b>• Academic Excellence - Research Initiatives</b>					
To provide funds for Higher Education Excellence. This is the second year of a multi-year plan to enable the University of Tennessee to double federal research and development grants to \$150 million per year and to put UT among the top 25 public research universities by 2008.					
<b>332.12 Research Initiatives - UT System</b>	\$7,500,000	\$0	\$0	\$7,500,000	0
<b>Sub-total</b>	\$7,500,000	\$0	\$0	\$7,500,000	0
<b>Total University of Tennessee System</b>	<b>\$27,621,500</b>	<b>\$0</b>	<b>\$0</b>	<b>\$27,621,500</b>	<b>0</b>

**Education**  
**Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>State Board of Regents System</b>					
• <b>Academic Excellence - Operating Increase</b>					
To provide funds for Higher Education Excellence. These operating funds will improve library holdings, increase the number of faculty, improve instructional and laboratory budgets, support technology initiatives, upgrade campus equipment, improve building maintenance, increase graduate student stipends, and address inflation of basic fixed operating costs.					
<b>332.54 Nashville State Technical Institute</b>	\$648,000	\$0	\$0	\$648,000	0
<b>332.55 Pellissippi State Technical Community College</b>	\$708,100	\$0	\$0	\$708,100	0
<b>332.56 Northeast State Technical Community College</b>	\$448,900	\$0	\$0	\$448,900	0
<b>332.60 Tennessee Board of Regents</b>	\$32,800	\$0	\$0	\$32,800	0
<b>332.62 TSU McMinnville Center</b>	\$28,900	\$0	\$0	\$28,900	0
<b>332.65 ETSU College of Medicine</b>	\$1,619,100	\$0	\$0	\$1,619,100	0
<b>332.67 ETSU Family Practice</b>	\$246,200	\$0	\$0	\$246,200	0
<b>332.70 Austin Peay State University</b>	\$1,266,500	\$0	\$0	\$1,266,500	0
<b>332.72 East Tennessee State University</b>	\$2,165,800	\$0	\$0	\$2,165,800	0
<b>332.74 University of Memphis</b>	\$4,745,800	\$0	\$0	\$4,745,800	0
<b>332.75 Middle Tennessee State University</b>	\$3,828,600	\$0	\$0	\$3,828,600	0
<b>332.77 Tennessee State University</b>	\$36,100	\$0	\$0	\$36,100	0
<b>332.78 Tennessee Technological University</b>	\$1,381,200	\$0	\$0	\$1,381,200	0
<b>332.82 Columbia State Community College</b>	\$402,600	\$0	\$0	\$402,600	0
<b>332.84 Dyersburg State Community College</b>	\$247,600	\$0	\$0	\$247,600	0
<b>332.86 Jackson State Community College</b>	\$444,600	\$0	\$0	\$444,600	0
<b>332.88 Motlow State Community College</b>	\$538,500	\$0	\$0	\$538,500	0
<b>332.90 Roane State Community College</b>	\$609,900	\$0	\$0	\$609,900	0
<b>332.94 Volunteer State Community College</b>	\$491,700	\$0	\$0	\$491,700	0
<b>332.96 Walters State Community College</b>	\$611,200	\$0	\$0	\$611,200	0
<b>332.98 Tennessee Technology Centers</b>	\$1,790,100	\$0	\$0	\$1,790,100	0
<b>Sub-total</b>	\$22,292,200	\$0	\$0	\$22,292,200	0

## Education Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>• Academic Excellence - Research Initiatives</b>					
To provide funds for Higher Education Excellence. This will provide funds to increase research initiatives in the State Board of Regents System. This improvement will require campus matching funds and will allow research institutions to develop major research activities and attract federal research grant funds.					
<b>332.61 Research Initiatives - Regents System</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>Sub-total</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>Total State Board of Regents System</b>	<b>\$27,292,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$27,292,200</b>	<b>0</b>

### Higher Education System-Wide Improvements

<b>• Academic Excellence - Faculty Retention and Recruiting</b>					
To provide funds for Higher Education Excellence. This will provide funds for faculty retention and recruiting in high-demand disciplines. This \$10 million state appropriation will be matched with \$5 million from student tuition and fees, in order to provide a total of \$15 million, to make Tennessee public colleges more competitive with those in other states in retention and recruitment of outstanding faculty.					
<b>332.99 Higher Education System-Wide Improvements</b>	\$10,000,000	\$0	\$0	\$10,000,000	0
<b>Sub-total</b>	\$10,000,000	\$0	\$0	\$10,000,000	0
<b>• Academic Excellence - Special Equipment</b>					
To provide funds for Higher Education Excellence. This will allow upgrading of instructional and research equipment. Included is \$4 million to meet special equipment replacement needs at the East Tennessee State University College of Medicine. The remaining \$11 million will be used to address critical instructional, laboratory, and research equipment needs, particularly in technology areas, which includes \$6.6 million for Tennessee Board of Regents institutions and \$4.4 million for the University of Tennessee.					
<b>332.99 Higher Education System-Wide Improvements</b>	\$15,000,000	\$0	\$0	\$15,000,000	0
<b>Sub-total</b>	\$15,000,000	\$0	\$0	\$15,000,000	0
<b>• Academic Excellence - Technology Initiatives</b>					
To provide funds for Higher Education Excellence. This will provide funds for debt service on \$9 million in general obligation notes to procure infrastructure associated with technology initiatives, including computer servers, networks, and multi-media equipment.					
<b>332.99 Higher Education System-Wide Improvements</b>	\$2,000,000	\$0	\$0	\$2,000,000	0
<b>Sub-total</b>	\$2,000,000	\$0	\$0	\$2,000,000	0

**Education  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Salary Increase</b>					
Also recommended in this budget is \$27,025,500 to fund an average 3% salary increase for higher education employees. Under the THEC higher education funding formula, this is the state appropriation share of the salary increase. In the academic formula and other tuition-generating units, the salary increase is funded by state appropriations and student tuition and fees, according to the appropriate shares under the THEC formula. In other non-formula units, the salary increase is funded entirely with state appropriations.					
<b>332.99 Higher Education System-Wide Improvements</b>	\$27,025,500	\$0	\$0	\$27,025,500	0
<b>Sub-total</b>	\$27,025,500	\$0	\$0	\$27,025,500	0
<b>• Geier Settlement (Desegregation)</b>					
To provide funds to implement the Geier desegregation agreement. As provided in the general appropriations bill, a sum sufficient from this amount will be available for expenditure in fiscal year 2000-2001 in order to fund the current-year requirements of the Agreed Order, and the balance will be available in 2001-2002.					
<b>332.99 Higher Education System-Wide Improvements</b>	\$10,765,000	\$0	\$0	\$10,765,000	0
<b>Sub-total</b>	\$10,765,000	\$0	\$0	\$10,765,000	0
<b>Total Higher Education System-Wide Improvements</b>	<b>\$64,790,500</b>	<b>\$0</b>	<b>\$0</b>	<b>\$64,790,500</b>	<b>0</b>
<b>Total Higher Education</b>	<b>\$130,204,500</b>	<b>\$0</b>	<b>\$12,100</b>	<b>\$130,216,600</b>	<b>0</b>
<b>Total Education</b>	<b>\$259,916,900</b>	<b>\$0</b>	<b>\$12,100</b>	<b>\$259,929,000</b>	<b>18</b>

# Department of Education

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The Department of Education is responsible for ensuring that the children of Tennessee have the opportunity for intellectual development commensurate with their abilities. The department coordinates and supervises the educational programs provided by the 138 local school districts, or local education agencies (LEAs). The LEAs operate the state's kindergarten, elementary, secondary, and vocational schools. The department carries out its education responsibilities through a multitude of program areas.

## Administration and the State Board of Education

Administration functions include policy development, planning, maintenance of the Basic Education Program (BEP) funding formula model, financial management advisory services to LEAs, and collection of student membership data. Sections in Administration include:

- Commissioner's office
- Internal audit
- Personnel, central accounts, and budget
- Teacher licensing
- Local finance
- Public information
- Data services.

The State Board of Education is the regulatory and policy-making body for K-12 public education, the state's special schools, and educational television. The board has two primary responsibilities:

- Developing a five-year Master Plan for improving education in the state
- Establishing policies, standards, and guidelines for public education in grades K-12.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.01 Administration</b>					
Full-Time	118	125	125	0	125
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>118</b>	<b>125</b>	<b>125</b>	<b>0</b>	<b>125</b>
Payroll	4,911,800	6,426,600	6,397,600	0	6,397,600
Operational	1,678,900	1,779,500	1,817,000	0	1,817,000
<b>Total</b>	<b>\$6,590,700</b>	<b>\$8,206,100</b>	<b>\$8,214,600</b>	<b>\$0</b>	<b>\$8,214,600</b>
State	5,146,200	7,219,600	7,219,600	0	7,219,600
Federal	1,410,400	961,000	961,000	0	961,000
Other	34,100	25,500	34,000	0	34,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.07 State Board of Education</b>					
Full-Time	6	6	6	1	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>1</b>	<b>7</b>
Payroll	409,600	420,800	420,800	68,300	<b>489,100</b>
Operational	189,200	220,300	220,300	0	<b>220,300</b>
<b>Total</b>	<b>\$598,800</b>	<b>\$641,100</b>	<b>\$641,100</b>	<b>\$68,300</b>	<b>\$709,400</b>
State	582,900	621,100	621,100	68,300	<b>689,400</b>
Federal	0	0	0	0	<b>0</b>
Other	15,900	20,000	20,000	0	<b>20,000</b>

### State Support of LEA Programs

The BEP is the formula that determines the funding level each school system needs in order to provide a basic level of service for all students. This formula is based directly on student enrollment in the different grade levels and programs, as well as specific costs for materials, supplies, equipment, and other operating costs. This flow-through funding is provided in the BEP and Other LEA Support allotment code. A county's relative ability to pay for education is taken into consideration in determining each system's required local share of the education funds generated by the BEP formula.

### 331.25 BEP and Other LEA Support

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	2,294,046,300	2,373,059,800	2,371,277,500	71,438,900	<b>2,442,716,400</b>
<b>Total</b>	<b>\$2,294,046,300</b>	<b>\$2,373,059,800</b>	<b>\$2,371,277,500</b>	<b>\$71,438,900</b>	<b>\$2,442,716,400</b>
State	2,290,782,700	2,371,277,500	2,371,277,500	71,438,900	<b>2,442,716,400</b>
Federal	0	0	0	0	<b>0</b>
Other	3,263,600	1,782,300	0	0	<b>0</b>

The state also provides support for a number of initiatives designed to address specific needs and special programs, including:

- Career Ladder supplements and extended contracts
- Educational/public television
- Tennessee Holocaust Commission
- Driver Education
- Technology
- Accountability.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.10 Career Ladder</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	100,791,900	102,036,500	97,000,000	0	97,000,000
<b>Total</b>	<b>\$100,791,900</b>	<b>\$102,036,500</b>	<b>\$97,000,000</b>	<b>\$0</b>	<b>\$97,000,000</b>
State	100,791,900	102,036,500	97,000,000	0	97,000,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 331.02 Grants-In-Aid

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	3,358,600	4,108,600	4,108,600	80,000	4,188,600
<b>Total</b>	<b>\$3,358,600</b>	<b>\$4,108,600</b>	<b>\$4,108,600</b>	<b>\$80,000</b>	<b>\$4,188,600</b>
State	3,358,600	4,108,600	4,108,600	80,000	4,188,600
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 331.43 Driver Education

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	1,683,800	1,700,000	1,700,000	0	1,700,000
<b>Total</b>	<b>\$1,683,800</b>	<b>\$1,700,000</b>	<b>\$1,700,000</b>	<b>\$0</b>	<b>\$1,700,000</b>
State	1,683,800	1,700,000	1,700,000	0	1,700,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 331.04 Technology, Infrastructure, and Support Systems

Full-Time	24	24	24	0	24
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>24</b>	<b>24</b>	<b>24</b>	<b>0</b>	<b>24</b>
Payroll	824,600	1,245,100	1,380,200	0	1,380,200
Operational	1,446,900	1,392,400	1,257,300	0	1,257,300
<b>Total</b>	<b>\$2,271,500</b>	<b>\$2,637,500</b>	<b>\$2,637,500</b>	<b>\$0</b>	<b>\$2,637,500</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	2,271,500	2,637,500	2,637,500	0	<b>2,637,500</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

### 331.11 Accountability

Full-Time	49	49	49	0	<b>49</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>49</b>	<b>49</b>	<b>49</b>	<b>0</b>	<b>49</b>
Payroll	1,507,800	2,254,700	2,254,700	0	<b>2,254,700</b>
Operational	12,160,000	19,894,600	16,395,000	5,229,500	<b>21,624,500</b>
<b>Total</b>	<b>\$13,667,800</b>	<b>\$22,149,300</b>	<b>\$18,649,700</b>	<b>\$5,229,500</b>	<b>\$23,879,200</b>
State	10,408,900	17,338,200	17,338,200	5,229,500	<b>22,567,700</b>
Federal	0	0	0	0	<b>0</b>
Other	3,258,900	4,811,100	1,311,500	0	<b>1,311,500</b>

Additionally, state support is provided in the form of program and technical assistance through the Division of Curriculum and Instruction. This division assists LEAs in developing and implementing all of the basic and special programs. These special programs include the Governor's Study Partner Program, music, art, computer education, and programs for gifted students such as the Governor's Schools. The Governor's Schools program provides four weeks of summer enrichment programs to gifted and talented high school juniors and seniors. The seven Governor's schools are:

- Science
- Arts
- Humanities
- International studies
- Prospective teachers
- Tennessee studies
- Manufacturing technology.

Through the Training and Professional Development program, the department provides training and professional development opportunities for instructional personnel, school system superintendents, and board members. The department also provides training for teachers and administrators in technology by offering workshops, training sessions, and the annual Tennessee Education Technology Conference.

### 331.06 Curriculum and Instruction

Full-Time	19	19	19	0	<b>19</b>
Part-Time	9	9	9	0	<b>9</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>28</b>	<b>28</b>	<b>28</b>	<b>0</b>	<b>28</b>
Payroll	983,100	1,065,700	1,044,200	0	<b>1,044,200</b>
Operational	2,010,500	1,998,400	1,921,800	0	<b>1,921,800</b>
<b>Total</b>	<b>\$2,993,600</b>	<b>\$3,064,100</b>	<b>\$2,966,000</b>	<b>\$0</b>	<b>\$2,966,000</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	2,970,900	3,013,500	2,916,000	0	<b>2,916,000</b>
Federal	0	0	0	0	<b>0</b>
Other	22,700	50,600	50,000	0	<b>50,000</b>

### 331.05 Training and Professional Development

Full-Time	22	22	22	4	<b>26</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>22</b>	<b>22</b>	<b>22</b>	<b>4</b>	<b>26</b>
Payroll	938,300	1,101,100	1,101,100	150,000	<b>1,251,100</b>
Operational	2,003,600	2,866,400	6,025,600	7,414,600	<b>13,440,200</b>
<b>Total</b>	<b>\$2,941,900</b>	<b>\$3,967,500</b>	<b>\$7,126,700</b>	<b>\$7,564,600</b>	<b>\$14,691,300</b>
State	2,242,400	3,360,000	6,512,800	7,564,600	<b>14,077,400</b>
Federal	0	0	0	0	<b>0</b>
Other	699,500	607,500	613,900	0	<b>613,900</b>

## Federally-Funded and Supported LEA Programs

Various federally funded programs are designed to enhance the learning environment of disadvantaged and disabled students. These programs include the Goals 2000: Educate America Act for the attainment of national goals; Technology Literacy for enhancing technology access statewide; Advanced Placement for increasing availability of advanced placement courses; Character Education; and Class Size Reduction. Other programs support teacher training in the core academic subjects as well as drug awareness and AIDS education. Title I, Title VI of the IASA, the Educate America Act, and the Technology Literacy program are entirely federally-funded and administered by the state. Child nutrition programs, services to handicapped students, and vocational education programs are federally and state funded.

### 331.12 Goals 2000 and Technology Literacy

Full-Time	3	3	3	0	<b>3</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>3</b>	<b>3</b>	<b>3</b>	<b>0</b>	<b>3</b>
Payroll	107,200	188,200	188,200	0	<b>188,200</b>
Operational	12,939,500	15,842,500	15,848,000	0	<b>15,848,000</b>
<b>Total</b>	<b>\$13,046,700</b>	<b>\$16,030,700</b>	<b>\$16,036,200</b>	<b>\$0</b>	<b>\$16,036,200</b>
State	0	0	0	0	<b>0</b>
Federal	13,046,700	16,030,700	16,036,200	0	<b>16,036,200</b>
Other	0	0	0	0	<b>0</b>

Title I of the federal Improving America's Schools Act (IASA) assists LEAs and institutions in identifying economically and educationally deprived children, as well as administering federal funds awarded to the state. Title I funding is used by LEAs to design programs intended to increase students' performance to a level commensurate with their peers. The allocation of funds

is based on poverty indices and the number of neglected, delinquent, or foster children supported by public funds.

Title VI of the IASA is an assistance program designed to provide funding to local school systems for innovative education programs in eight broad areas:

- School reform activities consistent with the Goals 2000: Educate America Act
- Acquisition and use of library services and instructional materials
- Promising education reform projects
- At-risk students
- High-cost students that require specialized instruction
- Technology
- Adult and student illiteracy
- Gifted and talented students.

Title II funds from the federal Eisenhower Grant provide for professional development activities for teachers concentrated in the areas of mathematics and science.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.03 Improving America's School Act (IASA)</b>					
Full-Time	35	36	36	0	<b>36</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>35</b>	<b>36</b>	<b>36</b>	<b>0</b>	<b>36</b>
Payroll	1,470,500	1,859,300	1,879,600	0	<b>1,879,600</b>
Operational	179,785,900	174,206,800	174,188,900	0	<b>174,188,900</b>
<b>Total</b>	<b>\$181,256,400</b>	<b>\$176,066,100</b>	<b>\$176,068,500</b>	<b>\$0</b>	<b>\$176,068,500</b>
State	0	0	0	0	<b>0</b>
Federal	181,250,200	176,066,100	176,068,500	0	<b>176,068,500</b>
Other	6,200	0	0	0	<b>0</b>

Improving School Programs fund a variety of initiatives designed to provide support for local efforts. The School-age Child Care Program was adopted by law in 1989 to encourage the development of before and after school child care programs. The department is responsible for annually inspecting each site for compliance with state child care standards. The Early Childhood Education Initiative was implemented in 1998 to improve the effectiveness of the Title I and locally funded preschool programs in order to meet the goal of school readiness. The Safe and Drug-Free Schools and Communities Program provides financial and technical support to schools and communities in their efforts to reduce adolescent drug use and violence. Even Start grants fund a family literacy program to prepare preschool children for school and to assist parents in working with their children. Financial support is provided through a variety of grant programs, including formula grants to LEAs as well as discretionary grants to both school and community-based programs. Other federally funded programs in the Improving School Programs allotment code include:

- Homeless grants
- Learn and Serve grants
- Byrd scholarships
- Troops to Teachers
- Head Start State Collaborative.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.09 Improving School Programs</b>					
Full-Time	28	39	39	5	44
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>29</b>	<b>40</b>	<b>40</b>	<b>5</b>	<b>45</b>
Payroll	1,065,700	1,725,000	1,725,200	230,300	1,955,500
Operational	12,452,900	42,090,100	42,248,700	42,119,700	84,368,400
<b>Total</b>	<b>\$13,518,600</b>	<b>\$43,815,100</b>	<b>\$43,973,900</b>	<b>\$42,350,000</b>	<b>\$86,323,900</b>
State	5,126,000	9,227,500	9,227,500	42,350,000	51,577,500
Federal	5,418,200	22,436,000	22,440,900	0	22,440,900
Other	2,974,400	12,151,600	12,305,500	0	12,305,500

The Division of Special Education Services is responsible for initiating, improving, and expanding special education programs and services to children with disabilities as mandated by state and federal law. The division serves children through two major efforts:

- Providing technical assistance to school systems and agencies that provide special education programs
- Ensuring that the rights of disabled children and their parents are protected by:
  - (a) Mediating, upon request, disagreements between local school systems and parents regarding a child's educational program
  - (b) Providing due process hearings.

**331.36 Special Education Services**

Full-Time	65	65	65	0	65
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>65</b>	<b>65</b>	<b>65</b>	<b>0</b>	<b>65</b>
Payroll	2,736,100	3,242,600	3,242,600	0	3,242,600
Operational	93,645,800	102,406,800	108,437,800	500,000	108,937,800
<b>Total</b>	<b>\$96,381,900</b>	<b>\$105,649,400</b>	<b>\$111,680,400</b>	<b>\$500,000</b>	<b>\$112,180,400</b>
State	463,300	491,300	491,300	500,000	991,300
Federal	95,917,100	105,158,100	111,189,100	0	111,189,100
Other	1,500	0	0	0	0

The Tennessee Infant Parent Services School program provides home-based services to parents and other primary care providers and direct services to children with disabilities.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.95 Tennessee Infant Parent Services School</b>					
Full-Time	30	30	30	5	<b>35</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>30</b>	<b>30</b>	<b>30</b>	<b>5</b>	<b>35</b>
Payroll	1,815,700	1,945,600	1,860,300	287,800	<b>2,148,100</b>
Operational	13,988,800	14,555,200	14,640,500	1,887,000	<b>16,527,500</b>
<b>Total</b>	<b>\$15,804,500</b>	<b>\$16,500,800</b>	<b>\$16,500,800</b>	<b>\$2,174,800</b>	<b>\$18,675,600</b>
State	10,662,500	11,066,300	11,066,300	2,174,800	<b>13,241,100</b>
Federal	5,142,000	5,434,500	5,434,500	0	<b>5,434,500</b>
Other	0	0	0	0	<b>0</b>

The School Nutrition programs provide nutrition education and nutritious meals during the school day. To ensure that all students have access to a nutritious meal, the division reimburses LEAs for all eligible students who participate in the School Lunch and School Breakfast programs.

### 331.35 School Nutrition Programs

Full-Time	20	20	20	0	<b>20</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>0</b>	<b>20</b>
Payroll	865,100	994,300	994,300	0	<b>994,300</b>
Operational	143,233,900	150,559,800	157,185,100	0	<b>157,185,100</b>
<b>Total</b>	<b>\$144,099,000</b>	<b>\$151,554,100</b>	<b>\$158,179,400</b>	<b>\$0</b>	<b>\$158,179,400</b>
State	4,877,900	4,996,700	4,996,700	0	<b>4,996,700</b>
Federal	139,221,100	146,557,400	153,182,700	0	<b>153,182,700</b>
Other	0	0	0	0	<b>0</b>

The Vocational Education program is responsible for providing specialized education services to the state's high school students that will prepare them for employment and/or post-secondary education. The Division of Vocational Education also provides direction to the LEAs in establishing and maintaining programs in areas such as:

- Agriculture
- Family and consumer services
- Trade and industry
- Information technology
- Marketing
- Health science
- Technology education.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.45 Vocational Education Programs</b>					
Full-Time	62	63	63	0	63
Part-Time	13	13	13	0	13
Seasonal	7	7	7	0	7
<b>Total</b>	<b>82</b>	<b>83</b>	<b>83</b>	<b>0</b>	<b>83</b>
Payroll	2,178,200	2,948,500	2,948,500	0	2,948,500
Operational	24,907,800	29,409,300	29,293,500	0	29,293,500
<b>Total</b>	<b>\$27,086,000</b>	<b>\$32,357,800</b>	<b>\$32,242,000</b>	<b>\$0</b>	<b>\$32,242,000</b>
State	4,122,800	4,906,800	4,791,000	0	4,791,000
Federal	22,530,000	26,573,300	26,573,300	0	26,573,300
Other	433,200	877,700	877,700	0	877,700

### Special Schools

The department operates three schools across the state in order to provide academic, vocational, and special instruction education opportunities in residential settings for legally blind, deaf, and/or multi-disabled children ages preschool to 21. These schools are the Tennessee School for the Blind, the Tennessee School for the Deaf, and the West Tennessee School for the Deaf. The programs offered include:

- Academic instruction
- Self-care skills
- Counseling
- Pre-vocational training
- Child health and safety
- Independent living skills
- Consultation services to LEAs
- Diagnosis and identification of learning problems.

Additionally, the department operates the Alvin C. York Institute in Jamestown, a model rural high school that serves as a center for improving rural education.

### 331.91 Tennessee School for the Blind

Full-Time	183	184	184	3	187
Part-Time	3	3	3	0	3
Seasonal	0	0	0	0	0
<b>Total</b>	<b>186</b>	<b>187</b>	<b>187</b>	<b>3</b>	<b>190</b>
Payroll	6,121,800	6,557,900	6,585,400	141,200	6,726,600
Operational	1,470,900	1,464,000	1,423,000	36,100	1,459,100
<b>Total</b>	<b>\$7,592,700</b>	<b>\$8,021,900</b>	<b>\$8,008,400</b>	<b>\$177,300</b>	<b>\$8,185,700</b>
State	6,743,300	7,324,900	7,324,900	177,300	7,502,200
Federal	0	0	0	0	0
Other	849,400	697,000	683,500	0	683,500

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>331.92 Tennessee School for the Deaf</b>					
Full-Time	243	245	245	0	245
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>244</b>	<b>246</b>	<b>246</b>	<b>0</b>	<b>246</b>
Payroll	7,496,100	8,220,700	8,291,200	59,400	8,350,600
Operational	2,470,000	2,689,100	2,631,700	0	2,631,700
<b>Total</b>	<b>\$9,966,100</b>	<b>\$10,909,800</b>	<b>\$10,922,900</b>	<b>\$59,400</b>	<b>\$10,982,300</b>
State	9,489,200	10,408,100	10,436,600	59,400	10,496,000
Federal	0	37,800	37,800	0	37,800
Other	476,900	463,900	448,500	0	448,500

**331.93 West Tennessee School for the Deaf**

Full-Time	40	42	42	0	42
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>40</b>	<b>42</b>	<b>42</b>	<b>0</b>	<b>42</b>
Payroll	1,303,800	1,499,300	1,471,300	23,700	1,495,000
Operational	348,300	300,100	346,400	0	346,400
<b>Total</b>	<b>\$1,652,100</b>	<b>\$1,799,400</b>	<b>\$1,817,700</b>	<b>\$23,700</b>	<b>\$1,841,400</b>
State	1,468,400	1,609,800	1,621,800	23,700	1,645,500
Federal	0	37,800	37,800	0	37,800
Other	183,700	151,800	158,100	0	158,100

**331.90 Alvin C. York Institute**

Full-Time	76	76	76	0	76
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>76</b>	<b>76</b>	<b>76</b>	<b>0</b>	<b>76</b>
Payroll	2,968,800	3,159,800	3,122,700	45,900	3,168,600
Operational	1,141,700	853,700	864,200	0	864,200
<b>Total</b>	<b>\$4,110,500</b>	<b>\$4,013,500</b>	<b>\$3,986,900</b>	<b>\$45,900</b>	<b>\$4,032,800</b>
State	3,127,300	3,332,700	3,352,700	45,900	3,398,600
Federal	36,000	35,700	36,000	0	36,000
Other	947,200	645,100	598,200	0	598,200

**331.97 Major Maintenance**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	362,500	404,100	239,100	0	239,100
<b>Total</b>	<b>\$362,500</b>	<b>\$404,100</b>	<b>\$239,100</b>	<b>\$0</b>	<b>\$239,100</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	201,000	239,100	239,100	0	<b>239,100</b>
Federal	0	0	0	0	<b>0</b>
Other	161,500	165,000	0	0	<b>0</b>

**331.00 Department Total**

Full-Time	1,023	1,048	1,048	18	<b>1,066</b>
Part-Time	27	27	27	0	<b>27</b>
Seasonal	7	7	7	0	<b>7</b>
<b>Total</b>	<b>1,057</b>	<b>1,082</b>	<b>1,082</b>	<b>18</b>	<b>1,100</b>
Payroll	37,704,200	44,855,200	44,907,900	1,006,600	<b>45,914,500</b>
Operational	2,906,117,700	3,043,838,000	3,049,070,000	128,705,800	<b>3,177,775,800</b>
<b>Total</b>	<b>\$2,943,821,900</b>	<b>\$3,088,693,200</b>	<b>\$3,093,977,900</b>	<b>\$129,712,400</b>	<b>\$3,223,690,300</b>
State	2,466,521,500	2,566,915,700	2,564,879,200	129,712,400	<b>2,694,591,600</b>
Federal	463,971,700	499,328,400	511,997,800	0	<b>511,997,800</b>
Other	13,328,700	22,449,100	17,100,900	0	<b>17,100,900</b>

## Statistical Data State Special Schools

	<u>York Institute 331.90</u>	<u>TN School for the Blind 331.91</u>	<u>TN School for the Deaf 331.92</u>	<u>West TN School for the Deaf 331.93</u>
<b>Annual Admissions</b>				
1995-1996	750	10	30	43
1996-1997	750	12	28	45
1997-1998	750	10	27	55
1998-1999	718	13	28	59
1999-2000	800	16	29	57
2000-2001	800	18	32	58
2001-2002	743	18	32	53
<b>Annual Releases</b>				
1995-1996	250	13	24	9
1996-1997	250	10	22	4
1997-1998	250	8	22	5
1998-1999	250	8	30	9
1999-2000	250	8	27	6
2000-2001	250	8	30	6
2001-2002	250	8	30	6
<b>Average Daily Census</b>				
1995-1996	637	164	173	39
1996-1997	673	164	201	39
1997-1998	676	164	180	45
1998-1999	621	167	184	52
1999-2000	617	172	179	47
2000-2001	590	176	188	50
2001-2002	610	176	188	50
<b>Cost Per Occupancy Day</b>				
1995-1996	\$28.56	\$213.87	\$223.44	\$167.28
1996-1997	\$28.71	\$183.65	\$218.60	\$161.05
1997-1998	\$28.84	\$229.58	\$280.18	\$157.70
1998-1999	\$32.82	\$246.77	\$305.89	\$157.57
1999-2000	\$37.01	\$245.24	\$309.31	\$195.28
2000-2001	\$37.79	\$253.22	\$322.39	\$199.93
2001-2002	\$36.73	\$258.39	\$324.54	\$204.60

# Higher Education

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Providing affordable, high-quality, post-secondary education to Tennesseans is the mission of the state-sponsored higher education program. Higher Education also provides valuable services through its research, medical, agriculture, and public service programs. In addition, emphasis is placed on coordination, student financial aid, and special programs designed to improve the overall quality of education in Tennessee. The University of Tennessee System, the State University and Community College System, the Tennessee Higher Education Commission, and the Tennessee Student Assistance Corporation work together to accomplish these activities.

## State-Administered Programs

### Tennessee Higher Education Commission

The Tennessee Higher Education Commission (THEC) was created to coordinate and unify Tennessee's program of public higher education. Its primary responsibilities include:

- Developing and maintaining a master plan for public higher education in Tennessee
- Developing policies and formulas for the fair and equitable distribution of public funds among Tennessee's public institutions of higher education
- Studying the need for programs, departments, and other educational activities at Tennessee's institutions of higher learning
- Reviewing all proposals for new degrees or degree programs and academic departments or divisions within the institutions
- Studying and making determinations concerning the establishment of new institutions of higher learning
- Submitting a biennial report to the Governor and the Legislature on the status of higher education
- Administering the contract education program with in-state private institutions and with out-of-state institutions through the Southern Regional Education Board
- Coordinating desegregation planning in public institutions
- Administering the tuition waiver and discount programs
- Authorizing post-secondary educational institutions to operate in the state and reviewing programs to ensure they meet minimum standards set forth in the Post-secondary Education Authorization Act.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.01 Tennessee Higher Education Commission</b>					
Full-Time	30	32	32	0	<b>32</b>
Part-Time	1	1	1	0	<b>1</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>31</b>	<b>33</b>	<b>33</b>	<b>0</b>	<b>33</b>
Payroll	1,495,600	1,996,500	1,996,500	0	<b>1,996,500</b>
Operational	519,500	633,200	633,200	64,100	<b>697,300</b>
<b>Total</b>	<b>\$2,015,100</b>	<b>\$2,629,700</b>	<b>\$2,629,700</b>	<b>\$64,100</b>	<b>\$2,693,800</b>
State	1,565,100	1,929,300	1,929,300	64,100	<b>1,993,400</b>
Federal	245,000	268,800	268,800	0	<b>268,800</b>
Other	205,000	431,600	431,600	0	<b>431,600</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.02 Contract Education</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	2,483,800	2,500,200	2,500,200	58,300	2,558,500
<b>Total</b>	<b>\$2,483,800</b>	<b>\$2,500,200</b>	<b>\$2,500,200</b>	<b>\$58,300</b>	<b>\$2,558,500</b>
State	2,483,800	2,500,200	2,500,200	58,300	2,558,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 332.09 THEC Grants

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	3,742,800	3,844,900	3,813,700	269,100	4,082,800
<b>Total</b>	<b>\$3,742,800</b>	<b>\$3,844,900</b>	<b>\$3,813,700</b>	<b>\$269,100</b>	<b>\$4,082,800</b>
State	2,793,300	2,832,700	2,832,700	269,100	3,101,800
Federal	939,900	1,012,200	981,000	0	981,000
Other	9,600	0	0	0	0

## Tennessee Student Assistance Corporation

The Tennessee Student Assistance Corporation (TSAC) is a non-profit corporation that administers state and federal student financial assistance programs. TSAC's duties include:

- Guaranteeing student loans
- Administering the Academic Scholars Program and, for financially needy Tennesseans, the Tennessee Student Assistance Awards Program
- Administering loan/scholarship programs encouraging students to enter into the teaching, nursing, and medical professions
- Executing the federal program designed to prevent potential defaults on student loans
- Arranging or serving as the lender of last resort.

### 332.03 Tennessee Student Assistance Awards

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	21,396,700	30,452,000	30,452,000	8,693,500	39,145,500
<b>Total</b>	<b>\$21,396,700</b>	<b>\$30,452,000</b>	<b>\$30,452,000</b>	<b>\$8,693,500</b>	<b>\$39,145,500</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	20,977,400	29,771,900	29,771,900	8,693,500	<b>38,465,400</b>
Federal	413,600	680,100	680,100	0	<b>680,100</b>
Other	5,700	0	0	0	<b>0</b>

### 332.04 Federal Family Education Loan Program (FFELP)

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	36,442,300	80,000,000	80,000,000	0	<b>80,000,000</b>
<b>Total</b>	<b>\$36,442,300</b>	<b>\$80,000,000</b>	<b>\$80,000,000</b>	<b>\$0</b>	<b>\$80,000,000</b>
State	0	0	0	0	<b>0</b>
Federal	33,681,600	76,602,500	76,602,500	0	<b>76,602,500</b>
Other	2,760,700	3,397,500	3,397,500	0	<b>3,397,500</b>

### 332.05 Tennessee Student Assistance Corporation

Full-Time	34	34	34	0	<b>34</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>34</b>	<b>34</b>	<b>34</b>	<b>0</b>	<b>34</b>
Payroll	898,100	1,338,500	1,338,500	0	<b>1,338,500</b>
Operational	9,528,500	13,726,900	13,726,900	156,600	<b>13,883,500</b>
<b>Total</b>	<b>\$10,426,600</b>	<b>\$15,065,400</b>	<b>\$15,065,400</b>	<b>\$156,600</b>	<b>\$15,222,000</b>
State	904,500	1,159,200	1,159,200	144,500	<b>1,303,700</b>
Federal	2,402,700	3,771,600	3,771,600	0	<b>3,771,600</b>
Other	7,119,400	10,134,600	10,134,600	12,100	<b>10,146,700</b>

### 332.07 Loan/Scholarship Programs

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	1,741,800	1,868,500	1,868,500	162,000	<b>2,030,500</b>
<b>Total</b>	<b>\$1,741,800</b>	<b>\$1,868,500</b>	<b>\$1,868,500</b>	<b>\$162,000</b>	<b>\$2,030,500</b>
State	932,000	975,000	975,000	162,000	<b>1,137,000</b>
Federal	0	0	0	0	<b>0</b>
Other	809,800	893,500	893,500	0	<b>893,500</b>

## Tennessee Foreign Language Institute

The Tennessee Foreign Language Institute mission is to promote, encourage, enhance and facilitate the learning and teaching of foreign languages. The Institute serves more

than 4,000 people per year through classes in more than 115 languages and self-study programs in another 26 languages.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.14 Tennessee Foreign Language Institute</b>					
Full-Time	9	12	12	0	12
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>9</b>	<b>12</b>	<b>12</b>	<b>0</b>	<b>12</b>
Payroll	0	0	0	0	0
Operational	886,900	887,000	887,000	42,100	929,100
<b>Total</b>	<b>\$886,900</b>	<b>\$887,000</b>	<b>\$887,000</b>	<b>\$42,100</b>	<b>\$929,100</b>
State	256,300	264,000	264,000	42,100	306,100
Federal	0	0	0	0	0
Other	630,600	623,000	623,000	0	623,000

### Excellence Initiatives

Several excellence initiatives have been undertaken to improve the overall quality of higher education in Tennessee:

- The Academic Scholars Program provides scholarships to some of Tennessee's brightest graduating high school students to encourage them to attend Tennessee's higher education institutions. This program is administered by the Tennessee Student Assistance Corporation.
- The Centers of Excellence Program provides additional funding to Tennessee's public four-year universities to supplement specific disciplines that are excellent or demonstrate the potential to become excellent. The state has established 26 Centers of Excellence based on the following principles: expansion of research and economic development activities, attainment of regional and national recognition, enhancement of existing institutional strengths, and differentiation of missions among institutions. This program is administered by the Tennessee Higher Education Commission.
- The Campus Centers of Emphasis Program provides supplemental funding to demonstrably excellent programs at the state's public two-year institutions. The state has established 15 Campus Centers of Emphasis based on the same principles applying to the Centers of Excellence. This program is administered by the Tennessee Higher Education Commission.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.06 Academic Scholars Program</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	598,500	630,500	630,500	0	630,500
<b>Total</b>	<b>\$598,500</b>	<b>\$630,500</b>	<b>\$630,500</b>	<b>\$0</b>	<b>\$630,500</b>
State	251,800	251,800	251,800	0	251,800
Federal	0	0	0	0	0
Other	346,700	378,700	378,700	0	378,700

**332.08 Centers of Excellence**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	17,694,200	18,220,800	18,220,800	995,300	19,216,100
<b>Total</b>	<b>\$17,694,200</b>	<b>\$18,220,800</b>	<b>\$18,220,800</b>	<b>\$995,300</b>	<b>\$19,216,100</b>
State	17,694,200	18,220,800	18,220,800	995,300	19,216,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

**332.11 Campus Centers of Emphasis**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	1,269,800	1,309,400	1,309,400	71,400	1,380,800
<b>Total</b>	<b>\$1,269,800</b>	<b>\$1,309,400</b>	<b>\$1,309,400</b>	<b>\$71,400</b>	<b>\$1,380,800</b>
State	1,269,800	1,309,400	1,309,400	71,400	1,380,800
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>Total State-Administered Programs</b>					
Full-Time	73	78	78	0	<b>78</b>
Part-Time	1	1	1	0	<b>1</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>74</b>	<b>79</b>	<b>79</b>	<b>0</b>	<b>79</b>
Payroll	2,393,700	3,335,000	3,335,000	0	<b>3,335,000</b>
Operational	96,304,800	154,073,400	154,042,200	10,512,400	<b>164,554,600</b>
<b>Total</b>	<b>\$98,698,500</b>	<b>\$157,408,400</b>	<b>\$157,377,200</b>	<b>\$10,512,400</b>	<b>\$167,889,600</b>
State	49,128,200	59,214,300	59,214,300	10,500,300	<b>69,714,600</b>
Federal	37,682,800	82,335,200	82,304,000	0	<b>82,304,000</b>
Other	11,887,500	15,858,900	15,858,900	12,100	<b>15,871,000</b>

## University of Tennessee System

The University of Tennessee is a statewide land grant institution governed by a Board of Trustees. The University of Tennessee offers academic programs in a large number of specialized areas at the bachelor's, master's, and doctoral levels. In addition to the traditional teaching mission, the UT system is engaged in a number of research and public service activities.

Note: Position counts shown below are for full-time, unrestricted education and general employees only. Full-time equivalent (FTE) enrollments are for Fall 1999 and 2000. Federal revenues, tuition and fees, and other revenues are unrestricted current funds derived from educational, general, and auxiliary enterprise sources.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.10 UT University-Wide Administration</b>					
Full-Time					
Administrative	170	175	175	0	175
Faculty	0	0	0	0	0
Clerical/Support	231	220	220	0	220
<b>Total</b>	<b>401</b>	<b>395</b>	<b>395</b>	<b>0</b>	<b>395</b>
FTE Enrollment	0	0	0	0	0
State	2,534,200	2,619,200	2,570,600	129,000	2,699,600
Federal	0	0	0	0	0
Other	22,405,800	14,669,000	14,669,000	0	14,669,000
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$24,940,000</b>	<b>\$17,288,200</b>	<b>\$17,239,600</b>	<b>\$129,000</b>	<b>\$17,368,600</b>

### 332.12 Research Initiatives – UT System

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	0	7,500,000	0	7,500,000	7,500,000
<b>Total</b>	<b>\$0</b>	<b>\$7,500,000</b>	<b>\$0</b>	<b>\$7,500,000</b>	<b>\$7,500,000</b>
State	0	7,500,000	0	7,500,000	7,500,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 332.18 UT National Championship License Plate

Full-Time					
Administrative	0	0	0	0	0
Faculty	0	0	0	0	0
Clerical/Support	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
FTE Enrollment	0	0	0	0	0
State	280,700	0	0	0	0
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$280,700</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## Public Service

One of the missions of the University of Tennessee is to provide services to the public beyond traditional post-secondary and professional education and training by:

- Providing information and technical assistance to business, industry, and government
- Advising the counties, cities, and towns of Tennessee in such areas as law, public works, finance, accounting, and governmental affairs
- Providing continuing education on and off campuses, with special emphasis on degree-granting programs in non-traditional settings.

### 332.15 UT Institute for Public Service

Full-Time					
Administrative	60	56	56	0	56
Faculty	0	0	0	0	0
Clerical/Support	44	38	38	0	38
<b>Total</b>	<b>104</b>	<b>94</b>	<b>94</b>	<b>0</b>	<b>94</b>
FTE Enrollment	0	0	0	0	0
State	4,435,600	4,630,400	4,609,800	307,600	4,917,400
Federal	415,100	377,000	377,000	0	377,000
Other	1,381,900	1,018,400	1,018,400	0	1,018,400
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$6,232,600</b>	<b>\$6,025,800</b>	<b>\$6,005,200</b>	<b>\$307,600</b>	<b>\$6,312,800</b>

### 332.16 UT Municipal Technical Advisory Service

Full-Time					
Administrative	29	29	29	0	29
Faculty	0	0	0	0	0
Clerical/Support	13	14	14	0	14
<b>Total</b>	<b>42</b>	<b>43</b>	<b>43</b>	<b>0</b>	<b>43</b>
FTE Enrollment	0	0	0	0	0
State	1,287,200	1,372,300	1,369,600	76,600	1,446,200
Federal	0	0	0	0	0
Other	1,909,300	1,938,600	1,938,600	0	1,938,600
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$3,196,500</b>	<b>\$3,310,900</b>	<b>\$3,308,200</b>	<b>\$76,600</b>	<b>\$3,384,800</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.17 UT County Technical Assistance Service</b>					
Full-Time					
Administrative	21	22	22	0	22
Faculty	0	0	0	0	0
Clerical/Support	4	4	4	0	4
<b>Total</b>	<b>25</b>	<b>26</b>	<b>26</b>	<b>0</b>	<b>26</b>
FTE Enrollment	0	0	0	0	0
State	979,800	1,040,000	1,037,000	60,700	1,097,700
Federal	0	0	0	0	0
Other	1,768,100	1,768,800	1,768,800	0	1,768,800
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$2,747,900</b>	<b>\$2,808,800</b>	<b>\$2,805,800</b>	<b>\$60,700</b>	<b>\$2,866,500</b>

## Agricultural Units

Agricultural programs are an important focus of the University of Tennessee in its capacity as a land grant institution. The various units of the program promote and support agriculture through basic and applied research, through assistance to community groups in all 95 counties, and through veterinary training and research.

### 332.25 UT Agricultural Experiment Station

Full-Time					
Administrative	133	127	127	0	127
Faculty	94	95	95	0	95
Clerical/Support	245	234	234	0	234
<b>Total</b>	<b>472</b>	<b>456</b>	<b>456</b>	<b>0</b>	<b>456</b>
FTE Enrollment	0	0	0	0	0
State	19,179,600	20,001,500	19,958,500	1,280,600	21,239,100
Federal	5,283,300	5,304,500	5,304,500	0	5,304,500
Other	2,997,900	3,072,000	3,072,000	0	3,072,000
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$27,460,800</b>	<b>\$28,378,000</b>	<b>\$28,335,000</b>	<b>\$1,280,600</b>	<b>\$29,615,600</b>

### 332.26 UT Agricultural Extension Service

Full-Time					
Administrative	333	330	330	0	330
Faculty	78	72	72	0	72
Clerical/Support	151	148	148	0	148
<b>Total</b>	<b>562</b>	<b>550</b>	<b>550</b>	<b>0</b>	<b>550</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
FTE Enrollment	0	0	0	0	0
State	22,308,000	23,262,600	23,177,600	1,266,900	<b>24,444,500</b>
Federal	8,413,800	8,357,100	8,357,100	0	<b>8,357,100</b>
Other	488,600	473,500	473,500	0	<b>473,500</b>
Tuition/Fees	0	0	0	0	<b>0</b>
<b>Total</b>	<b>\$31,210,400</b>	<b>\$32,093,200</b>	<b>\$32,008,200</b>	<b>\$1,266,900</b>	<b>\$33,275,100</b>

### 332.28 UT Veterinary Medicine

Full-Time					
Administrative	22	22	22	0	<b>22</b>
Faculty	76	80	80	0	<b>80</b>
Clerical/Support	137	137	137	0	<b>137</b>
<b>Total</b>	<b>235</b>	<b>239</b>	<b>239</b>	<b>0</b>	<b>239</b>
FTE Enrollment	384	410	410	0	<b>410</b>
State	12,135,600	14,911,800	12,671,800	809,800	<b>13,481,600</b>
Federal	420,600	398,200	398,200	0	<b>398,200</b>
Other	4,374,300	4,371,800	4,371,800	0	<b>4,371,800</b>
Tuition/Fees	1,778,500	2,023,500	2,023,500	0	<b>2,023,500</b>
<b>Total</b>	<b>\$18,709,000</b>	<b>\$21,705,300</b>	<b>\$19,465,300</b>	<b>\$809,800</b>	<b>\$20,275,100</b>

## Medical Education Units

The medical education program of the University of Tennessee plays an important role in helping to meet the state's health care needs. With the goal of providing high-quality health care to all geographic regions of the state, the medical education program trains physicians and other health care professionals.

### 332.30 UT Memphis

Full-Time					
Administrative	229	249	249	0	<b>249</b>
Faculty	200	192	192	0	<b>192</b>
Clerical/Support	595	582	582	0	<b>582</b>
<b>Total</b>	<b>1,024</b>	<b>1,023</b>	<b>1,023</b>	<b>0</b>	<b>1,023</b>
FTE Enrollment	2,023	1,999	1,999	0	<b>1,999</b>
State	50,696,900	59,643,400	52,827,900	2,994,500	<b>55,822,400</b>
Federal	6,512,400	6,223,000	6,223,000	0	<b>6,223,000</b>
Other	13,680,000	12,735,100	12,735,100	0	<b>12,735,100</b>
Tuition/Fees	8,701,400	9,209,400	9,209,400	0	<b>9,209,400</b>
<b>Total</b>	<b>\$79,590,700</b>	<b>\$87,810,900</b>	<b>\$80,995,400</b>	<b>\$2,994,500</b>	<b>\$83,989,900</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.32 UT Family Medicine</b>					
Full-Time					
Administrative	8	22	22	0	22
Faculty	33	35	35	0	35
Clerical/Support	73	90	90	0	90
<b>Total</b>	<b>114</b>	<b>147</b>	<b>147</b>	<b>0</b>	<b>147</b>
FTE Enrollment	0	0	0	0	0
State	5,101,100	5,571,400	5,566,900	220,800	5,787,700
Federal	0	0	0	0	0
Other	11,081,500	16,818,100	16,818,100	0	16,818,100
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$16,182,600</b>	<b>\$22,389,500</b>	<b>\$22,385,000</b>	<b>\$220,800</b>	<b>\$22,605,800</b>

### 332.34 UT College of Medicine

Full-Time					
Administrative	93	81	81	0	81
Faculty	547	510	510	0	510
Clerical/Support	241	221	221	0	221
<b>Total</b>	<b>881</b>	<b>812</b>	<b>812</b>	<b>0</b>	<b>812</b>
FTE Enrollment	0	0	0	0	0
State	36,847,600	39,539,600	39,539,600	2,948,900	42,488,500
Federal	0	0	0	0	0
Other	21,356,900	22,504,500	22,504,500	0	22,504,500
Tuition/Fees	9,185,000	9,996,600	9,996,600	0	9,996,600
<b>Total</b>	<b>\$67,389,500</b>	<b>\$72,040,700</b>	<b>\$72,040,700</b>	<b>\$2,948,900</b>	<b>\$74,989,600</b>

## University and Research Campuses

The University of Tennessee provides comprehensive undergraduate and graduate study at each of its three major campuses. These campuses provide services to citizens in all areas of the state through education, research, and public service activities.

The University of Tennessee Space Institute provides graduate study and research in aerospace engineering and related fields. The institute also provides assistance to private companies involved in aerospace engineering.

### 332.23 UT Space Institute

Full-Time					
Administrative	33	30	30	0	30
Faculty	40	41	41	0	41
Clerical/Support	45	44	44	0	44
<b>Total</b>	<b>118</b>	<b>115</b>	<b>115</b>	<b>0</b>	<b>115</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
FTE Enrollment	111	85	85	0	85
State	6,873,300	7,931,400	7,180,300	426,100	<b>7,606,400</b>
Federal	441,100	350,000	350,000	0	<b>350,000</b>
Other	452,800	465,300	465,300	0	<b>465,300</b>
Tuition/Fees	1,510,800	1,468,600	1,468,600	0	<b>1,468,600</b>
<b>Total</b>	<b>\$9,278,000</b>	<b>\$10,215,300</b>	<b>\$9,464,200</b>	<b>\$426,100</b>	<b>\$9,890,300</b>

### 332.40 UT Chattanooga

Full-Time					
Administrative	209	197	197	0	<b>197</b>
Faculty	302	326	326	0	<b>326</b>
Clerical/Support	332	319	319	0	<b>319</b>
<b>Total</b>	<b>843</b>	<b>842</b>	<b>842</b>	<b>0</b>	<b>842</b>
FTE Enrollment	7,019	6,832	6,832	0	<b>6,832</b>
State	36,800,400	37,818,400	37,718,400	698,100	<b>38,416,500</b>
Federal	205,300	175,500	175,500	0	<b>175,500</b>
Other	9,737,800	10,579,600	10,579,600	0	<b>10,579,600</b>
Tuition/Fees	24,524,500	24,657,100	24,657,100	0	<b>24,657,100</b>
<b>Total</b>	<b>\$71,268,000</b>	<b>\$73,230,600</b>	<b>\$73,130,600</b>	<b>\$698,100</b>	<b>\$73,828,700</b>

### 332.42 UT Knoxville

Full-Time					
Administrative	663	646	646	0	<b>646</b>
Faculty	1,098	1,191	1,191	0	<b>1,191</b>
Clerical/Support	1,505	1,520	1,520	0	<b>1,520</b>
<b>Total</b>	<b>3,266</b>	<b>3,357</b>	<b>3,357</b>	<b>0</b>	<b>3,357</b>
FTE Enrollment	22,782	22,465	22,465	0	<b>22,465</b>
State	150,237,400	155,483,000	155,249,000	8,033,300	<b>163,282,300</b>
Federal	8,618,300	7,657,000	7,657,000	0	<b>7,657,000</b>
Other	117,721,100	110,376,200	110,376,200	0	<b>110,376,200</b>
Tuition/Fees	117,139,600	122,499,400	122,499,400	0	<b>122,499,400</b>
<b>Total</b>	<b>\$393,716,400</b>	<b>\$396,015,600</b>	<b>\$395,781,600</b>	<b>\$8,033,300</b>	<b>\$403,814,900</b>

### 332.44 UT Martin

Full-Time					
Administrative	105	117	117	0	<b>117</b>
Faculty	270	266	266	0	<b>266</b>
Clerical/Support	249	246	246	0	<b>246</b>
<b>Total</b>	<b>624</b>	<b>629</b>	<b>629</b>	<b>0</b>	<b>629</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
FTE Enrollment	5,278	5,324	5,324	0	5,324
State	25,566,500	26,295,900	26,223,900	868,600	27,092,500
Federal	83,000	79,500	79,500	0	79,500
Other	10,848,000	11,167,400	11,167,400	0	11,167,400
Tuition/Fees	16,873,100	18,373,600	18,373,600	0	18,373,600
<b>Total</b>	<b>\$53,370,600</b>	<b>\$55,916,400</b>	<b>\$55,844,400</b>	<b>\$868,600</b>	<b>\$56,713,000</b>

**Total University of Tennessee System**

Full-Time					
Administrative	2,108	2,103	2,103	0	2,103
Faculty	2,738	2,808	2,808	0	2,808
Clerical/Support	3,865	3,817	3,817	0	3,817
<b>Total</b>	<b>8,711</b>	<b>8,728</b>	<b>8,728</b>	<b>0</b>	<b>8,728</b>
FTE Enrollment	37,597	37,115	37,115	0	37,115
State	375,263,900	407,620,900	389,700,900	27,621,500	417,322,400
Federal	30,392,900	28,921,800	28,921,800	0	28,921,800
Other	220,204,000	211,958,300	211,958,300	0	211,958,300
Tuition/Fees	179,712,900	188,228,200	188,228,200	0	188,228,200
<b>Total</b>	<b>\$805,573,700</b>	<b>\$836,729,200</b>	<b>\$818,809,200</b>	<b>\$27,621,500</b>	<b>\$846,430,700</b>

## State University and Community College System

The State University and Community College System consists of four-year universities, two-year community colleges, technical institutes, and technology centers which serve the citizens of Tennessee through teaching, research, and public service. The system is governed by the Tennessee Board of Regents. Planning, coordination, and review functions are the responsibility of the administrative staff of the Board of Regents.

Note: Position counts shown below are for full-time, unrestricted education and general employees only. Full-time equivalent (FTE) enrollments are for Fall 1999 and 2000. Federal revenues, tuition and fees, and other revenues are unrestricted current funds derived from educational, and general sources and from auxiliary enterprise sources.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.60 Tennessee Board of Regents</b>					
Full-Time					
Administrative	68	60	60	0	<b>60</b>
Faculty	0	0	0	0	<b>0</b>
Clerical/Support	9	20	20	0	<b>20</b>
<b>Total</b>	<b>77</b>	<b>80</b>	<b>80</b>	<b>0</b>	<b>80</b>
FTE Enrollment	0	0	0	0	<b>0</b>
State	3,417,700	3,622,700	3,611,300	32,800	<b>3,644,100</b>
Federal	15,300	2,000	2,000	0	<b>2,000</b>
Other	3,803,600	3,367,200	3,367,200	0	<b>3,367,200</b>
Tuition/Fees	0	0	0	0	<b>0</b>
<b>Total</b>	<b>\$7,236,600</b>	<b>\$6,991,900</b>	<b>\$6,980,500</b>	<b>\$32,800</b>	<b>\$7,013,300</b>

### 332.61 Research Initiatives – Regents System

Full-Time					
Administrative	0	0	0	0	<b>0</b>
Faculty	0	0	0	0	<b>0</b>
Clerical/Support	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
FTE Enrollment	0	0	0	0	<b>0</b>
State	0	0	0	5,000,000	<b>5,000,000</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>
Tuition/Fees	0	0	0	0	<b>0</b>
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$5,000,000</b>	<b>\$5,000,000</b>

### Agricultural Unit

The TSU McMinnville Center is dedicated solely to nursery crop research and it is the only one of its kind in the nation. The Center's mission is to provide leadership in strengthening and expanding the regional nursery industry through research in the areas of pathology, entomology,

genetics, horticulture, and related sciences. The Center is administered by Tennessee State University.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.62 TSU McMinnville Center</b>					
Full-Time					
Administrative	5	5	5	0	5
Faculty	0	0	0	0	0
Clerical/Support	1	1	1	0	1
<b>Total</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>0</b>	<b>6</b>
FTE Enrollment	0	0	0	0	0
State	450,000	466,000	466,000	28,900	494,900
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$450,000</b>	<b>\$466,000</b>	<b>\$466,000</b>	<b>\$28,900</b>	<b>\$494,900</b>

### Medical Education Units

To help meet the health needs of the citizens of eastern Tennessee, the East Tennessee State University (ETSU) Quillen College of Medicine provides medical study and training for students who wish to become physicians or other health-care professionals. Through family medicine residency programs, the college encourages its students to enter into family health practice in the rural communities of East Tennessee.

### 332.65 ETSU College of Medicine

Full-Time					
Administrative	80	84	84	0	84
Faculty	135	147	147	0	147
Clerical/Support	100	97	97	0	97
<b>Total</b>	<b>315</b>	<b>328</b>	<b>328</b>	<b>0</b>	<b>328</b>
FTE Enrollment	236	241	241	0	241
State	21,448,200	22,834,200	22,546,500	1,619,100	24,165,600
Federal	364,000	350,000	350,000	0	350,000
Other	7,382,800	7,626,100	7,626,100	0	7,626,100
Tuition/Fees	2,951,400	3,249,700	3,249,700	0	3,249,700
<b>Total</b>	<b>\$32,146,400</b>	<b>\$34,060,000</b>	<b>\$33,772,300</b>	<b>\$1,619,100</b>	<b>\$35,391,400</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.67 ETSU Family Practice</b>					
Full-Time					
Administrative	19	21	21	0	21
Faculty	19	24	24	0	24
Clerical/Support	65	65	65	0	65
<b>Total</b>	<b>103</b>	<b>110</b>	<b>110</b>	<b>0</b>	<b>110</b>
FTE Enrollment	0	0	0	0	0
State	3,454,500	3,787,400	3,775,500	246,200	4,021,700
Federal	0	0	0	0	0
Other	8,517,400	8,686,700	8,686,700	0	8,686,700
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$11,971,900</b>	<b>\$12,474,100</b>	<b>\$12,462,200</b>	<b>\$246,200</b>	<b>\$12,708,400</b>

## Universities

The universities of the State University and Community College System offer undergraduate and graduate study to the citizens of Tennessee. Located throughout the state, the universities offer comprehensive programs in subjects as diverse as occupational training, the arts and sciences, law, and health sciences.

### 332.70 Austin Peay State University

Full-Time					
Administrative	149	148	148	0	148
Faculty	280	280	280	0	280
Clerical/Support	267	267	267	0	267
<b>Total</b>	<b>696</b>	<b>695</b>	<b>695</b>	<b>0</b>	<b>695</b>
FTE Enrollment	5,721	5,671	5,671	0	5,671
State	27,904,800	27,955,200	28,721,400	1,266,500	29,987,900
Federal	163,200	160,000	160,000	0	160,000
Other	6,379,800	7,076,700	7,076,700	0	7,076,700
Tuition/Fees	17,744,700	19,011,500	19,011,500	0	19,011,500
<b>Total</b>	<b>\$52,192,500</b>	<b>\$54,203,400</b>	<b>\$54,969,600</b>	<b>\$1,266,500</b>	<b>\$56,236,100</b>

### 332.72 East Tennessee State University

Full-Time					
Administrative	258	261	261	0	261
Faculty	518	519	519	0	519
Clerical/Support	524	531	531	0	531
<b>Total</b>	<b>1,300</b>	<b>1,311</b>	<b>1,311</b>	<b>0</b>	<b>1,311</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
FTE Enrollment	9,402	9,122	9,122	0	9,122
State	47,804,500	49,143,600	49,000,100	2,165,800	51,165,900
Federal	583,300	280,000	280,000	0	280,000
Other	12,548,900	13,629,100	13,629,100	0	13,629,100
Tuition/Fees	32,037,800	33,310,800	33,310,800	0	33,310,800
<b>Total</b>	<b>\$92,974,500</b>	<b>\$96,363,500</b>	<b>\$96,220,000</b>	<b>\$2,165,800</b>	<b>\$98,385,800</b>

### 332.74 University of Memphis

Full-Time					
Administrative	614	622	622	0	622
Faculty	789	815	815	0	815
Clerical/Support	1,020	1,029	1,029	0	1,029
<b>Total</b>	<b>2,423</b>	<b>2,466</b>	<b>2,466</b>	<b>0</b>	<b>2,466</b>
FTE Enrollment	15,909	15,613	15,613	0	15,613
State	93,956,500	97,234,000	97,058,400	4,745,800	101,804,200
Federal	3,064,600	1,809,200	1,809,200	0	1,809,200
Other	34,795,900	35,415,700	35,415,700	0	35,415,700
Tuition/Fees	64,325,100	69,923,900	69,923,900	0	69,923,900
<b>Total</b>	<b>\$196,142,100</b>	<b>\$204,382,800</b>	<b>\$204,207,200</b>	<b>\$4,745,800</b>	<b>\$208,953,000</b>

### 332.75 Middle Tennessee State University

Full-Time					
Administrative	367	384	384	0	384
Faculty	793	809	809	0	809
Clerical/Support	581	595	595	0	595
<b>Total</b>	<b>1,741</b>	<b>1,788</b>	<b>1,788</b>	<b>0</b>	<b>1,788</b>
FTE Enrollment	16,173	16,339	16,339	0	16,339
State	72,877,800	75,751,400	75,560,600	3,828,600	79,389,200
Federal	207,900	135,000	135,000	0	135,000
Other	25,025,300	25,754,500	25,754,500	0	25,754,500
Tuition/Fees	53,083,700	57,401,700	57,401,700	0	57,401,700
<b>Total</b>	<b>\$151,194,700</b>	<b>\$159,042,600</b>	<b>\$158,851,800</b>	<b>\$3,828,600</b>	<b>\$162,680,400</b>

### 332.77 Tennessee State University

Full-Time					
Administrative	256	262	262	0	262
Faculty	401	399	399	0	399
Clerical/Support	327	329	329	0	329
<b>Total</b>	<b>984</b>	<b>990</b>	<b>990</b>	<b>0</b>	<b>990</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
FTE Enrollment	7,629	7,431	7,431	0	7,431
State	35,947,800	34,155,400	35,760,300	36,100	<b>35,796,400</b>
Federal	1,568,500	1,300,000	1,300,000	0	<b>1,300,000</b>
Other	15,183,800	15,313,000	15,313,000	0	<b>15,313,000</b>
Tuition/Fees	35,403,500	37,843,800	37,843,800	0	<b>37,843,800</b>
<b>Total</b>	<b>\$88,103,600</b>	<b>\$88,612,200</b>	<b>\$90,217,100</b>	<b>\$36,100</b>	<b>\$90,253,200</b>

### 332.78 Tennessee Technological University

Full-Time					
Administrative	198	191	191	0	191
Faculty	370	379	379	0	379
Clerical/Support	377	382	382	0	382
<b>Total</b>	<b>945</b>	<b>952</b>	<b>952</b>	<b>0</b>	<b>952</b>
FTE Enrollment	7,227	7,212	7,212	0	7,212
State	38,712,000	39,715,900	39,603,400	1,381,200	<b>40,984,600</b>
Federal	321,400	262,500	262,500	0	<b>262,500</b>
Other	12,809,100	12,990,400	12,990,400	0	<b>12,990,400</b>
Tuition/Fees	20,660,500	22,610,100	22,610,100	0	<b>22,610,100</b>
<b>Total</b>	<b>\$72,503,000</b>	<b>\$75,578,900</b>	<b>\$75,466,400</b>	<b>\$1,381,200</b>	<b>\$76,847,600</b>

## Community Colleges and Technical Institutes

The state's community colleges provide two-year academic instruction in a wide variety of programs that can be transferred to four-year institutions. Technical institutes provide students with the necessary training to obtain jobs in various technical fields. The technical community colleges combine both of these opportunities on the same campus. The system includes one technical institute, three technical community colleges, and nine community colleges.

### 332.53 Southwest Tennessee Community College

Full-Time					
Administrative	170	169	169	0	169
Faculty	279	280	280	0	280
Clerical/Support	245	247	247	0	247
<b>Total</b>	<b>694</b>	<b>696</b>	<b>696</b>	<b>0</b>	<b>696</b>
FTE Enrollment	7,338	7,059	7,059	0	7,059
State	33,826,500	34,410,700	34,348,700	0	<b>34,348,700</b>
Federal	85,200	83,200	83,200	0	<b>83,200</b>
Other	2,711,000	2,442,300	2,442,300	0	<b>2,442,300</b>
Tuition/Fees	14,397,700	15,142,600	15,142,600	0	<b>15,142,600</b>
<b>Total</b>	<b>\$51,020,400</b>	<b>\$52,078,800</b>	<b>\$52,016,800</b>	<b>\$0</b>	<b>\$52,016,800</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.54 Nashville State Technical Institute</b>					
Full-Time					
Administrative	54	58	58	0	<b>58</b>
Faculty	131	138	138	0	<b>138</b>
Clerical/Support	107	110	110	0	<b>110</b>
<b>Total</b>	<b>292</b>	<b>306</b>	<b>306</b>	<b>0</b>	<b>306</b>
FTE Enrollment	3,527	3,548	3,548	0	<b>3,548</b>
State	11,597,400	12,112,500	12,082,400	648,000	<b>12,730,400</b>
Federal	24,400	24,400	24,400	0	<b>24,400</b>
Other	805,200	532,500	532,500	0	<b>532,500</b>
Tuition/Fees	6,608,900	7,683,600	7,683,600	0	<b>7,683,600</b>
<b>Total</b>	<b>\$19,035,900</b>	<b>\$20,353,000</b>	<b>\$20,322,900</b>	<b>\$648,000</b>	<b>\$20,970,900</b>

**332.55 Pellissippi State Technical Community College**

Full-Time					
Administrative	93	97	97	0	<b>97</b>
Faculty	182	187	187	0	<b>187</b>
Clerical/Support	152	159	159	0	<b>159</b>
<b>Total</b>	<b>427</b>	<b>443</b>	<b>443</b>	<b>0</b>	<b>443</b>
FTE Enrollment	5,080	5,079	5,079	0	<b>5,079</b>
State	17,026,000	17,477,700	17,434,000	708,100	<b>18,142,100</b>
Federal	65,800	80,000	80,000	0	<b>80,000</b>
Other	1,140,900	1,005,300	1,005,300	0	<b>1,005,300</b>
Tuition/Fees	10,222,600	10,959,000	10,959,000	0	<b>10,959,000</b>
<b>Total</b>	<b>\$28,455,300</b>	<b>\$29,522,000</b>	<b>\$29,478,300</b>	<b>\$708,100</b>	<b>\$30,186,400</b>

**332.56 Northeast State Technical Community College**

Full-Time					
Administrative	47	47	47	0	<b>47</b>
Faculty	90	94	94	0	<b>94</b>
Clerical/Support	81	90	90	0	<b>90</b>
<b>Total</b>	<b>218</b>	<b>231</b>	<b>231</b>	<b>0</b>	<b>231</b>
FTE Enrollment	2,601	2,607	2,607	0	<b>2,607</b>
State	8,928,200	9,486,500	9,461,400	448,900	<b>9,910,300</b>
Federal	39,900	24,700	24,700	0	<b>24,700</b>
Other	730,300	521,300	521,300	0	<b>521,300</b>
Tuition/Fees	4,341,200	4,537,200	4,537,200	0	<b>4,537,200</b>
<b>Total</b>	<b>\$14,039,600</b>	<b>\$14,569,700</b>	<b>\$14,544,600</b>	<b>\$448,900</b>	<b>\$14,993,500</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.80 Chattanooga State Technical Community College</b>					
Full-Time					
Administrative	105	106	106	0	106
Faculty	173	175	175	0	175
Clerical/Support	154	155	155	0	155
<b>Total</b>	<b>432</b>	<b>436</b>	<b>436</b>	<b>0</b>	<b>436</b>
FTE Enrollment	5,038	4,832	4,832	0	4,832
State	20,205,800	20,657,600	20,609,500	0	20,609,500
Federal	18,800	12,000	12,000	0	12,000
Other	1,451,700	1,681,800	1,681,800	0	1,681,800
Tuition/Fees	9,603,900	9,646,100	9,646,100	0	9,646,100
<b>Total</b>	<b>\$31,280,200</b>	<b>\$31,997,500</b>	<b>\$31,949,400</b>	<b>\$0</b>	<b>\$31,949,400</b>

**332.81 Cleveland State Community College**

Full-Time					
Administrative	42	43	43	0	43
Faculty	81	82	82	0	82
Clerical/Support	78	78	78	0	78
<b>Total</b>	<b>201</b>	<b>203</b>	<b>203</b>	<b>0</b>	<b>203</b>
FTE Enrollment	2,158	2,083	2,083	0	2,083
State	8,831,700	9,060,900	9,040,400	0	9,040,400
Federal	135,800	12,000	12,000	0	12,000
Other	393,400	344,400	344,400	0	344,400
Tuition/Fees	3,332,100	3,492,600	3,492,600	0	3,492,600
<b>Total</b>	<b>\$12,693,000</b>	<b>\$12,909,900</b>	<b>\$12,889,400</b>	<b>\$0</b>	<b>\$12,889,400</b>

**332.82 Columbia State Community College**

Full-Time					
Administrative	43	43	43	0	43
Faculty	105	105	105	0	105
Clerical/Support	92	93	93	0	93
<b>Total</b>	<b>240</b>	<b>241</b>	<b>241</b>	<b>0</b>	<b>241</b>
FTE Enrollment	2,906	2,788	2,788	0	2,788
State	10,650,100	10,990,100	10,966,100	402,600	11,368,700
Federal	173,500	155,000	155,000	0	155,000
Other	1,750,900	1,723,800	1,723,800	0	1,723,800
Tuition/Fees	4,911,800	5,068,700	5,068,700	0	5,068,700
<b>Total</b>	<b>\$17,486,300</b>	<b>\$17,937,600</b>	<b>\$17,913,600</b>	<b>\$402,600</b>	<b>\$18,316,200</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.84 Dyersburg State Community College</b>					
Full-Time					
Administrative	31	31	31	0	31
Faculty	53	53	53	0	53
Clerical/Support	51	51	51	0	51
<b>Total</b>	<b>135</b>	<b>135</b>	<b>135</b>	<b>0</b>	<b>135</b>
FTE Enrollment	1,435	1,563	1,563	0	1,563
State	5,646,800	5,790,100	5,771,000	247,600	6,018,600
Federal	158,200	121,000	121,000	0	121,000
Other	294,800	263,300	263,300	0	263,300
Tuition/Fees	2,464,700	2,791,000	2,791,000	0	2,791,000
<b>Total</b>	<b>\$8,564,500</b>	<b>\$8,965,400</b>	<b>\$8,946,300</b>	<b>\$247,600</b>	<b>\$9,193,900</b>

**332.86 Jackson State Community College**

Full-Time					
Administrative	37	42	42	0	42
Faculty	102	104	104	0	104
Clerical/Support	102	103	103	0	103
<b>Total</b>	<b>241</b>	<b>249</b>	<b>249</b>	<b>0</b>	<b>249</b>
FTE Enrollment	2,548	2,514	2,514	0	2,514
State	9,385,400	10,178,100	10,149,800	444,600	10,594,400
Federal	259,900	13,400	13,400	0	13,400
Other	1,768,700	936,500	936,500	0	936,500
Tuition/Fees	4,347,700	4,456,000	4,456,000	0	4,456,000
<b>Total</b>	<b>\$15,761,700</b>	<b>\$15,584,000</b>	<b>\$15,555,700</b>	<b>\$444,600</b>	<b>\$16,000,300</b>

**332.88 Motlow State Community College**

Full-Time					
Administrative	38	42	42	0	42
Faculty	90	87	87	0	87
Clerical/Support	67	70	70	0	70
<b>Total</b>	<b>195</b>	<b>199</b>	<b>199</b>	<b>0</b>	<b>199</b>
FTE Enrollment	2,221	2,199	2,199	0	2,199
State	8,069,900	8,291,100	8,258,800	538,500	8,797,300
Federal	99,600	90,000	90,000	0	90,000
Other	362,200	385,000	385,000	0	385,000
Tuition/Fees	3,658,500	3,929,500	3,929,500	0	3,929,500
<b>Total</b>	<b>\$12,190,200</b>	<b>\$12,695,600</b>	<b>\$12,663,300</b>	<b>\$538,500</b>	<b>\$13,201,800</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.90 Roane State Community College</b>					
Full-Time					
Administrative	62	64	64	0	64
Faculty	143	142	142	0	142
Clerical/Support	131	134	134	0	134
<b>Total</b>	<b>336</b>	<b>340</b>	<b>340</b>	<b>0</b>	<b>340</b>
FTE Enrollment	3,797	3,474	3,474	0	3,474
State	14,838,700	15,479,800	15,446,400	609,900	16,056,300
Federal	249,300	41,100	41,100	0	41,100
Other	839,600	945,600	945,600	0	945,600
Tuition/Fees	6,475,700	6,749,100	6,749,100	0	6,749,100
<b>Total</b>	<b>\$22,403,300</b>	<b>\$23,215,600</b>	<b>\$23,182,200</b>	<b>\$609,900</b>	<b>\$23,792,100</b>

**332.94 Volunteer State Community College**

Full-Time					
Administrative	69	76	76	0	76
Faculty	139	140	140	0	140
Clerical/Support	123	121	121	0	121
<b>Total</b>	<b>331</b>	<b>337</b>	<b>337</b>	<b>0</b>	<b>337</b>
FTE Enrollment	4,107	4,138	4,138	0	4,138
State	14,798,800	15,241,200	15,203,200	491,700	15,694,900
Federal	21,000	20,000	20,000	0	20,000
Other	2,545,400	2,550,000	2,550,000	0	2,550,000
Tuition/Fees	7,066,800	7,751,500	7,751,500	0	7,751,500
<b>Total</b>	<b>\$24,432,000</b>	<b>\$25,562,700</b>	<b>\$25,524,700</b>	<b>\$491,700</b>	<b>\$26,016,400</b>

**332.96 Walters State Community College**

Full-Time					
Administrative	71	73	73	0	73
Faculty	129	131	131	0	131
Clerical/Support	138	142	142	0	142
<b>Total</b>	<b>338</b>	<b>346</b>	<b>346</b>	<b>0</b>	<b>346</b>
FTE Enrollment	3,594	3,665	3,665	0	3,665
State	14,717,900	15,120,100	15,070,600	611,200	15,681,800
Federal	222,500	140,000	140,000	0	140,000
Other	2,910,100	3,177,000	3,177,000	0	3,177,000
Tuition/Fees	5,850,600	6,285,500	6,285,500	0	6,285,500
<b>Total</b>	<b>\$23,701,100</b>	<b>\$24,722,600</b>	<b>\$24,673,100</b>	<b>\$611,200</b>	<b>\$25,284,300</b>

## Tennessee Technology Centers

The state's technology centers provide occupational training tailored to the specific needs of businesses and industries in the geographic regions they serve. Each school is associated with a two-year institution, allowing students greater flexibility in their educational choices. Students earn certificates for completion of incremental specialties within an occupational job title and diplomas for completion of occupational programs.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>332.98 Tennessee Technology Centers</b>					
Full-Time					
Administrative	126	145	145	0	145
Faculty	462	493	493	0	493
Clerical/Support	168	175	175	0	175
<b>Total</b>	<b>756</b>	<b>813</b>	<b>813</b>	<b>0</b>	<b>813</b>
FTE Enrollment	0	0	0	0	0
State	36,640,100	39,749,000	39,656,200	1,790,100	41,446,300
Federal	167,700	70,500	70,500	0	70,500
Other	4,333,100	3,958,100	3,958,100	0	3,958,100
Tuition/Fees	7,544,700	8,238,700	8,238,700	0	8,238,700
<b>Total</b>	<b>\$48,685,600</b>	<b>\$52,016,300</b>	<b>\$51,923,500</b>	<b>\$1,790,100</b>	<b>\$53,713,600</b>

### Total State University and Community College System

Full-Time					
Administrative	3,002	3,074	3,074	0	3,074
Faculty	5,464	5,583	5,583	0	5,583
Clerical/Support	4,960	5,044	5,044	0	5,044
<b>Total</b>	<b>13,426</b>	<b>13,701</b>	<b>13,701</b>	<b>0</b>	<b>13,701</b>
FTE Enrollment	108,647	107,178	107,178	0	107,178
State	561,137,100	578,711,200	579,602,000	27,292,200	606,894,200
Federal	8,009,800	5,186,000	5,186,000	0	5,186,000
Other	148,483,900	150,326,300	150,326,300	0	150,326,300
Tuition/Fees	317,033,600	340,082,600	340,082,600	0	340,082,600
<b>Total</b>	<b>\$1,034,664,400</b>	<b>\$1,074,306,100</b>	<b>\$1,075,196,900</b>	<b>\$27,292,200</b>	<b>\$1,102,489,100</b>

## Higher Education System-Wide Improvements

### 332.99 Higher Education System-Wide Improvements

Full-Time					
Administrative	0	0	0	0	0
Faculty	0	0	0	0	0
Clerical/Support	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
FTE Enrollment	0	0	0	0	0
State	0	0	0	64,790,500	64,790,500
Federal	0	0	0	0	0
Other	0	0	0	0	0
Tuition/Fees	0	0	0	0	0
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$64,790,500</b>	<b>\$64,790,500</b>

### Grand Total Higher Education

Full-Time					
Administrative	5,183	5,255	5,255	0	5,255
Faculty	8,202	8,391	8,391	0	8,391
Clerical/Support	8,825	8,861	8,861	0	8,861
Part-Time	1	1	1	0	1
<b>Total</b>	<b>22,211</b>	<b>22,508</b>	<b>22,508</b>	<b>0</b>	<b>22,508</b>
FTE Enrollment	146,244	144,293	144,293	0	144,293
State	985,529,200	1,045,546,400	1,028,517,200	130,204,500	1,158,721,700
Federal	76,085,500	116,443,000	116,411,800	0	116,411,800
Other	380,575,400	378,143,500	378,143,500	12,100	378,155,600
Tuition/Fees	496,746,500	528,310,800	528,310,800	0	528,310,800
<b>Total</b>	<b>\$1,938,936,600</b>	<b>\$2,068,443,700</b>	<b>\$2,051,383,300</b>	<b>\$130,216,600</b>	<b>\$2,181,599,900</b>

## Education

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Education</b>				
<b>•Teacher Licensing</b>				
Increase the number of minority teachers	Number of minorities in teacher training	212	225	250
<b>•English as a Second Language</b>				
Provide services to an increasing number of ESL students	Number of ESL students served	7,200	9,200	11,500
<b>•Eisenhower Grant</b>				
Improve teaching skills	Number of teachers trained	15,000	16,000	17,000
<b>•Administrators Staff Development</b>				
Increase the level of professional development of the director of schools	Number of directors of schools completing training	115	120	120
<b>•Alternative Programs</b>				
Return students from alternative programs to a regular classroom	Percentage of students in alternative programs returned to a regular classroom	80%	90%	90%
<b>•Early Childhood Education</b>				
Increase academic success in early childhood	Number of children in early childhood programs	600	2,850	8,570
<b>•School Age Child Care</b>				
Increase the monitoring level of child care facilities	Number of programs monitored	389	400	425
<b>•Family Resource Centers</b>				
Provide for a resource center in each county	Number of counties with a resource center	65	65	95
<b>•School Approval</b>				
Increase the percentage of schools approved	Percentage of classes that do not meet the class size standard	1.5%	1.5%	0%

## Education

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Alvin C. York Institute</b>				
Encourage all students to attend a post secondary institution	Percentage of graduates attending a post secondary institution	63%	70%	70%
Graduate all students	Percentage of students who graduate	95%	100%	100%
<b>• School for the Blind</b>				
Encourage students in the pursuit of an honors diploma	Percentage of graduates receiving an honors diploma	12.5%	15%	15%
Encourage students to attend an postsecondary institution	Percentage of graduates attending a postsecondary institution	62.5%	65%	65%
Encourage students to meet their achievement Goals	Percentage of students completing their individual education plan	75%	80%	85%
Graduate all students	Percentage of students graduating with an academic diploma	50%	50%	50%
<b>• School for the Deaf</b>				
Encourage all students to attend a post secondary institution	Number of graduates who attend a post secondary institution	3	6	10
Encourage all students to complete their Individual Education Plan (IEP)	Number of students who complete their IEP	180	179	180
Graduate all students	Percentage of students who graduate	87%	100%	100%
<b>Higher Education - State Administered Programs</b>				
<b>• TN Student Assistance Awards (TSAA)</b>				
Fund 100 percent of eligible students	Percent of eligible students funded	58%	75%	98%
<b>• Veterans Education</b>				
Identify and approve sites	Number of sites approved	200	200	200
Monitor and approve programs	Number of approved programs	4,500	4,500	4,500
<b>• Minority Teacher Education</b>				
Increase minority enrollment	Minority students in program	54	70	70
<b>• McWherter Scholars</b>				
Fund 100 percent of eligible students	Percent of eligible students funded	25%	23%	23%

## Education

### Performance Measures and Program Information

<b>Program Objective</b>	<b>Measure</b>	<b>Actual 1999-2000</b>	<b>Estimated 2000-2001</b>	<b>Estimated 2001-2002</b>
<b>•Tennessee Teaching Scholars</b>				
Fund 100 percent of eligible students	Percent of eligible students awarded	60%	63%	63%
<b>•Tuition Wavier and Fee Discount Program</b>				
Provide educational opportunities	Number of students participating	18,328	19,070	19,830



# Health and Social Services

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# Health and Social Services

Recommended Budget, Fiscal Year 2001 – 2002

**T**he agencies and departments of this functional group are concerned with the health and well-being of the citizens of Tennessee. The Health and Social Services functional area is composed of the following commissions, departments, and agencies:

- Commission on Children and Youth
- Commission on Aging
- Health Facilities Commission
- Council of Juvenile and Family Court Judges
- Department of Finance and Administration – TennCare Program
- Department of Mental Health and Developmental Disabilities
- Department of Finance and Administration – Mental Retardation
- Department of Health
- Department of Human Services
- Department of Children's Services.

A major responsibility of this functional group is the administration of programs for children that have been placed in the state's custody. These programs range from the provision of a structured environment for our troubled youth to a safe home setting for foster care children. Services for children in state care are based on professional assessments of each child.

This functional group is also charged with ensuring quality treatment and habilitation services to the mentally ill and mentally retarded citizens of Tennessee. This includes institutional and community programs for the mentally ill and the developmentally disabled.

In addition to programs for special-needs citizens, general health care services are provided through local and regional health care facilities. These programs range from immunization of our school children to ensuring quality care for the elderly.

Health care programs for the Medicaid eligible, uninsured, and uninsurable populations are also the responsibility of this

functional group. These services are provided by TennCare, a comprehensive health care delivery system. TennCare offers a standard benefit package through a managed care approach resulting in more cost-effective coverage for a greater number of people. The TennCare Partners program provides mental health and substance abuse services for TennCare enrollees.

These agencies are also charged with helping disadvantaged Tennesseans achieve or maintain self-sufficiency. Other assistance programs include food coupons to qualified applicants, protective services to abused and neglected children, and legal services to establish, enforce, and administer child support obligations for citizens.

Families First, a time-limited assistance program that emphasizes job skills development, is fully funded in this budget. Support services, such as day care and transportation, are also provided to recipients. This is a temporary assistance program with lifetime eligibility limitations.

## Improvement Highlights

### Commission on Children and Youth

The budget includes an additional \$120,000 for the Court Appointed Special Advocate (CASA) program, in order to recruit, train, and supervise volunteers to serve as advocates for children in state custody who are primarily abused, neglected or dependent.

### Commission on Aging

The recommended budget includes \$2.5 million of state appropriations and \$2.7 million from new federal funds to enhance the home and community based services system for elderly and disabled persons who do not qualify for services under Medicaid. This will increase the package of services and will delay or prevent additional persons from entering a nursing home. The federal funds are for a

family caregiver support services program that provides information and referral, respite services, personal care, and other home and community based services to families and individuals caring for aging and disabled persons. The required \$531,600 in state matching funds is included in the \$2.5 million state appropriation.

### **TennCare Program**

Included in the recommended budget is an additional \$459.3 million, including state matching funds of \$160.4 million, to fund improvements to the TennCare program. The budget funds rate increases for providers costing \$208 million, with \$71.6 million from state appropriation. These rate increases include a four percent capitation rate increase for the Managed Care Organizations, an eight percent increase for Behavioral Health Organizations, a 16.5% pharmacy inflation increase, and payments to Federally Qualified Health Clinics participating in the TennCare program. The budget includes \$79.5 million recurring funds, which includes \$26.2 million state appropriations, to provide for increased enrollment. Also included is \$68.8 million in non-recurring funding, including a \$25 million state appropriation, for an enrollment increase resulting from the court's temporary restraining order on enrollment terminations (*Michael Rosen, et al. v. Tennessee Commissioner of Finance and Administration*).

The budget also includes \$11 million, with \$4 million from state funds, for the expansion of the long-term care alternative for the Medicaid population. This will provide home and community based services to an additional 1,200 Medicaid-eligible clients. Also recommended is \$29.2 million, including \$10.6 million from state appropriations, for long-term care for the elderly and disabled. These funds include a three percent rate increase and enrollment increase in the Program of All-Inclusive Care for the Elderly (PACE) waiver; increased funding for Level I and II nursing home facilities; and a five percent increase for the Senior/Adapt waiver, which serves the elderly and disabled.

In addition, TennCare services provided to the mentally retarded are expanded with a

recommendation of \$54.5 million, including \$19.8 million from state funds. These funds will provide continuation funding for 313 waiver slots authorized in fiscal year 2000-2001; funding for 48 new waiver slots for citizens leaving the developmental centers; a four percent rate increase to waiver providers; and a five percent increase to private intermediate care facilities.

In order to improve the administration and oversight of the TennCare program, 40 additional positions are recommended, at a cost of \$2 million, with about \$800,000 from state funds. The additional positions will improve member services and appeals, information systems, managed care oversight, provider relations, long-term care waiver administration, and legal services.

The budget includes \$6.3 million, with \$2.3 million from state appropriations, to provide funding for administrative and treatment improvements for TennCare children in state custody, under the Department of Children's Services.

### **Mental Health Programs**

The recommended budget includes an improvement of \$3 million from state funds for court-ordered forensic mental evaluations and \$618,500 to improve direct care and support at Memphis and Western mental health institutes.

### **Mental Retardation Programs**

Additional funding of \$62.1 million, including \$9 million in state appropriations, is included for the improvement of mental retardation services. These improvements will increase the state's ability to meet the needs of mentally retarded clients in community settings. A rate increase to providers, expansion of family support services, additional rental assistance, and an expansion of the number of people served in the Medicaid waiver program are included in the improvements.

### **Department of Health**

An improvement of \$5 million is included to identify and treat latent cases of tuberculosis in order to prevent an outbreak of active tuberculosis. Additionally, \$468,100, with

\$117,000 in state appropriations, is included to comply with federal nursing home inspection standards, and \$93,900 from state funds is provided to require unlicensed health facilities to cease operations until they become licensed.

### **Department of Human Services**

As a result of the Families First program, the State of Tennessee has received high-performance bonus funds from the federal government under the Temporary Assistance for Needy Families (TANF) program, in order to recognize the state for being ranked seventh in the nation in the percentage of welfare recipients entering jobs. The total improvement of \$9.6 million will provide \$9 million to support the Early Childhood Education program through the Department of Education, and the remainder will be utilized to translate materials and information into Spanish.

The recommended budget includes \$639,000 in state match appropriations, to draw in \$2.4 million of federal funds, to improve vocational rehabilitation services.

The Administration recommends \$1.4 million, including \$485,500 in state appropriations, to meet federal requirements regarding child support notifications. The budget also includes \$250,500 to enhance Adult Protective Services, with \$146,500 of this amount from state appropriations.

### **Department of Children's Services**

Included in the recommended budget is an additional \$33.6 million, including state funds of \$23.9 million, to fund improvements for

children's services. Additional funding of \$13.7 million, including \$7.4 million from state appropriations, is recommended to improve child welfare services, as recommended in the 1999 Child Welfare League report. This includes funds to reduce foster care caseload, meet increases in demand for adoption assistance, establish equitable foster care board rates, improve child protective services, and improve management of children in state custody.

Also recommended is \$6 million, including \$2.7 million from state appropriations, to provide rate increases for contract providers. These funds will provide a three percent rate increase for residential providers; a two percent increase to foster parents, adoptive parents, adoption case management services, probation, and aftercare services; and a one percent increase to the Community Services Agencies.

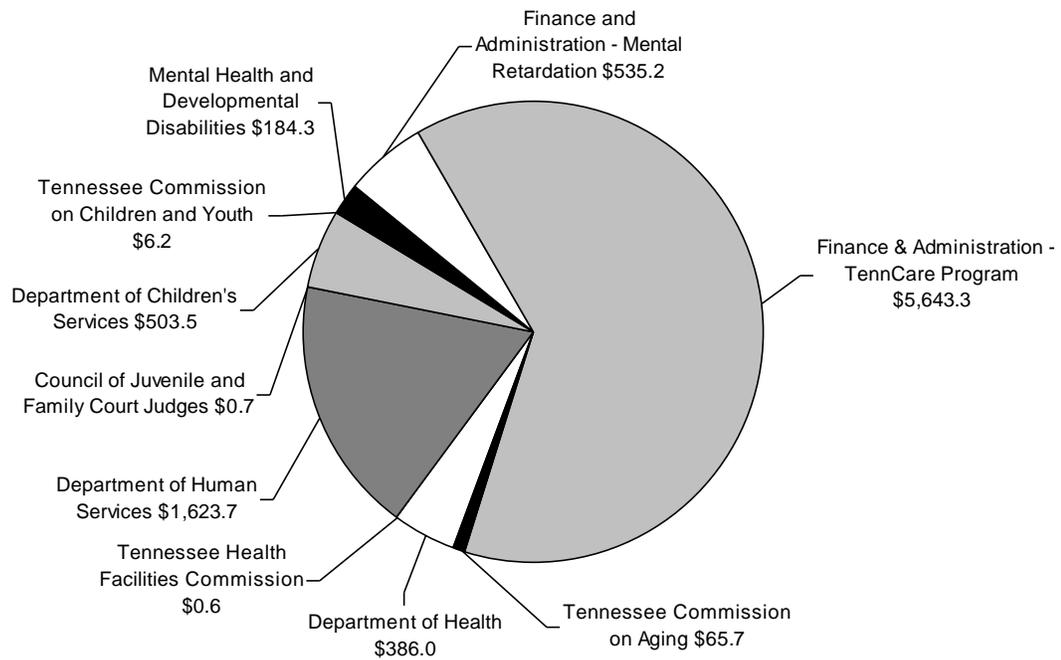
Treatment staff at Peabody Group Home and security, maintenance and educational staff at John S. Wilder Youth Development Center will be provided with an improvement of \$102,400 from state appropriations. Funds also are included for teacher training and experience salary adjustments at the youth development centers, community treatment facilities, and Tennessee Preparatory School.

Funding in the amount of \$13.4 million is recommended to maintain current children's services despite declining federal revenue. Additional funds are recommended to improve fiscal services, including purchasing, child trust accounting, and foster care payment processing.

The following graph depicts the manner in which funds are divided among the departments within the group. Funding mixes within each department vary, as some are

exclusively state funded, while others represent state, federal, and other sources of funding.

### Health and Social Services FY 2001 - 2002 Recommended



In Millions  
\$8,949,175,700 Total

## Health and Social Services Total Personnel and Funding

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Recommended 2001-2002</u>
<b>Personnel</b>			
Full Time	16,690	17,515	18,020
Part Time	203	216	216
Seasonal	0	0	0
<b>TOTAL</b>	<b>16,893</b>	<b>17,731</b>	<b>18,236</b>
<b>Expenditures</b>			
Payroll	\$567,534,200	\$637,862,900	\$656,349,800
Operational	6,752,707,500	7,840,162,500	8,292,825,900
<b>TOTAL</b>	<b>\$7,320,241,700</b>	<b>\$8,478,025,400</b>	<b>\$8,949,175,700</b>
<b>Funding</b>			
State	\$1,951,704,800	\$2,304,805,300	\$2,508,501,700
Federal	4,220,723,900	4,817,212,800	5,069,137,400
Other	1,147,813,000	1,356,007,300	1,371,536,600

**Health and Social Services  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Tennessee Commission on Children and Youth</b>					
<b>• Court Appointed Special Advocates</b>					
To provide funding to recruit, train and supervise volunteers to serve as court appointed special advocates for children in state custody who are primarily abused, neglected or dependent. This provides resources to support programs in development and to create new programs, including programs in Hawkins, Rutherford, and Putnam counties.					
<b>316.01 Tennessee Commission on Children and Youth</b>	\$0	\$0	\$120,000	\$120,000	0
<b>Sub-total</b>	\$0	\$0	\$120,000	\$120,000	0
<b>Total Tennessee Commission on Children and Youth</b>	<b>\$0</b>	<b>\$0</b>	<b>\$120,000</b>	<b>\$120,000</b>	<b>0</b>

**Tennessee Commission on Aging**

<b>• Long Term Care Alternative</b>					
To provide additional funding for a comprehensive long-term care alternative system for elderly and disabled persons who do not qualify for services under the Medicaid program. This would increase the package of services and would delay or prevent additional persons from entering a nursing home. Federal funds, requiring a state match, are available for a family caregiver support program that provides information and referral, respite services, personal care, and other home and community services to families and individuals caring for aging and disabled persons.					
<b>316.02 Commission on Aging</b>	\$2,531,600	\$2,658,000	\$0	\$5,189,600	1
<b>Sub-total</b>	\$2,531,600	\$2,658,000	\$0	\$5,189,600	1
<b>Total Tennessee Commission on Aging</b>	<b>\$2,531,600</b>	<b>\$2,658,000</b>	<b>\$0</b>	<b>\$5,189,600</b>	<b>1</b>

**Council of Juvenile and Family Court Judges**

<b>• Administrative Support</b>					
To provide funding to adequately staff the Council of Juvenile and Family Court Judges.					
<b>316.10 Council of Juvenile and Family Court Judges</b>	\$55,000	\$0	\$0	\$55,000	1
<b>Sub-total</b>	\$55,000	\$0	\$0	\$55,000	1
<b>Total Council of Juvenile and Family Court Judges</b>	<b>\$55,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$55,000</b>	<b>1</b>

**Health and Social Services  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Finance &amp; Administration - TennCare Program</b>					
<b>• Enrollment Increase</b>					
To provide funding for increased enrollment in the TennCare program.					
<b>318.66 TennCare Services</b>	\$26,176,900	\$50,435,200	\$2,880,000	\$79,492,100	0
<b>Sub-total</b>	\$26,176,900	\$50,435,200	\$2,880,000	\$79,492,100	0
<b>• Enrollment Increase - Restraining Order</b>					
To provide non-recurring funding for an enrollment increase in TennCare resulting from the court's temporary restraining order on enrollment terminations (Michael Rosen, et al. v. Tennessee Commissioner of Finance and Administration).					
<b>318.66 TennCare Services</b>	\$25,000,000	\$43,827,900	\$0	\$68,827,900	0
<b>Sub-total</b>	\$25,000,000	\$43,827,900	\$0	\$68,827,900	0
<b>• Rate Increase for Providers</b>					
To provide a 4% capitation rate increase for Managed Care Organizations, an 8% capitation rate increase for Behavioral Health Organizations, a 16.5% pharmacy inflation increase, and payments to Federally Qualified Health Clinics participating in the TennCare program.					
<b>318.66 TennCare Services</b>	\$71,649,300	\$122,728,000	\$13,628,600	\$208,005,900	0
<b>Sub-total</b>	\$71,649,300	\$122,728,000	\$13,628,600	\$208,005,900	0
<b>• Elderly and Disabled Services</b>					
To provide funding for a 3% rate increase and enrollment increase in the Program of All-Inclusive Care for the Elderly (PACE) waiver; to increase funding for Level I and Level II nursing home facilities; and to provide a 5% rate increase for the Senior/Adapt waiver, which serves the elderly and disabled.					
<b>318.67 Waiver and Crossover Services</b>	\$920,400	\$1,613,600	\$0	\$2,534,000	0
<b>318.68 Long Term Care Services</b>	\$9,680,400	\$16,971,000	\$0	\$26,651,400	0
<b>Sub-total</b>	\$10,600,800	\$18,584,600	\$0	\$29,185,400	0
<b>• Long Term Care Alternative</b>					
To provide funding to expand the Long Term Care waiver under the Medicaid program. This will provide home and community based services to an additional 1,200 Medicaid-eligible clients.					
<b>318.67 Waiver and Crossover Services</b>	\$4,000,000	\$7,012,500	\$0	\$11,012,500	0
<b>Sub-total</b>	\$4,000,000	\$7,012,500	\$0	\$11,012,500	0

## Health and Social Services Improvements for Fiscal Year 2001-2002

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Mental Retardation Services</b>					
To provide funding to maintain and expand the Mental Retardation Home and Community Based Services waiver.					
<b>318.67 Waiver and Crossover Services</b>	\$19,379,900	\$33,975,200	\$0	\$53,355,100	0
<b>318.68 Long Term Care Services</b>	\$413,200	\$724,200	\$0	\$1,137,400	0
<b>Sub-total</b>	<u>\$19,793,100</u>	<u>\$34,699,400</u>	<u>\$0</u>	<u>\$54,492,500</u>	<u>0</u>
<b>• TennCare Enhancements</b>					
To provide funding for anticipated program growth, including 40 positions to improve administration and oversight of the TennCare program and including the TennCare share of improvements in the Department of Children's Services. TennCare improvement positions include nine for member services and appeals, nine for information systems, seven for managed care oversight, six for provider relations, five for Long-Term Care waiver administration, and four for legal services and administration.					
<b>318.65 TennCare Administration</b>	\$896,100	\$1,252,900	\$0	\$2,149,000	40
<b>318.66 TennCare Services</b>	\$2,239,200	\$3,925,600	\$0	\$6,164,800	0
<b>Sub-total</b>	<u>\$3,135,300</u>	<u>\$5,178,500</u>	<u>\$0</u>	<u>\$8,313,800</u>	<u>40</u>
<b>Total Finance &amp; Administration - TennCare Program</b>	<u><b>\$160,355,400</b></u>	<u><b>\$282,466,100</b></u>	<u><b>\$16,508,600</b></u>	<u><b>\$459,330,100</b></u>	<u><b>40</b></u>
<b>Mental Health and Developmental Disabilities</b>					
<b>• Forensic Services</b>					
To provide funding for court-ordered forensic mental evaluations.					
<b>339.08 Community Mental Health Services</b>	\$3,000,000	\$0	\$0	\$3,000,000	0
<b>Sub-total</b>	<u>\$3,000,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,000,000</u>	<u>0</u>
<b>• Direct Care and Support</b>					
To provide funding to improve direct care staffing ratios at Memphis Mental Health Institute and replace furniture at Western Mental Health Institute.					
<b>339.12 Western Mental Health Institute</b>	\$300,000	\$0	\$0	\$300,000	0
<b>339.17 Memphis Mental Health Institute</b>	\$318,500	\$0	\$0	\$318,500	11
<b>Sub-total</b>	<u>\$618,500</u>	<u>\$0</u>	<u>\$0</u>	<u>\$618,500</u>	<u>11</u>

## Health and Social Services Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>• Tennessee Technology Access Project</b>					
To provide funding for the training, advocacy, and support of persons with disabilities who require an assistive device.					
<b>339.01 Administrative Services Division</b>	\$326,800	\$0	\$0	\$326,800	0
<b>Sub-total</b>	\$326,800	\$0	\$0	\$326,800	0
<b>• Hospital Information System</b>					
To provide funding for technical support and maintenance of the Hospital Information System, a comprehensive admissions, reimbursement, and treatment information system.					
<b>339.10 Lakeshore Mental Health Institute</b>	\$44,200	\$0	\$0	\$44,200	1
<b>339.11 Middle Tennessee Mental Health Institute</b>	\$44,200	\$0	\$0	\$44,200	1
<b>339.12 Western Mental Health Institute</b>	\$44,200	\$0	\$0	\$44,200	1
<b>339.16 Moccasin Bend Mental Health Institute</b>	\$44,200	\$0	\$0	\$44,200	1
<b>339.17 Memphis Mental Health Institute</b>	\$44,200	\$0	\$0	\$44,200	1
<b>Sub-total</b>	\$221,000	\$0	\$0	\$221,000	5
<b>Total Mental Health and Developmental Disabilities</b>	<b>\$4,166,300</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,166,300</b>	<b>16</b>

### Finance and Administration - Mental Retardation

<b>• Community Services</b>					
To provide funding to increase community services for the mentally retarded, including a rate increase to providers, expansion of family support services, additional rental assistance, and an expansion of the number of people served in the Medicaid waiver program.					
<b>339.23 Community Mental Retardation Services</b>	\$6,913,100	\$0	\$49,285,500	\$56,198,600	0
<b>Sub-total</b>	\$6,913,100	\$0	\$49,285,500	\$56,198,600	0

## Health and Social Services Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>• Support and Coordination</b>					
To provide funding to maintain expenditure levels required for lawsuit compliance in the West Tennessee region; to add 12 positions to improve investigations, lawsuit compliance, and payment processing; to add nine regional office positions for community programs oversight; and to maintain community programs, as services are shifted from Greene Valley Developmental Center to communities.					
<b>339.21 Mental Retardation Administration</b>	\$384,900	\$0	\$898,100	\$1,283,000	12
<b>339.25 West Tennessee Region</b>	\$1,146,100	\$0	\$2,674,500	\$3,820,600	3
<b>339.26 Middle Tennessee Region</b>	\$56,100	\$0	\$130,800	\$186,900	3
<b>339.27 East Tennessee Region</b>	\$521,100	\$0	\$130,800	\$651,900	3
<b>Sub-total</b>	\$2,108,200	\$0	\$3,834,200	\$5,942,400	21
<b>Total Finance and Administration - Mental Retardation</b>	<b>\$9,021,300</b>	<b>\$0</b>	<b>\$53,119,700</b>	<b>\$62,141,000</b>	<b>21</b>

### Department of Health

<b>• Tuberculosis Control</b>					
To provide funding to identify and treat latent cases of tuberculosis in order to prevent an outbreak of active tuberculosis. Currently, local health departments have only enough resources to treat individuals with active tuberculosis. This would provide tuberculin skin tests to 42,000 additional people per year, of which 40% will be positive, according to medical studies. An estimated 80% of those tested will need and agree to treatment, and drug therapy will be provided to them.					
<b>343.60 Local Health Services</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>Sub-total</b>	\$5,000,000	\$0	\$0	\$5,000,000	0
<b>• Vital Records</b>					
To provide funding for revisions to the health statistics systems required as a result of national changes implemented for birth certificates, death certificates, and fetal death reports.					
<b>343.20 Policy Planning and Assessment</b>	\$427,000	\$0	\$0	\$427,000	0
<b>Sub-total</b>	\$427,000	\$0	\$0	\$427,000	0
<b>• Children's Information</b>					
To provide staff to enhance, maintain, and support the Children's Information Tennessee (CIT) system. This system is used to enhance communications between case management professionals in health and social services agencies, promote collaboration and development of coordinated service plans for children, and analyze related policy issues.					
<b>343.20 Policy Planning and Assessment</b>	\$197,500	\$0	\$0	\$197,500	3
<b>Sub-total</b>	\$197,500	\$0	\$0	\$197,500	3

## Health and Social Services Improvements for Fiscal Year 2001-2002

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Facility Inspections</b>					
To provide funding for nine public health nurse consultants required to comply with federal nursing home inspection standards. The additional staff is needed for increased enforcement action, for the ten-day response standard for complaints which allege harm, and for response to increasing complaints by clients of health care facilities.					
<b>343.05 Bureau of Health Licensure and Regulation</b>	\$117,000	\$351,100	\$0	\$468,100	9
<b>Sub-total</b>	\$117,000	\$351,100	\$0	\$468,100	9
<b>• Unlicensed Facilities</b>					
To provide funding for an attorney position to assist in requiring unlicensed health care facilities to cease and desist in their operations until they become licensed and regulated under statutory authority of the Board for Licensing Health Care Facilities.					
<b>343.05 Bureau of Health Licensure and Regulation</b>	\$93,900	\$0	\$0	\$93,900	1
<b>Sub-total</b>	\$93,900	\$0	\$0	\$93,900	1
<b>• Traumatic Brain Injury</b>					
To provide funding from the Traumatic Brain Injury Trust Fund in order to improve services for traumatic brain injury survivors. This program provides home and community services, such as transportation, home modifications, and assistive technology.					
<b>343.52 Population-Based Services</b>	\$200,000	\$0	\$0	\$200,000	0
<b>Sub-total</b>	\$200,000	\$0	\$0	\$200,000	0
<b>• Renal Dialysis</b>					
To provide funding for two public health nurse consultants to allow the department to certify renal dialysis clinics more often in order to ensure they meet the same standards as all other health care facilities.					
<b>343.05 Bureau of Health Licensure and Regulation</b>	\$90,500	\$0	\$0	\$90,500	2
<b>Sub-total</b>	\$90,500	\$0	\$0	\$90,500	2
<b>• Nurse Aide Certification</b>					
To provide funding for a licensing technician to assist with the increased workload in the nurse aide program, which certifies and trains nurse aides.					
<b>343.05 Bureau of Health Licensure and Regulation</b>	\$0	\$14,400	\$14,400	\$28,800	1
<b>Sub-total</b>	\$0	\$14,400	\$14,400	\$28,800	1
<b>Total Department of Health</b>	<b>\$6,125,900</b>	<b>\$365,500</b>	<b>\$14,400</b>	<b>\$6,505,800</b>	<b>16</b>

## Health and Social Services Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>Department of Human Services</b>					
<b>• TANF High Performance Bonus</b>					
As a result of the Families First reforms, the State of Tennessee has received high-performance bonus funds from the federal government under the Temporary Assistance for Needy Families (TANF) program, in order to recognize the state for being ranked seventh in the nation on the percentage of welfare recipients entering jobs. This improvement will provide \$9 million for the Early Childhood Education program in the Department of Education, and the remainder will be used to translate Human Services materials into Spanish.					
<b>345.01 Administration</b>	\$0	\$576,200	\$0	\$576,200	0
<b>345.49 Community Services</b>	\$0	\$9,000,000	\$0	\$9,000,000	0
<b>Sub-total</b>	\$0	\$9,576,200	\$0	\$9,576,200	0
<b>• Vocational Rehabilitation</b>					
To provide funding to meet the increased demand for vocational rehabilitation services resulting from the Families First program, the Transition from School-to-Work program, court ordered decentralization of developmental centers, and the workforce development initiatives.					
<b>345.70 Vocational Rehabilitation</b>	\$639,000	\$2,361,000	\$0	\$3,000,000	0
<b>Sub-total</b>	\$639,000	\$2,361,000	\$0	\$3,000,000	0
<b>• Child Support Notices</b>					
To provide funding to meet federal requirements for child support notifications. This funds mailing costs of credit bureau referral notices to parents who are delinquent in child support payments. This also funds modifications to the Tennessee Child Support Enforcement System (TCSES) for health insurance notices and for employment information necessary to make wage deductions.					
<b>345.01 Administration</b>	\$315,700	\$612,900	\$0	\$928,600	0
<b>345.13 Child Support</b>	\$169,800	\$329,600	\$0	\$499,400	0
<b>Sub-total</b>	\$485,500	\$942,500	\$0	\$1,428,000	0
<b>• Adult Protective Services</b>					
To provide funding for the after-hours response system in order to increase the availability of adult protective services, enhance coordination with other agencies, and improve investigations of after-hours reports. This also provides increased staff to Adult Protective Services in order to decrease caseloads and enhance response times.					
<b>345.49 Community Services</b>	\$146,500	\$0	\$104,000	\$250,500	6
<b>Sub-total</b>	\$146,500	\$0	\$104,000	\$250,500	6
<b>• Child Care Management</b>					
To provide positions to maintain the Tennessee Child Care Management System in order to satisfy the complex changes and growth in child care delivery resulting from state initiatives, such as tiered reimbursement and the assumption of child care broker duties.					
<b>345.01 Administration</b>	\$57,300	\$104,300	\$2,900	\$164,500	6
<b>Sub-total</b>	\$57,300	\$104,300	\$2,900	\$164,500	6

## Health and Social Services Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>Total Department of Human Services</b>	\$1,328,300	\$12,984,000	\$106,900	\$14,419,200	12

### Department of Children's Services

- Child Welfare Services**

To provide funding and staff to reduce foster care caseload, meet increases in demand for adoption assistance, establish equitable foster care board rates, improve child protective services, and improve management of children in state custody, as recommended by the Child Welfare League report.

<b>359.10 Administration</b>	\$44,600	\$6,700	\$19,600	\$70,900	6
<b>359.30 Custody Services</b>	\$1,022,900	\$477,100	\$0	\$1,500,000	0
<b>359.40 Adoption Services</b>	\$1,207,200	\$873,800	\$0	\$2,081,000	0
<b>359.50 Child and Family Management</b>	\$5,102,400	\$1,360,600	\$3,596,100	\$10,059,100	391

<b>Sub-total</b>	\$7,377,100	\$2,718,200	\$3,615,700	\$13,711,000	397
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- Maintain Services**

To maintain current services despite declining federal revenue.

<b>359.10 Administration</b>	\$3,184,200	\$0	\$0	\$3,184,200	0
<b>359.20 Family Support Services</b>	\$708,000	\$0	\$0	\$708,000	0
<b>359.50 Child and Family Management</b>	\$9,317,700	\$0	\$0	\$9,317,700	0
<b>359.60 John S. Wilder Youth Development Center</b>	\$9,900	\$0	\$0	\$9,900	0
<b>359.61 Taft Youth Development Center</b>	\$20,400	\$0	\$0	\$20,400	0
<b>359.62 Woodland Hills Youth Development Center</b>	\$18,100	\$0	\$0	\$18,100	0
<b>359.63 Mountain View Youth Development Center</b>	\$18,100	\$0	\$0	\$18,100	0
<b>359.65 Community Treatment Facilities</b>	\$18,100	\$0	\$0	\$18,100	0
<b>359.70 Tennessee Preparatory School</b>	\$81,600	\$0	\$0	\$81,600	0

<b>Sub-total</b>	\$13,376,100	\$0	\$0	\$13,376,100	0
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- Rate Increase for Providers**

To provide a 3% rate increase for residential providers; a 2% increase to foster parents, adoptive parents, adoption case management services, probation, and aftercare services; and a 1% increase to the Community Services Agencies.

<b>359.20 Family Support Services</b>	\$53,000	\$0	\$0	\$53,000	0
<b>359.30 Custody Services</b>	\$2,363,300	\$493,700	\$2,449,900	\$5,306,900	0
<b>359.40 Adoption Services</b>	\$166,300	\$120,400	\$0	\$286,700	0
<b>359.50 Child and Family Management</b>	\$114,000	\$5,000	\$185,000	\$304,000	0

<b>Sub-total</b>	\$2,696,600	\$619,100	\$2,634,900	\$5,950,600	0
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## Health and Social Services Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>• Teacher Training and Experience</b>					
To provide funds for projected growth in teacher training and experience.					
<b>359.60 John S. Wilder Youth Development Center</b>	\$8,400	\$0	\$0	\$8,400	0
<b>359.61 Taft Youth Development Center</b>	\$7,600	\$0	\$0	\$7,600	0
<b>359.62 Woodland Hills Youth Development Center</b>	\$12,400	\$0	\$0	\$12,400	0
<b>359.63 Mountain View Youth Development Center</b>	\$21,700	\$0	\$0	\$21,700	0
<b>359.65 Community Treatment Facilities</b>	\$5,900	\$0	\$0	\$5,900	0
<b>359.70 Tennessee Preparatory School</b>	\$68,700	\$0	\$0	\$68,700	0
<b>Sub-total</b>	\$124,700	\$0	\$0	\$124,700	0
<b>• Fiscal Services</b>					
To provide funds for four fiscal positions to improve purchasing, child trust accounting, and foster care payment processing and for two positions for internal audit.					
<b>359.10 Administration</b>	\$134,300	\$41,400	\$66,800	\$242,500	6
<b>Sub-total</b>	\$134,300	\$41,400	\$66,800	\$242,500	6
<b>• Juvenile Facilities</b>					
To provide treatment staff at Peabody Group Home and security, maintenance, and educational staff at John S. Wilder Youth Development Center.					
<b>359.60 John S. Wilder Youth Development Center</b>	\$102,400	\$0	\$0	\$102,400	6
<b>359.65 Community Treatment Facilities</b>	\$0	\$0	\$0	\$0	3
<b>Sub-total</b>	\$102,400	\$0	\$0	\$102,400	9
<b>• Court Appointed Special Advocates</b>					
To provide funding to recruit, train and supervise volunteers to serve as court appointed special advocates for children in state custody who are primarily abused, neglected or dependent. This provides resources to support programs under development and to create new programs, including programs in Hawkins, Rutherford and Putnam counties.					
<b>359.50 Child and Family Management</b>	\$120,000	\$0	\$0	\$120,000	0
<b>Sub-total</b>	\$120,000	\$0	\$0	\$120,000	0
<b>Total Department of Children's Services</b>	<b>\$23,931,200</b>	<b>\$3,378,700</b>	<b>\$6,317,400</b>	<b>\$33,627,300</b>	<b>412</b>
<b>Total Health and Social Services</b>	<b>\$207,515,000</b>	<b>\$301,852,300</b>	<b>\$76,187,000</b>	<b>\$585,554,300</b>	<b>519</b>

# Commission on Children and Youth

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The Commission on Children and Youth works with state agencies, juvenile courts, child advocacy groups, interested citizens, and other organizations to improve services to children. It also administers grant funds for juvenile justice and teen pregnancy prevention programs. The commission members, central office staff, and district coordinators are engaged in the following activities:

- Improving the coordination of services for children
- Collecting and disseminating statistical and programmatic information
- Informing citizens and organizations of children's issues
- Tracking legislation and making recommendations to the Governor and Legislature
- Evaluating the delivery of services to children in state custody and their families through the Children's Program Outcome Review Team (C-PORT).

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.01 Commission on Children and Youth</b>					
Full-Time	49	48	48	0	<b>48</b>
Part-Time	5	5	5	0	<b>5</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>54</b>	<b>53</b>	<b>53</b>	<b>0</b>	<b>53</b>
Payroll	1,739,400	2,094,200	1,974,200	0	<b>1,974,200</b>
Operational	3,482,800	4,037,600	4,102,600	120,000	<b>4,222,600</b>
<b>Total</b>	<b>\$5,222,200</b>	<b>\$6,131,800</b>	<b>\$6,076,800</b>	<b>\$120,000</b>	<b>\$6,196,800</b>
State	1,264,900	1,375,600	1,375,600	0	<b>1,375,600</b>
Federal	1,692,600	2,412,600	2,357,600	0	<b>2,357,600</b>
Other	2,264,700	2,343,600	2,343,600	120,000	<b>2,463,600</b>

# Commission on Aging

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The Commission on Aging is responsible for networking aging Tennesseans with state, federal, and local programs. The commission performs the following activities:

- Administers the Older Americans Act of Tennessee
- Collects facts and statistics on the elderly
- Publishes information on aging
- Makes recommendations on program improvements
- Assists in developing needed services.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.02 Commission on Aging</b>					
Full-Time	24	25	25	1	26
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>24</b>	<b>25</b>	<b>25</b>	<b>1</b>	<b>26</b>
Payroll	822,700	1,298,500	1,310,100	40,200	<b>1,350,300</b>
Operational	23,472,600	59,229,700	59,192,900	5,149,400	<b>64,342,300</b>
<b>Total</b>	<b>\$24,295,300</b>	<b>\$60,528,200</b>	<b>\$60,503,000</b>	<b>\$5,189,600</b>	<b>\$65,692,600</b>
State	4,278,200	9,419,700	9,419,700	2,531,600	<b>11,951,300</b>
Federal	20,016,300	20,869,200	20,844,000	2,658,000	<b>23,502,000</b>
Other	800	30,239,300	30,239,300	0	<b>30,239,300</b>

# Health Facilities Commission

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The Health Facilities Commission is responsible for regulating the health-care industry through the Certificate of Need program. The commission requires certification of need for the establishment or modification of health-care facilities and the reporting of financial and statistical data from these facilities.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.07 Health Facilities Commission</b>					
Full-Time	9	9	9	0	9
Part-Time	10	10	10	0	10
Seasonal	0	0	0	0	0
<b>Total</b>	<b>19</b>	<b>19</b>	<b>19</b>	<b>0</b>	<b>19</b>
Payroll	350,200	420,000	420,000	0	<b>420,000</b>
Operational	140,100	206,900	206,900	0	<b>206,900</b>
<b>Total</b>	<b>\$490,300</b>	<b>\$626,900</b>	<b>\$626,900</b>	<b>\$0</b>	<b>\$626,900</b>
State	479,200	614,500	614,500	0	<b>614,500</b>
Federal	0	0	0	0	<b>0</b>
Other	11,100	12,400	12,400	0	<b>12,400</b>

# Council of Juvenile and Family Court Judges

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The Council of Juvenile and Family Court Judges provides staff services to two statewide organizations: the Tennessee Council of Juvenile and Family Court Judges and the Juvenile Court Services Association. The council's activities include:

- Providing technical assistance to courts regarding programs for children and state and federal law
- Providing information on legislation, court decisions, and statistical data to judges and staff
- Developing criteria and providing training for juvenile court judges and staff.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.10 Council of Juvenile and Family Court Judges</b>					
Full-Time	6	8	8	1	9
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>6</b>	<b>8</b>	<b>8</b>	<b>1</b>	<b>9</b>
Payroll	320,000	446,200	446,200	36,400	<b>482,600</b>
Operational	192,800	345,800	223,800	18,600	<b>242,400</b>
<b>Total</b>	<b>\$512,800</b>	<b>\$792,000</b>	<b>\$670,000</b>	<b>\$55,000</b>	<b>\$725,000</b>
State	422,200	390,000	390,000	55,000	<b>445,000</b>
Federal	0	0	0	0	0
Other	90,600	402,000	280,000	0	<b>280,000</b>

# Department of Finance & Administration – TennCare Program

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The Department of Finance & Administration – TennCare Program, through the Bureau of TennCare, is responsible for the administration of Tennessee’s Medicaid waiver project. TennCare provides basic health care and mental health services to certain low-income and needy people, children under age 19 with no access to health insurance, and uninsured or uninsurable persons by using a system of managed care. This department is also responsible for improving communication, coordination and management of Tennessee’s health related agencies through the Office of Health Services.

## Office of Health Services

The Office of Health Services is responsible for coordinating programmatic functions between the Department of Mental Health and Developmental Disabilities, Finance & Administration – Mental Retardation, the Department of Health, and the Bureau of TennCare in an effort to eliminate duplications, improve efficiencies in service, and maximize available funding sources.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>318.01 Health Services</b>					
Full-Time	53	53	53	0	53
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>53</b>	<b>53</b>	<b>53</b>	<b>0</b>	<b>53</b>
Payroll	1,182,400	2,601,100	2,718,400	0	2,718,400
Operational	934,600	495,900	378,600	0	378,600
<b>Total</b>	<b>\$2,117,000</b>	<b>\$3,097,000</b>	<b>\$3,097,000</b>	<b>\$0</b>	<b>\$3,097,000</b>
State	1,591,400	2,066,000	2,066,000	0	2,066,000
Federal	455,000	932,800	932,800	0	932,800
Other	70,600	98,200	98,200	0	98,200

## Bureau of TennCare

The Bureau provides oversight, planning, and funding for three service areas: TennCare Medical Services, Waiver and Crossover Services, and Long Term Care.

## Administration

TennCare Administration establishes policy, provides oversight, and directs the TennCare Program through staff of the department and contracts with other agencies which provide administrative service components for the TennCare Program. The bureau is divided into four areas:

- Administration
- Policy and Planning
- Quality Assurance
- Long Term Care.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>318.65 TennCare Administration</b>					
Full-Time	396	396	396	40	<b>436</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>396</b>	<b>396</b>	<b>396</b>	<b>40</b>	<b>436</b>
Payroll	12,321,800	14,673,600	15,438,700	1,658,600	<b>17,097,300</b>
Operational	100,809,600	125,120,000	124,354,900	490,400	<b>124,845,300</b>
<b>Total</b>	<b>\$113,131,400</b>	<b>\$139,793,600</b>	<b>\$139,793,600</b>	<b>\$2,149,000</b>	<b>\$141,942,600</b>
State	33,674,500	62,151,200	62,151,200	896,100	<b>63,047,300</b>
Federal	79,306,300	77,642,400	77,642,400	1,252,900	<b>78,895,300</b>
Other	150,600	0	0	0	<b>0</b>

### TennCare Services

TennCare Services provides funding for traditional basic health care and mental health services that were previously paid for by Medicaid. The program provides funding to:

- Managed care organizations that provide basic medical services
- Behavioral health organizations that provide mental health services
- Agencies that provide medical care.

### 318.66 TennCare Services

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	3,023,213,300	3,460,155,100	3,370,155,100	362,490,700	<b>3,732,645,800</b>
<b>Total</b>	<b>\$3,023,213,300</b>	<b>\$3,460,155,100</b>	<b>\$3,370,155,100</b>	<b>\$362,490,700</b>	<b>\$3,732,645,800</b>
State	862,894,500	1,008,000,000	1,008,869,600	125,065,400	<b>1,133,935,000</b>
Federal	2,019,597,800	2,276,542,300	2,228,453,700	220,916,700	<b>2,449,370,400</b>
Other	140,721,000	175,612,800	132,831,800	16,508,600	<b>149,340,400</b>

### Waiver and Crossover Services

Waiver and Crossover Services provides funding for Home and Community Based Services waivers, as well as co-payments and premiums for individuals eligible for TennCare and Medicare. The waivers serve the developmentally delayed population and people who require nursing services.

Funding for Medicare premiums and co-payments allows TennCare recipients, who are eligible for Medicare, the ability to receive medical services that would otherwise be unavailable due to financial constraints.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>318.67 Waiver and Crossover Services</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	407,600,600	519,584,800	519,584,800	66,901,600	586,486,400
<b>Total</b>	<b>\$407,600,600</b>	<b>\$519,584,800</b>	<b>\$519,584,800</b>	<b>\$66,901,600</b>	<b>\$586,486,400</b>
State	150,400,000	189,037,900	188,778,200	24,300,300	213,078,500
Federal	257,200,600	330,546,900	330,806,600	42,601,300	373,407,900
Other	0	0	0	0	0

## Long Term Care

Long Term Care provides funding for individuals that are in need of long term institutional care. This program provides funding for:

- General intermediate care facilities
- Skilled nursing facilities
- State mentally retarded intermediate care facilities
- Private mentally retarded intermediate care facilities.

## 318.68 Long Term Care Services

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	992,463,900	1,153,683,200	1,151,297,300	27,788,800	1,179,086,100
<b>Total</b>	<b>\$992,463,900</b>	<b>\$1,153,683,200</b>	<b>\$1,151,297,300</b>	<b>\$27,788,800</b>	<b>\$1,179,086,100</b>
State	366,338,900	423,003,600	419,681,000	10,093,600	429,774,600
Federal	626,125,000	730,679,600	731,616,300	17,695,200	749,311,500
Other	0	0	0	0	0

## Sub-Total Bureau of TennCare

Full-Time	396	396	396	40	436
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>396</b>	<b>396</b>	<b>396</b>	<b>40</b>	<b>436</b>
Payroll	12,321,800	14,673,600	15,438,700	1,658,600	17,097,300
Operational	4,524,087,400	5,258,543,100	5,165,392,100	457,671,500	5,623,063,600
<b>Total</b>	<b>\$4,536,409,200</b>	<b>\$5,273,216,700</b>	<b>\$5,180,830,800</b>	<b>\$459,330,100</b>	<b>\$5,640,160,900</b>
State	1,413,307,900	1,682,192,700	1,679,480,000	160,355,400	1,839,835,400
Federal	2,982,229,700	3,415,411,200	3,368,519,000	282,466,100	3,650,985,100
Other	140,871,600	175,612,800	132,831,800	16,508,600	149,340,400

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>318.00 Department Total</b>					
Full-Time	449	449	449	40	<b>489</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>449</b>	<b>449</b>	<b>449</b>	<b>40</b>	<b>489</b>
Payroll	13,504,200	17,274,700	18,157,100	1,658,600	<b>19,815,700</b>
Operational	4,525,022,000	5,259,039,000	5,165,770,700	457,671,500	<b>5,623,442,200</b>
<b>Total</b>	<b>\$4,538,526,200</b>	<b>\$5,276,313,700</b>	<b>\$5,183,927,800</b>	<b>\$459,330,100</b>	<b>\$5,643,257,900</b>
State	1,414,899,300	1,684,258,700	1,681,546,000	160,355,400	<b>1,841,901,400</b>
Federal	2,982,684,700	3,416,344,000	3,369,451,800	282,466,100	<b>3,651,917,900</b>
Other	140,942,200	175,711,000	132,930,000	16,508,600	<b>149,438,600</b>

# Department of Mental Health and Developmental Disabilities

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The Department of Mental Health and Developmental Disabilities is responsible for ensuring the provision of services to individuals with or at risk of serious and persistent mental illness in adults and serious emotional disturbance in children and youth. This is accomplished through the operation of five state inpatient facilities, policy and program guidance to the TennCare Partners Program, and a system of community service grants. The primary focus of the department is to provide a comprehensive system of care which:

- Includes adequate resources
- Safeguards the rights of consumers
- Promotes consumer integration into the community
- Matches services to the consumer and family members in the least restrictive setting.

To carry out its responsibilities, the department is divided into two functional areas:

- Administrative Services
- Mental Health Services.

## Administrative Services

Administrative Services provides direction, coordination, support, and review for the Department of Mental Health and Developmental Disabilities. This division oversees major maintenance and capital outlay projects for the department and regulates and licenses all mental health/mental retardation facilities in Tennessee. Administrative Services also provides administrative support in accounting, budgeting, and personnel functions to the Department of Finance and Administration – Mental Retardation.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.01 Administrative Services Division</b>					
Full-Time	131	141	141	0	141
Part-Time	0	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>131</b>	<b>142</b>	<b>142</b>	<b>0</b>	<b>142</b>
Payroll	5,138,800	7,008,200	7,010,200	31,300	<b>7,041,500</b>
Operational	2,646,200	3,296,700	2,985,400	295,500	<b>3,280,900</b>
<b>Total</b>	<b>\$7,785,000</b>	<b>\$10,304,900</b>	<b>\$9,995,600</b>	<b>\$326,800</b>	<b>\$10,322,400</b>
State	5,084,000	7,596,100	7,286,800	326,800	<b>7,613,600</b>
Federal	333,200	344,300	344,300	0	<b>344,300</b>
Other	2,367,800	2,364,500	2,364,500	0	<b>2,364,500</b>

## Mental Health Services

Mental Health Services is responsible for the administration of a variety of mental health services including the distribution and payment of mental health service funds for several federal grants, forensic services, and other community programs funded through state dollars. The division is also responsible for the operation of the State's five regional mental health institutes.

The regional mental health institutes provide inpatient services to increase the functioning, productivity, and quality of life for severely mentally ill adults and seriously emotionally disturbed children and adolescents. The Joint Commission on Accreditation of Hospitals accredits these institutes as psychiatric hospitals. The institutes typically provide the following services:

- Acute treatment services is a primary program for admitting adults who need emergency and generally short-term inpatient care
- Rehabilitation services is a longer-term program for chronically ill adults who typically require basic living, socialization, and vocational skills training
- Gero-Psychiatric services provide extensive psychiatric, physical, and socialization services to persons primarily age 60 and older, many of whom need nursing care
- Children and Youth services for children and adolescents primarily referred by mental health centers, juvenile courts, and the Department of Children's Services
- Forensics services provide inpatient diagnostic evaluation and/or treatment to adults as designated by the courts. Forensic evaluation and/or treatment is available in a secure setting at Middle Tennessee Mental Health Institute.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.05 Mental Health Services Administration</b>					
Full-Time	42	46	46	0	46
Part-Time	0	2	2	0	2
Seasonal	0	0	0	0	0
<b>Total</b>	<b>42</b>	<b>48</b>	<b>48</b>	<b>0</b>	<b>48</b>
Payroll	1,788,900	2,252,100	2,412,400	0	2,412,400
Operational	194,000	1,042,400	909,500	0	909,500
<b>Total</b>	<b>\$1,982,900</b>	<b>\$3,294,500</b>	<b>\$3,321,900</b>	<b>\$0</b>	<b>\$3,321,900</b>
State	1,566,100	2,113,300	2,113,300	0	2,113,300
Federal	312,900	521,900	444,800	0	444,800
Other	103,900	659,300	763,800	0	763,800
<b>339.08 Community Mental Health Services</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	34,594,400	43,978,400	44,220,800	3,000,000	47,220,800
<b>Total</b>	<b>\$34,594,400</b>	<b>\$43,978,400</b>	<b>\$44,220,800</b>	<b>\$3,000,000</b>	<b>\$47,220,800</b>
State	27,065,300	33,788,700	33,773,700	3,000,000	36,773,700
Federal	6,354,300	8,641,100	8,718,200	0	8,718,200
Other	1,174,800	1,548,600	1,728,900	0	1,728,900

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.10 Lakeshore Mental Health Institute</b>					
Full-Time	503	572	572	1	573
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>503</b>	<b>572</b>	<b>572</b>	<b>1</b>	<b>573</b>
Payroll	17,038,400	20,713,600	20,713,600	37,900	20,751,500
Operational	6,268,600	6,440,300	6,440,300	6,300	6,446,600
<b>Total</b>	<b>\$23,307,000</b>	<b>\$27,153,900</b>	<b>\$27,153,900</b>	<b>\$44,200</b>	<b>\$27,198,100</b>
State	7,440,300	8,220,000	8,220,000	44,200	8,264,200
Federal	1,268,600	1,394,300	594,300	0	594,300
Other	14,598,100	17,539,600	18,339,600	0	18,339,600
<b>339.11 Middle Tennessee Mental Health Institute</b>					
Full-Time	674	728	728	1	729
Part-Time	14	15	15	0	15
Seasonal	0	0	0	0	0
<b>Total</b>	<b>688</b>	<b>743</b>	<b>743</b>	<b>1</b>	<b>744</b>
Payroll	25,272,400	26,219,800	26,219,800	37,900	26,257,700
Operational	8,902,300	8,575,600	8,575,600	6,300	8,581,900
<b>Total</b>	<b>\$34,174,700</b>	<b>\$34,795,400</b>	<b>\$34,795,400</b>	<b>\$44,200</b>	<b>\$34,839,600</b>
State	9,518,900	8,634,600	8,634,600	44,200	8,678,800
Federal	866,800	750,000	750,000	0	750,000
Other	23,789,000	25,410,800	25,410,800	0	25,410,800
<b>339.12 Western Mental Health Institute</b>					
Full-Time	563	615	615	1	616
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>563</b>	<b>615</b>	<b>615</b>	<b>1</b>	<b>616</b>
Payroll	20,487,500	22,814,900	22,814,900	37,900	22,852,800
Operational	4,439,900	4,492,100	4,492,100	306,300	4,798,400
<b>Total</b>	<b>\$24,927,400</b>	<b>\$27,307,000</b>	<b>\$27,307,000</b>	<b>\$344,200</b>	<b>\$27,651,200</b>
State	5,387,700	9,943,500	9,943,500	344,200	10,287,700
Federal	990,000	560,000	560,000	0	560,000
Other	18,549,700	16,803,500	16,803,500	0	16,803,500

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.16 Moccasin Bend Mental Health Institute</b>					
Full-Time	401	354	354	1	355
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>401</b>	<b>354</b>	<b>354</b>	<b>1</b>	<b>355</b>
Payroll	14,113,600	13,850,800	13,850,000	37,900	13,887,900
Operational	4,085,900	3,131,300	3,132,100	6,300	3,138,400
<b>Total</b>	<b>\$18,199,500</b>	<b>\$16,982,100</b>	<b>\$16,982,100</b>	<b>\$44,200</b>	<b>\$17,026,300</b>
State	5,003,400	6,303,000	6,303,000	44,200	6,347,200
Federal	1,935,000	958,400	850,000	0	850,000
Other	11,261,100	9,720,700	9,829,100	0	9,829,100

**339.17 Memphis Mental Health Institute**

Full-Time	261	324	324	12	336
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>262</b>	<b>325</b>	<b>325</b>	<b>12</b>	<b>337</b>
Payroll	10,459,700	12,608,300	12,608,300	356,400	12,964,700
Operational	5,411,300	2,980,200	2,980,200	6,300	2,986,500
<b>Total</b>	<b>\$15,871,000</b>	<b>\$15,588,500</b>	<b>\$15,588,500</b>	<b>\$362,700</b>	<b>\$15,951,200</b>
State	9,929,500	7,690,700	7,690,700	362,700	8,053,400
Federal	888,100	525,000	525,000	0	525,000
Other	5,053,400	7,372,800	7,372,800	0	7,372,800

**339.40 Major Maintenance**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	430,400	750,000	750,000	0	750,000
<b>Total</b>	<b>\$430,400</b>	<b>\$750,000</b>	<b>\$750,000</b>	<b>\$0</b>	<b>\$750,000</b>
State	430,400	750,000	750,000	0	750,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.00 Department Total</b>					
Full-Time	2,575	2,780	2,780	16	<b>2,796</b>
Part-Time	15	19	19	0	<b>19</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>2,590</b>	<b>2,799</b>	<b>2,799</b>	<b>16</b>	<b>2,815</b>
Payroll	94,299,300	105,467,700	105,629,200	539,300	<b>106,168,500</b>
Operational	66,973,000	74,687,000	74,486,000	3,627,000	<b>78,113,000</b>
<b>Total</b>	<b>\$161,272,300</b>	<b>\$180,154,700</b>	<b>\$180,115,200</b>	<b>\$4,166,300</b>	<b>\$184,281,500</b>
State	71,425,600	85,039,900	84,715,600	4,166,300	<b>88,881,900</b>
Federal	12,948,900	13,695,000	12,786,600	0	<b>12,786,600</b>
Other	76,897,800	81,419,800	82,613,000	0	<b>82,613,000</b>

## Statistical Data Mental Health Institutes

	Lakeshore 339.10	Middle Tennessee 339.11	Western 339.12	Moccasin Bend 339.16	Memphis 339.17	Total
<b>Annual Admissions</b>						
1994-1995	1,857	1,351	1,006	1,558	1,295	7,067
1995-1996	1,572	1,375	1,009	1,206	1,475	6,637
1996-1997	1,193	1,646	1,000	1,200	1,729	6,768
1997-1998	1,301	2,331	1,340	1,648	1,707	8,327
1998-1999	1,925	2,430	1,638	1,769	2,010	9,772
1999-2000	2,030	2,465	1,836	2,054	1,519	9,904
2000-2001	2,400	2,662	1,800	2,120	1,500	10,482
2001-2002	2,400	2,662	1,800	2,000	1,500	10,362
<b>Annual Releases</b>						
1994-1995	1,878	1,378	995	1,604	1,289	7,144
1995-1996	1,597	1,306	986	1,237	1,492	6,618
1996-1997	1,251	1,679	1,096	1,505	1,711	7,242
1997-1998	1,271	2,331	1,328	1,633	1,711	8,274
1998-1999	1,946	2,409	1,616	1,776	1,991	9,738
1999-2000	2,021	2,434	1,872	2,043	1,527	9,897
2000-2001	2,400	2,636	1,800	2,025	1,490	10,351
2001-2002	2,400	2,642	1,800	1,950	1,490	10,282
<b>Average Daily Census</b>						
1994-1995	262	261	224	207	88	1,042
1995-1996	244	250	240	184	98	1,016
1996-1997	193	246	247	148	90	924
1997-1998	181	236	230	141	97	885
1998-1999	200	257	228	147	102	934
1999-2000	188	273	234	155	77	927
2000-2001	200	274	240	170	75	959
2001-2002	200	274	240	148	75	937
<b>Cost Per Occupancy Day*</b>						
1994-1995	\$261.53	\$312.10	\$245.57	\$233.66	\$384.99	\$275.65
1995-1996	\$287.03	\$334.91	\$242.65	\$273.49	\$362.86	\$293.19
1996-1997	\$333.68	\$315.93	\$235.09	\$327.10	\$368.89	\$304.98
1997-1998	\$324.78	\$308.86	\$267.76	\$315.78	\$347.52	\$306.78
1998-1999	\$309.33	\$314.99	\$312.34	\$319.52	\$413.64	\$324.62
1999-2000	\$338.73	\$342.03	\$291.06	\$320.81	\$563.16	\$343.31
2000-2001	\$371.97	\$347.92	\$311.72	\$273.68	\$569.44	\$348.04
2001-2002	\$372.58	\$348.36	\$315.65	\$315.19	\$582.69	\$358.67

\* Last column indicates average cost per day for all institutions.

# Department of Finance & Administration – Mental Retardation

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The Department of Finance & Administration – Mental Retardation Division is responsible for providing services to Tennesseans of all ages with mental retardation and other developmental disabilities to meet their individual and family choices and needs for services and supports. Services are provided in a variety of settings, ranging from individual supported living in the community to institutional care, to ensure the most integrated environment to meet the needs of each person. This Department also provides support to the Developmental Disabilities Council.

Mental Retardation Administration within the department is responsible for the following:

- Coordination and support for three regional programs
- Development and implementation of policies
- Settlement Agreement community plan implementation
- Program development
- Budget and personnel coordination
- Coordination of community and developmental center investigations
- Training, technical assistance and consultation in various specialty areas.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.21 Mental Retardation Administration</b>					
Full-Time	57	65	65	12	77
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>57</b>	<b>65</b>	<b>65</b>	<b>12</b>	<b>77</b>
Payroll	2,425,300	3,495,200	3,495,200	858,300	<b>4,353,500</b>
Operational	2,044,500	2,416,700	2,416,700	424,700	<b>2,841,400</b>
<b>Total</b>	<b>\$4,469,800</b>	<b>\$5,911,900</b>	<b>\$5,911,900</b>	<b>\$1,283,000</b>	<b>\$7,194,900</b>
State	4,106,000	1,788,400	1,788,400	384,900	<b>2,173,300</b>
Federal	0	0	0	0	0
Other	363,800	4,123,500	4,123,500	898,100	<b>5,021,600</b>

## Developmental Disabilities Council

The Developmental Disabilities Council consists of members appointed by the Governor and represent a broad range of disabilities as well as the cultural and geographical diversity of the State. The Council works for public policies and service systems that promote the inclusion of individuals with developmental disabilities in their communities. Council members are responsible for administering federal grant funds and implementing federal law. While the Council is administratively tied to the Mental Retardation division, Council employees operate separately from the Mental Retardation Division staff and work at the direction of the Council.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.22 Developmental Disabilities Council</b>					
Full-Time	8	8	8	0	8
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>8</b>	<b>8</b>	<b>8</b>	<b>0</b>	<b>8</b>
Payroll	244,500	369,500	369,500	0	369,500
Operational	1,167,900	1,505,200	1,505,200	0	1,505,200
<b>Total</b>	<b>\$1,412,400</b>	<b>\$1,874,700</b>	<b>\$1,874,700</b>	<b>\$0</b>	<b>\$1,874,700</b>
State	55,700	107,900	107,900	0	107,900
Federal	1,356,700	1,766,800	1,766,800	0	1,766,800
Other	0	0	0	0	0

Mental Retardation Community Services provides community-based mental retardation services to persons with mental retardation and other developmental disabilities. The Division contracts with community agencies across the State to provide the following comprehensive system of support services:

- Family-based residential services
- Group homes
- Family support
- Supported living
- Highly structured specialized living arrangements
- Adult day services
- Therapy services
- Early intervention services
- Respite
- Diagnostic and evaluation
- Recreation
- Supported employment
- Support coordination services.

**339.23 Community Mental Retardation Services**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	206,600,900	278,740,300	278,740,300	56,198,600	334,938,900
<b>Total</b>	<b>\$206,600,900</b>	<b>\$278,740,300</b>	<b>\$278,740,300</b>	<b>\$56,198,600</b>	<b>\$334,938,900</b>
State	17,034,600	48,066,400	48,066,400	6,913,100	54,979,500
Federal	0	0	0	0	0
Other	189,566,300	230,673,900	230,673,900	49,285,500	279,959,400

The Mental Retardation Division is also responsible for the three regional offices of the state which coordinate services for individuals in the community, developmental centers, and for individuals transitioning from institutional settings to the community. These offices assist consumers and their families in finding the most appropriate, least restrictive placement. They also monitor services to ensure appropriate and safe living and working environments for each person.

Each regional office coordinates the operation of one of the state's three developmental centers (Arlington, Clover Bottom and Greene Valley) which provide 24-hour care to improve the physical, intellectual, social, and emotional capabilities of adults and children who are severely

and profoundly retarded. The following programs are typically provided by the developmental centers:

- High personal care at the three centers provides total care and training opportunities in self-help, ambulation, communication, and socialization skills
- Intensive care at Arlington Developmental Center provides individualized habilitation training in self-help, language development, and motor skills for retarded residents with severe and profound mental retardation
- Medical treatment at Greene Valley Developmental Center provides care to residents who require more than can be provided in the living unit, but do not require specialized medical services which can only be obtained through outside hospitalization
- Mentally retarded offender care at Harold W. Jordan Habilitation Center, located at Clover Bottom Developmental Center, provides habilitation and competency training in a secure institution for adolescent and adult offenders exhibiting challenging behaviors with mild to moderate retardation.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.25 West Tennessee Region</b>					
Full-Time	1,222	1,222	1,222	3	1,225
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,222</b>	<b>1,222</b>	<b>1,222</b>	<b>3</b>	<b>1,225</b>
Payroll	43,094,700	41,447,700	39,734,500	121,200	39,855,700
Operational	33,420,100	31,210,500	32,923,700	3,699,400	36,623,100
<b>Total</b>	<b>\$76,514,800</b>	<b>\$72,658,200</b>	<b>\$72,658,200</b>	<b>\$3,820,600</b>	<b>\$76,478,800</b>
State	15,335,900	3,037,300	3,037,300	1,146,100	4,183,400
Federal	0	0	0	0	0
Other	61,178,900	69,620,900	69,620,900	2,674,500	72,295,400
<b>339.26 Middle Tennessee Region</b>					
Full-Time	1,050	1,052	1,052	3	1,055
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,051</b>	<b>1,053</b>	<b>1,053</b>	<b>3</b>	<b>1,056</b>
Payroll	33,413,700	34,414,400	34,414,400	121,200	34,535,600
Operational	21,395,000	20,115,000	20,115,000	65,700	20,180,700
<b>Total</b>	<b>\$54,808,700</b>	<b>\$54,529,400</b>	<b>\$54,529,400</b>	<b>\$186,900</b>	<b>\$54,716,300</b>
State	0	1,781,600	1,781,600	56,100	1,837,700
Federal	0	0	0	0	0
Other	54,808,700	52,747,800	52,747,800	130,800	52,878,600

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>339.27 East Tennessee Region</b>					
Full-Time	1,377	1,369	1,369	3	1,372
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,377</b>	<b>1,369</b>	<b>1,369</b>	<b>3</b>	<b>1,372</b>
Payroll	45,380,000	42,895,800	42,435,900	121,200	42,557,100
Operational	17,628,800	16,908,500	16,903,400	530,700	17,434,100
<b>Total</b>	<b>\$63,008,800</b>	<b>\$59,804,300</b>	<b>\$59,339,300</b>	<b>\$651,900</b>	<b>\$59,991,200</b>
State	0	1,727,300	1,727,300	521,100	2,248,400
Federal	0	0	0	0	0
Other	63,008,800	58,077,000	57,612,000	130,800	57,742,800
<b>339.21 Department Total</b>					
Full-Time	3,714	3,716	3,716	21	3,737
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>3,715</b>	<b>3,717</b>	<b>3,717</b>	<b>21</b>	<b>3,738</b>
Payroll	124,558,200	122,622,600	120,449,500	1,221,900	121,671,400
Operational	282,257,200	350,896,200	352,604,300	60,919,100	413,523,400
<b>Total</b>	<b>\$406,815,400</b>	<b>\$473,518,800</b>	<b>\$473,053,800</b>	<b>\$62,141,000</b>	<b>\$535,194,800</b>
State	36,532,200	56,508,900	56,508,900	9,021,300	65,530,200
Federal	1,356,700	1,766,800	1,766,800	0	1,766,800
Other	368,926,500	415,243,100	414,778,100	53,119,700	467,897,800

## Statistical Data Mental Retardation Developmental Centers

	Arlington 339.25	Clover Bottom 339.26	Greene Valley 339.27	Nat Winston 339.28	Total
<b>Annual Admissions</b>					
1994-1995	0	14	17	21	52
1995-1996	0	2	9	0	11
1996-1997	0	6	5	0	11
1997-1998	1	9	8	0	18
1998-1999	1	2	3	0	6
1999-2000	0	3	0	0	3
2000-2001	0	0	0	0	0
2001-2002	0	0	0	0	0
<b>Annual Releases</b>					
1994-1995	20	68	100	27	215
1995-1996	14	9	99	33	155
1996-1997	18	58	36	44	156
1997-1998	23	43	37	66	169
1998-1999	36	25	46	0	107
1999-2000	17	39	19	0	75
2000-2001	36	36	40	0	112
2001-2002	36	36	36	0	108
<b>Average Daily Census</b>					
1994-1995	385	522	647	149	1,703
1995-1996	368	408	534	128	1,438
1996-1997	354	386	471	87	1,298
1997-1998	333	340	446	37	1,156
1998-1999	300	311	406	0	1,017
1999-2000	285	289	374	0	948
2000-2001	254	243	339	0	836
2001-2002	218	207	301	0	726
<b>Cost Per Occupancy Day*</b>					
1994-1995	\$288.94	\$174.40	\$155.73	\$159.95	\$191.94
1995-1996	\$401.68	\$273.15	\$211.54	\$194.41	\$276.16
1996-1997	\$503.70	\$359.63	\$279.10	\$290.58	\$365.07
1997-1998	\$552.15	\$426.35	\$346.10	\$399.64	\$430.77
1998-1999	\$600.83	\$466.73	\$398.01	\$0.00	\$478.85
1999-2000	\$605.80	\$475.43	\$425.61	\$0.00	\$494.97
2000-2001	\$677.83	\$547.99	\$424.00	\$0.00	\$537.16
2001-2002	\$792.90	\$643.29	\$477.52	\$0.00	\$619.49

\* Last column indicates average cost per day for all institutions.

# Department of Health

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The Department of Health is responsible for protecting and improving the health of Tennesseans and Tennessee's visitors. In order to carry out this responsibility, the department is organized into five functional areas which include:

- Administrative and Support Services
- Bureau of Health Licensure and Regulation
- Bureau of Policy, Planning, and Assessment
- Bureau of Health Services
- Bureau of Alcohol and Drug Abuse Services.

## Administrative and Support Services

Administrative and Support Services provides direction, coordination, review, and basic support services to the Department of Health. This area is divided into Executive Administration, the Bureau of Administrative Services, the Office of Information Resources, Laboratory Services, and the Nursing Home Residents Grant Assistance Program.

Executive Administration provides for the overall policy direction and management of the department, as well as the human resources, legal, and minority health activities.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>343.01 Executive Administration</b>					
Full-Time	50	57	57	0	57
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>50</b>	<b>57</b>	<b>57</b>	<b>0</b>	<b>57</b>
Payroll	2,553,600	2,969,300	2,969,300	0	2,969,300
Operational	1,002,700	905,300	905,300	0	905,300
<b>Total</b>	<b>\$3,556,300</b>	<b>\$3,874,600</b>	<b>\$3,874,600</b>	<b>\$0</b>	<b>\$3,874,600</b>
State	2,920,900	3,156,000	3,156,000	0	3,156,000
Federal	633,100	718,600	718,600	0	718,600
Other	2,300	0	0	0	0

The Bureau of Administrative Services provides administrative support to program areas of the department. This support includes accounting, budgeting, contracting, and facilities management, as well as procurement and payment activities. The bureau also administers the Nursing Home Residents Grant Assistance Program.

## 343.03 Bureau of Administrative Services

Full-Time	63	63	63	0	63
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>63</b>	<b>63</b>	<b>63</b>	<b>0</b>	<b>63</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	2,219,700	2,695,200	2,695,200	0	<b>2,695,200</b>
Operational	642,700	718,700	718,700	0	<b>718,700</b>
<b>Total</b>	<b>\$2,862,400</b>	<b>\$3,413,900</b>	<b>\$3,413,900</b>	<b>\$0</b>	<b>\$3,413,900</b>
State	1,940,100	2,352,200	2,352,200	0	<b>2,352,200</b>
Federal	912,100	1,061,700	1,061,700	0	<b>1,061,700</b>
Other	10,200	0	0	0	<b>0</b>

Information Resources provides information systems support to the various programs within the Department of Health. This support includes systems applications and operations activities for both mainframe and personal computers as well as data and text management.

#### **343.04 Office of Information Resources**

Full-Time	56	56	56	0	<b>56</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>56</b>	<b>56</b>	<b>56</b>	<b>0</b>	<b>56</b>
Payroll	2,081,600	2,485,700	2,485,700	0	<b>2,485,700</b>
Operational	522,400	638,000	638,000	0	<b>638,000</b>
<b>Total</b>	<b>\$2,604,000</b>	<b>\$3,123,700</b>	<b>\$3,123,700</b>	<b>\$0</b>	<b>\$3,123,700</b>
State	2,529,200	3,068,300	3,068,300	0	<b>3,068,300</b>
Federal	74,400	54,600	54,600	0	<b>54,600</b>
Other	400	800	800	0	<b>800</b>

Laboratory Services offers microbiological and environmental laboratory services for intra- and inter-departmental programs. Reference and limited microbiological support is provided to hospitals, private physicians, and private laboratories. The division also provides analytical support to the department's prevention and treatment programs and to environmental regulatory programs.

#### **343.08 Laboratory Services**

Full-Time	180	180	180	0	<b>180</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>180</b>	<b>180</b>	<b>180</b>	<b>0</b>	<b>180</b>
Payroll	5,424,000	7,088,700	7,088,700	0	<b>7,088,700</b>
Operational	4,789,900	5,641,200	5,641,200	0	<b>5,641,200</b>
<b>Total</b>	<b>\$10,213,900</b>	<b>\$12,729,900</b>	<b>\$12,729,900</b>	<b>\$0</b>	<b>\$12,729,900</b>
State	5,755,500	7,609,800	7,609,800	0	<b>7,609,800</b>
Federal	367,500	192,800	466,400	0	<b>466,400</b>
Other	4,090,900	4,927,300	4,653,700	0	<b>4,653,700</b>

The primary function of the Nursing Home Residents Grant Assistance Program is to provide financial assistance to private pay nursing home residents who meet financial eligibility and receive no financial assistance from any other state and/or federal medical care program for the cost of their nursing home care.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>343.70 Nursing Home Resident Grant Assistance Program</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	8,886,700	15,054,500	15,054,500	0	15,054,500
<b>Total</b>	<b>\$8,886,700</b>	<b>\$15,054,500</b>	<b>\$15,054,500</b>	<b>\$0</b>	<b>\$15,054,500</b>
State	8,886,700	15,054,500	15,054,500	0	15,054,500
Federal	0	0	0	0	0
Other	0	0	0	0	0

### **Bureau of Health Licensure and Regulation**

The Bureau of Health Licensure and Regulation regulates the health care industry through the certification and licensure of health care facilities, emergency medical services, and the regulation of certain health care professionals.

Health Licensure and Regulation provides the overall policy, direction, and support for the Bureau of Health Licensure and Regulation and specifically monitors the quality of health care rendered to the citizens of Tennessee by regulating health care facilities. The following programs are administered:

- Civil rights compliance
- Health care facility licensure
- Health Care Facility Federal Certification Program.

### **343.05 Health Licensure and Regulation**

Full-Time	152	163	163	13	176
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>152</b>	<b>163</b>	<b>163</b>	<b>13</b>	<b>176</b>
Payroll	5,831,500	6,947,300	6,950,800	510,000	7,460,800
Operational	3,590,500	3,492,600	3,203,600	171,300	3,374,900
<b>Total</b>	<b>\$9,422,000</b>	<b>\$10,439,900</b>	<b>\$10,154,400</b>	<b>\$681,300</b>	<b>\$10,835,700</b>
State	3,563,200	3,926,500	3,641,000	301,400	3,942,400
Federal	4,593,900	5,167,500	5,135,900	365,500	5,501,400
Other	1,264,900	1,345,900	1,377,500	14,400	1,391,900

Emergency Medical Services (EMS) provides quality assurance and oversight of pre-hospital emergency medical care and the medical transportation system in Tennessee. Activities include licensing public and private ambulance services, inspecting and issuing permits for ambulances, training and certifying personnel, and developing regulations. In addition, technical assistance and coordination is provided to local governments for the development of EMS communications systems.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>343.07 Emergency Medical Services</b>					
Full-Time	16	16	16	0	16
Part-Time	13	13	13	0	13
Seasonal	0	0	0	0	0
<b>Total</b>	<b>29</b>	<b>29</b>	<b>29</b>	<b>0</b>	<b>29</b>
Payroll	602,700	692,200	708,900	0	708,900
Operational	492,500	748,800	748,800	0	748,800
<b>Total</b>	<b>\$1,095,200</b>	<b>\$1,441,000</b>	<b>\$1,457,700</b>	<b>\$0</b>	<b>\$1,457,700</b>
State	261,300	501,500	518,200	0	518,200
Federal	265,200	455,000	372,500	0	372,500
Other	568,700	484,500	567,000	0	567,000

The Health Related Boards regulate certain health care professions through the following activities:

- Certification and licensure of health care professionals
- Enforcement of statutes and rules pertaining to standards of practice and professional conduct
- Assistance in administration, investigation, enforcement, and peer assistance.

#### **343.10 Health Related Boards**

Full-Time	105	113	113	0	113
Part-Time	154	163	163	0	163
Seasonal	0	0	0	0	0
<b>Total</b>	<b>259</b>	<b>276</b>	<b>276</b>	<b>0</b>	<b>276</b>
Payroll	3,200,200	4,015,200	4,177,600	0	4,177,600
Operational	3,625,900	4,096,600	4,084,600	0	4,084,600
<b>Total</b>	<b>\$6,826,100</b>	<b>\$8,111,800</b>	<b>\$8,262,200</b>	<b>\$0</b>	<b>\$8,262,200</b>
State	6,571,200	8,111,800	8,262,200	0	8,262,200
Federal	0	0	0	0	0
Other	254,900	0	0	0	0

#### **Bureau of Policy, Planning, and Assessment**

The Bureau of Policy, Planning, and Assessment collects and analyzes a wide array of public health data. This data is utilized by various agencies of government and the private sector to assess public health trends in order to assist them in priority-setting and establishment of health policy. It is further used for specific program planning and resource allocation to address

identified public health needs and concerns. This bureau specifically administers all vital records; health statistics and research; the traumatic brain injury registry; the cancer registry; and the Children's Information Tennessee System (CIT) which was created through the partnership of five state agencies which provide various services to Tennessee children.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>343.20 Bureau of Policy, Planning, and Assessment</b>					
Full-Time	121	125	125	3	128
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>121</b>	<b>125</b>	<b>125</b>	<b>3</b>	<b>128</b>
Payroll	3,790,700	4,525,400	4,525,400	169,300	4,694,700
Operational	2,886,000	3,569,400	3,555,600	455,200	4,010,800
<b>Total</b>	<b>\$6,676,700</b>	<b>\$8,094,800</b>	<b>\$8,081,000</b>	<b>\$624,500</b>	<b>\$8,705,500</b>
State	3,564,100	4,601,200	4,601,200	624,500	5,225,700
Federal	843,200	1,356,700	1,342,900	0	1,342,900
Other	2,269,400	2,136,900	2,136,900	0	2,136,900

### Bureau of Health Services

The Bureau of Health Services is responsible for the delivery of public health services to the citizens and visitors of Tennessee through a system of thirteen regional health offices responsible for the oversight of services provided in 89 rural and six metropolitan county health departments. These services encompass both primary care and prevention services with an emphasis on health promotion, disease prevention, and health access activities. The programs offered by this bureau are in six functional areas:

- General Environmental Health
- Maternal and Child Health
- Communicable and Environmental Disease Services
- Population-Based Services
- Women, Infants, and Children (WIC) Supplemental Foods
- Local Health Services.

Health Services Administration directs, supervises, plans, and coordinates health care service delivery in the state as well as providing administrative support to the various programs within the Bureau of Health Services.

### 343.45 Health Services Administration

Full-Time	50	50	50	0	50
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>50</b>	<b>50</b>	<b>50</b>	<b>0</b>	<b>50</b>
Payroll	2,222,100	2,645,800	2,645,800	0	2,645,800
Operational	1,540,200	1,634,900	1,634,900	0	1,634,900
<b>Total</b>	<b>\$3,762,300</b>	<b>\$4,280,700</b>	<b>\$4,280,700</b>	<b>\$0</b>	<b>\$4,280,700</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	2,755,400	3,205,300	3,205,300	0	<b>3,205,300</b>
Federal	1,006,200	1,063,800	1,063,800	0	<b>1,063,800</b>
Other	700	11,600	11,600	0	<b>11,600</b>

The General Environmental Health program enforces standards pertaining to sanitation and safety in hotels, food service establishments, bed and breakfast establishments, camps, and swimming pools through field inspections. In addition, the program is responsible for rabies control activities, lead investigations, and environmental surveys which are conducted in schools, child care facilities, and state correctional institutions.

### 343.39 General Environmental Health

Full-Time	109	109	109	0	<b>109</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>109</b>	<b>109</b>	<b>109</b>	<b>0</b>	<b>109</b>
Payroll	4,319,500	4,824,800	4,642,200	0	<b>4,642,200</b>
Operational	751,900	779,600	779,600	0	<b>779,600</b>
<b>Total</b>	<b>\$5,071,400</b>	<b>\$5,604,400</b>	<b>\$5,421,800</b>	<b>\$0</b>	<b>\$5,421,800</b>
State	5,027,100	5,575,800	5,393,200	0	<b>5,393,200</b>
Federal	0	0	0	0	<b>0</b>
Other	44,300	28,600	28,600	0	<b>28,600</b>

The Maternal and Child Health (MCH) Program provides health services to women of child-bearing age and to children in low income populations in an effort to reduce maternal and infant mortality and morbidity. This program also provides evaluation, diagnosis, education, counseling, comprehensive medical care, and case management services for physically handicapped children up to the age of twenty-one. Programs administered by this division include:

- Regional perinatal centers
- Prenatal care
- Genetics and sickle cell screening
- Child health care services
- Black health care projects
- Family planning.

### 343.47 Maternal and Child Health

Full-Time	36	36	36	0	<b>36</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>36</b>	<b>36</b>	<b>36</b>	<b>0</b>	<b>36</b>
Payroll	1,233,300	1,638,800	1,638,800	0	<b>1,638,800</b>
Operational	10,538,800	10,848,000	10,848,000	0	<b>10,848,000</b>
<b>Total</b>	<b>\$11,772,100</b>	<b>\$12,486,800</b>	<b>\$12,486,800</b>	<b>\$0</b>	<b>\$12,486,800</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	3,619,500	3,152,000	3,152,000	0	<b>3,152,000</b>
Federal	4,911,300	4,309,900	4,309,900	0	<b>4,309,900</b>
Other	3,241,300	5,024,900	5,024,900	0	<b>5,024,900</b>

The Communicable and Environmental Disease Services (CEDS) program conducts activities to protect the citizens of the state from infectious diseases. These activities include epidemiological investigations of acute communicable diseases, tuberculosis control services, administration of immunizations against vaccine-preventable diseases, as well as investigation, diagnosis and treatment of persons with sexually transmitted diseases including HIV/AIDS. This division also provides skilled professional case management intervention, financial assistance, housing, medical and social services, and referrals across Tennessee for people with HIV, their families and caregivers. Environmental epidemiology services are also provided in this section including education programs relative to chemical or physical pollution; disease cluster investigations; and toxicological at-risk assessment consultations with environmental regulatory programs within the Department of Environment and Conservation.

#### **343.49 Communicable and Environmental Disease Services**

Full-Time	68	72	72	0	<b>72</b>
Part-Time	1	1	1	0	<b>1</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>69</b>	<b>73</b>	<b>73</b>	<b>0</b>	<b>73</b>
Payroll	2,215,000	3,382,900	3,382,900	0	<b>3,382,900</b>
Operational	9,419,800	18,257,900	17,632,600	0	<b>17,632,600</b>
<b>Total</b>	<b>\$11,634,800</b>	<b>\$21,640,800</b>	<b>\$21,015,500</b>	<b>\$0</b>	<b>\$21,015,500</b>
State	2,406,600	4,024,100	4,024,100	0	<b>4,024,100</b>
Federal	8,545,400	16,917,300	16,917,300	0	<b>16,917,300</b>
Other	682,800	699,400	74,100	0	<b>74,100</b>

Population-Based Services include health promotion activities which seek to reduce premature death and disability, and promote healthy lifestyle practices through a combination of preventive programs and wellness initiatives. The target population served is the indigent and medically underserved. The Health Access Incentive Program provides financial incentives to primary care providers to locate in an underserved area as well as other community initiatives. The Office of Rural Health provides statewide coordination of activities designed to improve the availability and accessibility of health care services in rural areas. Specific programs include:

- Health Access
- Rural Health
- Rape Prevention & Education
- Community Prevention Initiative
- Community Development
- State Medical Examiner's Program
- Epilepsy
- Chronic Renal Disease
- Hemophilia
- Traumatic Brain Injury
- Community Nutrition Services
- Employee Health Clinic.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>343.52 Population-Based Services</b>					
Full-Time	59	59	59	0	59
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>59</b>	<b>59</b>	<b>59</b>	<b>0</b>	<b>59</b>
Payroll	2,398,300	2,712,000	2,712,000	0	2,712,000
Operational	8,758,300	11,846,700	11,846,700	200,000	12,046,700
<b>Total</b>	<b>\$11,156,600</b>	<b>\$14,558,700</b>	<b>\$14,558,700</b>	<b>\$200,000</b>	<b>\$14,758,700</b>
State	7,621,000	9,079,100	9,079,100	200,000	9,279,100
Federal	3,261,100	4,431,600	4,988,500	0	4,988,500
Other	274,500	1,048,000	491,100	0	491,100

The Women, Infants, and Children (WIC) Supplemental Foods Program provides screening, counseling, and food supplements to needy women, infants, and children. Through promotion and modification of food practices, this program seeks to minimize the risk of complications to mothers and children, maximize normal development, and improve the health status of the targeted high-risk population.

**343.53 Women, Infants, and Children (WIC)**

Full-Time	19	19	19	0	19
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>19</b>	<b>19</b>	<b>19</b>	<b>0</b>	<b>19</b>
Payroll	617,300	825,600	825,600	0	825,600
Operational	97,522,300	102,315,600	102,315,600	0	102,315,600
<b>Total</b>	<b>\$98,139,600</b>	<b>\$103,141,200</b>	<b>\$103,141,200</b>	<b>\$0</b>	<b>\$103,141,200</b>
State	0	0	0	0	0
Federal	65,074,200	70,141,200	70,141,200	0	70,141,200
Other	33,065,400	33,000,000	33,000,000	0	33,000,000

Local Health Services offers health services to citizens of the State through a network of regional health offices, metropolitan area offices, and county health departments. Grant-in-aid is provided to local health units to assure that every citizen in the state has access to health care and to assist county health departments in providing adequate staff. The health services provided through this network include the following:

- Child health and development services
- Family planning services
- Community health clinics/primary care services
- Dental services
- Women, Infants, and Children (WIC)
- Children's special services
- Immunizations services
- Health promotion services

- Sexually transmitted diseases services
- Tuberculosis control services
- AIDS services
- A & D intake, assessment & referral
- Community development
- Families First home visits
- TennCare outreach & eligibility activities.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>343.60 Local Health Services</b>					
Full-Time	1,551	1,525	1,525	0	<b>1,525</b>
Part-Time	4	4	4	0	<b>4</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>1,555</b>	<b>1,529</b>	<b>1,529</b>	<b>0</b>	<b>1,529</b>
Payroll	50,511,700	58,366,400	58,366,400	0	<b>58,366,400</b>
Operational	52,380,400	53,745,100	52,939,500	5,000,000	<b>57,939,500</b>
<b>Total</b>	<b>\$102,892,100</b>	<b>\$112,111,500</b>	<b>\$111,305,900</b>	<b>\$5,000,000</b>	<b>\$116,305,900</b>
State	11,876,100	15,203,600	15,203,600	5,000,000	<b>20,203,600</b>
Federal	44,058,200	46,727,400	46,727,400	0	<b>46,727,400</b>
Other	46,957,800	50,180,500	49,374,900	0	<b>49,374,900</b>

### **Bureau of Alcohol and Drug Abuse Services**

Alcohol and Drug Abuse Services is responsible for developing prevention and treatment services to decrease the incidence of alcohol and other drug abuse and dependence. There is particular emphasis on populations with special needs including children and youth, AIDS patients, minorities, women, intravenous drug abusers, the elderly, and persons with both mental health and alcohol and/or drug abuse diagnoses (dual diagnosis).

The majority of services developed through this program are funded through grants to non-profit or local government agencies. The activities of Alcohol and Drug Abuse Services include:

- Directing media campaigns to prevent and reduce substance abuse and addiction
- Coordinating, assisting, and developing alcohol and drug abuse prevention services and programs with local communities including, but not limited to, intensive focus, community prevention networks, and regional training
- Coordinating, assisting, and developing alcohol and drug abuse treatment services and programs with local communities including, but not limited to, detoxification, family intervention, residential rehabilitation, halfway houses, day treatment, and outpatient services
- Coordinating alcohol and drug policy and programming with regional, national, and federal networks
- Collaboration and coordinating with local governments, community groups, and other State agencies to target at-risk youth with prevention programs through the Community Prevention Initiative.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>343.44 Alcohol and Drug Abuse Services</b>					
Full-Time	31	31	31	0	31
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>0</b>	<b>31</b>
Payroll	1,275,900	1,386,500	1,386,500	0	1,386,500
Operational	35,544,700	39,739,800	39,739,800	0	39,739,800
<b>Total</b>	<b>\$36,820,600</b>	<b>\$41,126,300</b>	<b>\$41,126,300</b>	<b>\$0</b>	<b>\$41,126,300</b>
State	9,681,400	9,995,800	9,995,800	0	9,995,800
Federal	26,270,800	28,630,500	28,630,500	0	28,630,500
Other	868,400	2,500,000	2,500,000	0	2,500,000

**343.00 Department Total**

Full-Time	2,666	2,674	2,674	16	2,690
Part-Time	172	181	181	0	181
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2,838</b>	<b>2,855</b>	<b>2,855</b>	<b>16</b>	<b>2,871</b>
Payroll	90,497,100	107,201,800	107,201,800	679,300	107,881,100
Operational	242,895,700	274,032,700	272,287,000	5,826,500	278,113,500
<b>Total</b>	<b>\$333,392,800</b>	<b>\$381,234,500</b>	<b>\$379,488,800</b>	<b>\$6,505,800</b>	<b>\$385,994,600</b>
State	78,979,300	98,617,500	98,316,500	6,125,900	104,442,400
Federal	160,816,600	181,228,600	181,931,200	365,500	182,296,700
Other	93,596,900	101,388,400	99,241,100	14,400	99,255,500

# Department of Human Services

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The Department of Human Services offers disadvantaged Tennesseans assistance in achieving increased self-sufficiency. The department's primary goals include serving in an advocacy role and responding to the health and human service needs of the citizens in a prompt, efficient, and compassionate manner. The department is structured into five functional areas:

- Administration
- Family Assistance Services
- Child Support
- Social Services
- Rehabilitation Services.

## Administration

Administration provides departmental support services, operates county field offices, supervises a quality control system, and conducts administrative hearings and investigations.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>345.01 Division of Administration</b>					
Full-Time	445	478	478	6	484
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>445</b>	<b>478</b>	<b>478</b>	<b>6</b>	<b>484</b>
Payroll	17,428,500	20,380,900	20,380,900	134,500	20,515,400
Operational	30,350,500	35,106,200	35,037,000	1,534,800	36,571,800
<b>Total</b>	<b>\$47,779,000</b>	<b>\$55,487,100</b>	<b>\$55,417,900</b>	<b>\$1,669,300</b>	<b>\$57,087,200</b>
State	15,363,400	14,586,600	14,586,600	373,000	14,959,600
Federal	24,281,800	31,256,900	32,240,500	1,293,400	33,533,900
Other	8,133,800	9,643,600	8,590,800	2,900	8,593,700

## 345.16 Field Operations

Full-Time	523	539	539	0	539
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>523</b>	<b>539</b>	<b>539</b>	<b>0</b>	<b>539</b>
Payroll	15,604,500	17,361,300	17,361,300	0	17,361,300
Operational	994,600	895,500	842,800	0	842,800
<b>Total</b>	<b>\$16,599,100</b>	<b>\$18,256,800</b>	<b>\$18,204,100</b>	<b>\$0</b>	<b>\$18,204,100</b>
State	5,899,300	6,880,200	6,880,200	0	6,880,200
Federal	6,335,000	6,687,800	6,866,400	0	6,866,400
Other	4,364,800	4,688,800	4,457,500	0	4,457,500

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>345.17 County Rentals</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	14,696,400	19,194,500	19,194,500	0	19,194,500
<b>Total</b>	<b>\$14,696,400</b>	<b>\$19,194,500</b>	<b>\$19,194,500</b>	<b>\$0</b>	<b>\$19,194,500</b>
State	3,679,800	5,099,100	5,099,100	0	5,099,100
Federal	5,675,300	7,877,200	9,559,400	0	9,559,400
Other	5,341,300	6,218,200	4,536,000	0	4,536,000

### Family Assistance Services

Welfare reform at the state and federal levels has modified the services provided by this division. Most notably is the replacement of Aid to Families With Dependent Children (AFDC) with Temporary Assistance to Needy Families (TANF). Assistance under TANF is now provided through block grants instead of AFDC's entitlement distribution. Family Assistance Services provides temporary cash assistance and support services for low-income families to enable them to become self-sufficient. Current services provided include:

- Distribution of temporary cash assistance, day care benefits, transportation services, and food stamps
- Provision of education and training assistance for program recipients
- Administration of relief funds in the event of a presidentially-declared disaster.

Family Assistance Services also determines eligibility for:

- Food Stamp coupons available to low-income households for the purchase of food items
- The TANF program which distributes cash grants for families with financial need and dependent children deprived of support and/or care because:
  - (a) One or both parents are dead, disabled, or absent, or
  - (b) The principal wage earning parent is unemployed and has recent work history
- Medicaid for TennCare recipients.

### 345.23 Temporary Cash Assistance

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	0	0	0	0	0
Operational	117,239,900	118,219,500	116,046,900	0	116,046,900
<b>Total</b>	<b>\$117,239,900</b>	<b>\$118,219,500</b>	<b>\$116,046,900</b>	<b>\$0</b>	<b>\$116,046,900</b>
State	9,581,500	0	0	0	0
Federal	102,006,500	112,144,000	109,971,400	0	109,971,400
Other	5,651,900	6,075,500	6,075,500	0	6,075,500

#### 345.25 Food Stamp Coupons

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	413,191,900	450,000,000	450,000,000	0	450,000,000
<b>Total</b>	<b>\$413,191,900</b>	<b>\$450,000,000</b>	<b>\$450,000,000</b>	<b>\$0</b>	<b>\$450,000,000</b>
State	0	0	0	0	0
Federal	413,191,900	450,000,000	450,000,000	0	450,000,000
Other	0	0	0	0	0

#### 345.30 Family Assistance Services

Full-Time	1,556	1,748	1,734	0	1,734
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,556</b>	<b>1,748</b>	<b>1,734</b>	<b>0</b>	<b>1,734</b>
Payroll	56,657,100	64,941,300	64,941,300	0	64,941,300
Operational	81,563,600	110,093,400	109,078,700	0	109,078,700
<b>Total</b>	<b>\$138,220,700</b>	<b>\$175,034,700</b>	<b>\$174,020,000</b>	<b>\$0</b>	<b>\$174,020,000</b>
State	63,780,900	70,366,200	70,261,500	0	70,261,500
Federal	56,634,300	84,846,800	85,362,200	0	85,362,200
Other	17,805,500	19,821,700	18,396,300	0	18,396,300

#### 345.35 Disaster Relief

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	69,000	1,500,000	1,500,000	0	1,500,000
<b>Total</b>	<b>\$69,000</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>	<b>\$0</b>	<b>\$1,500,000</b>
State	0	0	0	0	0
Federal	69,000	1,500,000	1,500,000	0	1,500,000
Other	0	0	0	0	0

## Child Support

The Child Support Program, established in 1975 under Title IV-D of the Social Security Act, has received major changes by passage of the Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (PRWORA). Tennessee's Child Support Program is administered by the Department of Human Services through contracts with district attorneys, private vendors, local governments and program staff. Services provided include:

- Locating non-custodial parents
- Establishing paternity
- Establishing and enforcing financial and medical support orders
- Reviewing and adjusting support orders
- Collecting and distributing child support payments.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>345.13 Child Support</b>					
Full-Time	145	142	142	0	142
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>145</b>	<b>142</b>	<b>142</b>	<b>0</b>	<b>142</b>
Payroll	4,216,400	4,646,700	4,646,700	0	4,646,700
Operational	302,642,100	361,447,000	361,447,000	499,400	361,946,400
<b>Total</b>	<b>\$306,858,500</b>	<b>\$366,093,700</b>	<b>\$366,093,700</b>	<b>\$499,400</b>	<b>\$366,593,100</b>
State	5,408,100	10,666,400	10,666,400	169,800	10,836,200
Federal	29,828,100	48,490,500	47,938,700	329,600	48,268,300
Other	271,622,300	306,936,800	307,488,600	0	307,488,600

## Social Services

This functional area directly and indirectly provides appropriate social services to children and adults with major social and economic problems. Program services provided directly by employees of this functional area include:

- Protective services for abused and neglected elderly and handicapped adults
- Day care services including information and referral, resource development, and the licensing of facilities for children and adults
- Child Care assistance for low income, working families

Indirect services supplement the direct social services and are provided through private and non-profit agencies under contract with the department. These services include:

- Day care for children and adults
- Homemaker services
- Emergency shelter and transportation services
- Child and adult care and summer food program services
- Refugee services
- Domestic violence and child abuse prevention

- Low-income energy assistance and weatherization assistance
- Community services such as emergency assistance, job and nutritional counseling
- Child Care Facilities Loan Program.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>345.49 Community Services</b>					
Full-Time	300	318	318	6	324
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>300</b>	<b>318</b>	<b>318</b>	<b>6</b>	<b>324</b>
Payroll	9,759,300	12,079,400	12,079,400	180,400	12,259,800
Operational	257,722,800	287,437,800	287,431,900	9,070,100	296,502,000
<b>Total</b>	<b>\$267,482,100</b>	<b>\$299,517,200</b>	<b>\$299,511,300</b>	<b>\$9,250,500</b>	<b>\$308,761,800</b>
State	33,188,300	38,340,100	38,249,300	146,500	38,395,800
Federal	228,684,500	254,278,100	255,406,500	9,000,000	264,406,500
Other	5,609,300	6,899,000	5,855,500	104,000	5,959,500

#### 345.50 Child Care Facilities Loan Program

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	84,900	71,800	71,800	0	71,800
Operational	79,300	143,700	143,700	0	143,700
<b>Total</b>	<b>\$164,200</b>	<b>\$215,500</b>	<b>\$215,500</b>	<b>\$0</b>	<b>\$215,500</b>
State	0	0	0	0	0
Federal	55,500	111,800	111,800	0	111,800
Other	108,700	103,700	103,700	0	103,700

### Rehabilitation Services

Rehabilitation Services seeks to alleviate barriers and provide quality services to improve the conditions of persons with disabilities. Its primary goal is to place disabled individuals into employment. The following services are provided:

- Vocational rehabilitation services including training, physical restoration, psychological services, counseling and guidance, job development, job placement, and follow-up
- Disability determination to ascertain whether an individual is qualified for disability insurance benefits or supplemental security income benefits from the Social Security Administration
- Rehabilitation for the blind including:
  - (a) Training to promote independent living and adjustment to blindness
  - (b) Management of the Tennessee Blind Business Enterprises program allowing the visually handicapped an opportunity to have useful employment as vending stand operators
  - (c) Vocational rehabilitation services for the blind and severely visually impaired.

In addition to the services listed above, Vocational Rehabilitation serves the severely handicapped by operating a network of facilities including the Tennessee Rehabilitation Center in Smyrna (a comprehensive rehabilitation facility) and eighteen vocational training centers located throughout the state.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>345.70 Vocational Rehabilitation</b>					
Full-Time	613	611	611	0	611
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>613</b>	<b>611</b>	<b>611</b>	<b>0</b>	<b>611</b>
Payroll	19,228,900	21,726,400	21,726,400	0	21,726,400
Operational	60,027,500	51,611,800	51,611,800	3,000,000	54,611,800
<b>Total</b>	<b>\$79,256,400</b>	<b>\$73,338,200</b>	<b>\$73,338,200</b>	<b>\$3,000,000</b>	<b>\$76,338,200</b>
State	8,502,900	8,989,600	8,989,600	639,000	9,628,600
Federal	61,682,900	55,864,400	55,864,400	2,361,000	58,225,400
Other	9,070,600	8,484,200	8,484,200	0	8,484,200
<b>345.71 Disability Determination</b>					
Full-Time	435	431	431	0	431
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>435</b>	<b>431</b>	<b>431</b>	<b>0</b>	<b>431</b>
Payroll	12,154,300	14,456,900	14,456,900	0	14,456,900
Operational	17,707,300	21,306,800	21,306,800	0	21,306,800
<b>Total</b>	<b>\$29,861,600</b>	<b>\$35,763,700</b>	<b>\$35,763,700</b>	<b>\$0</b>	<b>\$35,763,700</b>
State	0	0	0	0	0
Federal	29,047,900	34,199,400	34,199,400	0	34,199,400
Other	813,700	1,564,300	1,564,300	0	1,564,300
<b>345.00 Department Total</b>					
Full-Time	4,019	4,269	4,255	12	4,267
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>4,019</b>	<b>4,269</b>	<b>4,255</b>	<b>12</b>	<b>4,267</b>
Payroll	135,133,900	155,664,700	155,664,700	314,900	155,979,600
Operational	1,296,284,900	1,456,956,200	1,453,641,100	14,104,300	1,467,745,400
<b>Total</b>	<b>\$1,431,418,800</b>	<b>\$1,612,620,900</b>	<b>\$1,609,305,800</b>	<b>\$14,419,200</b>	<b>\$1,623,725,000</b>
State	145,404,200	154,928,200	154,732,700	1,328,300	156,061,000
Federal	957,492,700	1,087,256,900	1,089,020,700	12,984,000	1,102,004,700
Other	328,521,900	370,435,800	365,552,400	106,900	365,659,300

# Department of Children's Services

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In cooperation with juvenile courts, the Department of Children's Services provides timely, appropriate, and cost-effective services for children in state custody or at risk of entering state custody to enable these children to reach their full potential as productive, competent, and healthy adults.

## Administration

Administration provides internal support, leadership, and direction that leads to improved program performance and success in the ultimate goal of re-integration of children into the community. In addition to providing the usual administrative functions, this program also assists in compliance with departmental policies, the Tennessee Code Annotated, and the American Correctional Association standards.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>359.10 Administration</b>					
Full-Time	322	360	360	12	372
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>322</b>	<b>360</b>	<b>360</b>	<b>12</b>	<b>372</b>
Payroll	12,492,500	15,993,700	15,993,700	227,800	16,221,500
Operational	23,805,700	25,791,900	21,196,400	3,269,800	24,466,200
<b>Total</b>	<b>\$36,298,200</b>	<b>\$41,785,600</b>	<b>\$37,190,100</b>	<b>\$3,497,600</b>	<b>\$40,687,700</b>
State	26,764,500	18,418,600	18,703,200	3,363,100	22,066,300
Federal	6,329,900	7,656,100	7,371,500	48,100	7,419,600
Other	3,203,800	15,710,900	11,115,400	86,400	11,201,800

## Family Support Services

Family Support Services provides services to children who are at risk of coming into state custody. These services are provided to children and families in order for children to successfully remain in their homes. Community involvement is increased through community-based programming such as Family Preservation. The department also works with Juvenile Courts to divert youth from incarceration by providing a variety of community-based prevention and intervention services. Some of the services provided include:

- Family preservation services
- Family resource centers
- Healthy Start services
- Child abuse prevention services
- Custody prevention grants to juvenile courts
- Intensive probation services
- Counseling and support
- Child abuse and neglect services.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>359.20 Family Support Services</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	44,604,700	49,596,600	48,828,600	761,000	49,589,600
<b>Total</b>	<b>\$44,604,700</b>	<b>\$49,596,600</b>	<b>\$48,828,600</b>	<b>\$761,000</b>	<b>\$49,589,600</b>
State	21,644,400	26,290,600	26,141,700	761,000	26,902,700
Federal	19,764,300	22,598,000	15,986,900	0	15,986,900
Other	3,196,000	708,000	6,700,000	0	6,700,000

### Custody Services

Custody Services ensures children in state custody receive appropriate levels of treatment and care through services provided to children and their families. The goal of this program is to provide needed residential care to children in state custody within a reasonable distance from a child's home and return them home as soon as it is appropriate. If a child does not have a home or family to which they can return, then permanency of care is provided. The types of services provided include:

- Foster care homes
- Residential treatment programs
- Mental retardation developmental center services
- Psychiatric hospital services
- Counseling and support services.

### 359.30 Custody Services

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	168,790,400	195,910,900	195,910,100	6,806,900	202,717,000
<b>Total</b>	<b>\$168,790,400</b>	<b>\$195,910,900</b>	<b>\$195,910,100</b>	<b>\$6,806,900</b>	<b>\$202,717,000</b>
State	73,766,000	75,431,000	74,178,700	3,386,200	77,564,900
Federal	20,357,400	25,894,200	29,253,300	970,800	30,224,100
Other	74,667,000	94,585,700	92,478,100	2,449,900	94,928,000

### Adoption Services

Adoption Services provides services to adopted special needs children and their families. Monthly support payments are provided to assist families in adopting and caring for children with special needs. Treatment and support services are also made available as determined by the special needs of each adopted child.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>359.40 Adoption Services</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	16,191,300	20,745,700	20,701,700	2,367,700	23,069,400
<b>Total</b>	<b>\$16,191,300</b>	<b>\$20,745,700</b>	<b>\$20,701,700</b>	<b>\$2,367,700</b>	<b>\$23,069,400</b>
State	10,064,000	11,222,500	11,243,000	1,373,500	12,616,500
Federal	6,124,400	9,446,700	9,382,200	994,200	10,376,400
Other	2,900	76,500	76,500	0	76,500

### Child and Family Management

Child and Family Management provides case management services to children and their families in the most appropriate and timely manner to meet identified intervention, treatment, and placement needs. Case management services consist of assessment of needs, individual case planning and managing, and evaluation services. Case management services are provided primarily through DCS staff and through contracts with community services agencies. Case management support is provided through Regional Services Administration, Child and Family Teams, Resource Management, and Court Liaisons. Services provided include:

- Residential case management
- Probation case management
- Child protective case management
- Adoption case management
- Crisis intervention services.

### 359.50 Child and Family Management

Full-Time	1,671	1,886	1,886	391	2,277
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,671</b>	<b>1,886</b>	<b>1,886</b>	<b>391</b>	<b>2,277</b>
Payroll	55,588,200	64,791,700	73,436,100	6,051,800	79,487,900
Operational	46,717,100	54,829,900	35,733,700	13,749,000	49,482,700
<b>Total</b>	<b>\$102,305,300</b>	<b>\$119,621,600</b>	<b>\$109,169,800</b>	<b>\$19,800,800</b>	<b>\$128,970,600</b>
State	22,193,600	31,841,300	31,781,500	14,654,100	46,435,600
Federal	30,716,900	27,276,600	27,122,300	1,365,600	28,487,900
Other	49,394,800	60,503,700	50,266,000	3,781,100	54,047,100

### Youth Development Centers

Youth Development Centers provide individualized treatment programs and services to juvenile offenders contributing to their successful reintegration into society. The Wilder, Woodland Hills, and Mountain View facilities are the three regional youth development centers. Juveniles who are convicted of adult crimes, serious delinquent offenses, or have demonstrated major

behavior problems at other institutions are placed at Taft Youth Development Center. These institutions assess and properly care for the needs of juveniles while offering counseling and educational services. Services provided include:

- Drug and alcohol abuse treatment
- Sex abuse/sex offender treatment
- Parental responsibility counseling
- Academic education
- General Educational Development
- Work / study programs
- Special education
- Abuse victimization counseling
- Family counseling
- Medical care
- Remedial reading/math
- Adult basic education
- Vocational training.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>359.60 Wilder Youth Development Center</b>					
Full-Time	177	177	177	6	183
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>177</b>	<b>177</b>	<b>177</b>	<b>6</b>	<b>183</b>
Payroll	5,783,000	6,414,100	6,433,300	94,700	6,528,000
Operational	1,420,000	1,589,400	1,560,300	26,000	1,586,300
<b>Total</b>	<b>\$7,203,000</b>	<b>\$8,003,500</b>	<b>\$7,993,600</b>	<b>\$120,700</b>	<b>\$8,114,300</b>
State	6,935,200	7,730,600	7,742,900	120,700	7,863,600
Federal	0	0	0	0	0
Other	267,800	272,900	250,700	0	250,700

**359.61 Taft Youth Development Center**

Full-Time	216	234	234	0	234
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>216</b>	<b>234</b>	<b>234</b>	<b>0</b>	<b>234</b>
Payroll	7,439,300	8,392,700	8,374,100	26,200	8,400,300
Operational	1,972,600	2,090,200	2,088,400	1,800	2,090,200
<b>Total</b>	<b>\$9,411,900</b>	<b>\$10,482,900</b>	<b>\$10,462,500</b>	<b>\$28,000</b>	<b>\$10,490,500</b>
State	8,939,700	9,992,100	9,995,000	28,000	10,023,000
Federal	0	0	0	0	0
Other	472,200	490,800	467,500	0	467,500

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>359.62 Woodland Hills Youth Development Center</b>					
Full-Time	183	258	258	0	<b>258</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>183</b>	<b>258</b>	<b>258</b>	<b>0</b>	<b>258</b>
Payroll	6,029,000	7,828,200	7,812,000	28,600	<b>7,840,600</b>
Operational	1,711,300	2,477,100	2,250,900	1,900	<b>2,252,800</b>
<b>Total</b>	<b>\$7,740,300</b>	<b>\$10,305,300</b>	<b>\$10,062,900</b>	<b>\$30,500</b>	<b>\$10,093,400</b>
State	7,327,300	9,835,500	9,792,100	30,500	<b>9,822,600</b>
Federal	0	0	0	0	<b>0</b>
Other	413,000	469,800	270,800	0	<b>270,800</b>

### **359.63 Mountain View Youth Development Center**

Full-Time	198	196	196	0	<b>196</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>198</b>	<b>196</b>	<b>196</b>	<b>0</b>	<b>196</b>
Payroll	5,713,200	6,522,400	6,505,300	38,800	<b>6,544,100</b>
Operational	1,784,000	2,333,400	2,332,400	1,000	<b>2,333,400</b>
<b>Total</b>	<b>\$7,497,200</b>	<b>\$8,855,800</b>	<b>\$8,837,700</b>	<b>\$39,800</b>	<b>\$8,877,500</b>
State	7,242,400	8,579,000	8,586,600	39,800	<b>8,626,400</b>
Federal	0	0	0	0	<b>0</b>
Other	254,800	276,800	251,100	0	<b>251,100</b>

## **Community Treatment Facilities**

DCS operates thirteen group home facilities located across the state which provide minimum security residential programs for youth who have been evaluated and determined appropriate for community placement. The primary focus is to reintegrate the youth into their home community by providing a structured program of academics, community involvement, counseling services, education, and often work experience. Two specialty programs are also provided by DCS. The Observation and Assessment Center in Johnson City provides area juvenile courts with detailed assessments of youths prior to disposition. Lift Academy, a joint effort between DCS and the Carter and Johnson County School Systems, provides a day treatment/alternative school program to divert youth from state custody.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>359.65 Community Treatment Facilities</b>					
Full-Time	180	194	194	3	197
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>180</b>	<b>194</b>	<b>194</b>	<b>3</b>	<b>197</b>
Payroll	5,680,000	6,559,900	6,639,600	5,900	6,645,500
Operational	2,178,600	2,641,700	2,543,900	18,100	2,562,000
<b>Total</b>	<b>\$7,858,600</b>	<b>\$9,201,600</b>	<b>\$9,183,500</b>	<b>\$24,000</b>	<b>\$9,207,500</b>
State	4,794,600	4,716,900	5,901,200	24,000	5,925,200
Federal	422,500	758,100	200	0	200
Other	2,641,500	3,726,600	3,282,100	0	3,282,100

### Tennessee Preparatory School

Tennessee Preparatory School is a residential school that houses and educates children who are dependent, neglected, or in danger of becoming delinquent. Students are referred by the Juvenile Court Judge in their home counties. Programs provided include:

- Academic and vocational instruction
- Basic independent living skills instruction
- Counseling
- Social skills instruction
- Health and physical fitness training
- Recreation.

### 359.70 Tennessee Preparatory School

Full-Time	232	232	232	0	232
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>232</b>	<b>232</b>	<b>232</b>	<b>0</b>	<b>232</b>
Payroll	7,584,000	8,869,800	8,796,100	142,400	8,938,500
Operational	2,424,600	2,304,500	2,296,600	7,900	2,304,500
<b>Total</b>	<b>\$10,008,600</b>	<b>\$11,174,300</b>	<b>\$11,092,700</b>	<b>\$150,300</b>	<b>\$11,243,000</b>
State	7,961,900	9,174,100	8,881,200	150,300	9,031,500
Federal	0	10,000	10,000	0	10,000
Other	2,046,700	1,990,200	2,201,500	0	2,201,500

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>359.80 Major Maintenance</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	386,100	420,100	420,100	0	420,100
<b>Total</b>	<b>\$386,100</b>	<b>\$420,100</b>	<b>\$420,100</b>	<b>\$0</b>	<b>\$420,100</b>
State	386,100	420,100	420,100	0	420,100
Federal	0	0	0	0	0
Other	0	0	0	0	0

**359.00 Department Total**

Full-Time	3,179	3,537	3,537	412	3,949
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>3,179</b>	<b>3,537</b>	<b>3,537</b>	<b>412</b>	<b>3,949</b>
Payroll	106,309,200	125,372,500	133,990,200	6,616,200	140,606,400
Operational	311,986,400	360,731,400	335,863,100	27,011,100	362,874,200
<b>Total</b>	<b>\$418,295,600</b>	<b>\$486,103,900</b>	<b>\$469,853,300</b>	<b>\$33,627,300</b>	<b>\$503,480,600</b>
State	198,019,700	213,652,300	213,367,200	23,931,200	237,298,400
Federal	83,715,400	93,639,700	89,126,400	3,378,700	92,505,100
Other	136,560,500	178,811,900	167,359,700	6,317,400	173,677,100

## Statistical Data Youth Development Centers

	<b>Wilder 359.60</b>	<b>Taft 359.61</b>	<b>Woodland Hills 359.62</b>	<b>Mountain View 359.63</b>	<b>Total</b>
<b>Annual Admissions</b>					
1994-1995	327	262	274	281	1,144
1995-1996	368	288	311	391	1,358
1996-1997	305	256	342	319	1,222
1997-1998	274	265	241	308	1,088
1998-1999	257	230	227	257	971
1999-2000	254	225	215	309	1,003
2000-2001	250	275	276	320	1,121
2001-2002	250	275	276	320	1,121
<b>Annual Releases</b>					
1994-1995	286	220	134	279	919
1995-1996	381	281	156	391	1,209
1996-1997	292	268	155	318	1,033
1997-1998	280	266	219	333	1,098
1998-1999	259	250	207	337	1,053
1999-2000	267	224	194	299	984
2000-2001	250	225	247	310	1,032
2001-2002	250	250	247	310	1,057
<b>Average Daily Census</b>					
1994-1995	139	122	140	141	542
1995-1996	142	153	143	143	581
1996-1997	142	150	142	143	577
1997-1998	139	146	140	143	568
1998-1999	129	126	143	143	541
1999-2000	135	138	142	138	553
2000-2001	144	177	144	144	609
2001-2002	144	177	144	144	609
<b>Cost Per Occupancy Day *</b>					
1994-1995	\$119.71	\$184.86	\$146.26	\$136.96	\$145.72
1995-1996	\$118.37	\$149.59	\$139.36	\$146.19	\$138.61
1996-1997	\$128.46	\$157.21	\$150.04	\$141.45	\$144.46
1997-1998	\$127.66	\$158.23	\$145.21	\$139.29	\$142.77
1998-1999	\$148.84	\$191.65	\$142.48	\$136.08	\$153.76
1999-2000	\$145.78	\$186.34	\$148.93	\$148.44	\$157.38
2000-2001	\$152.27	\$162.26	\$169.32	\$168.49	\$163.04
2001-2002	\$154.38	\$162.38	\$165.29	\$168.90	\$162.72

\* Last column indicates average cost per day for all institutions.

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Tennessee Commission on Children and Youth</b>				
<b>• Juvenile Justice Programs</b>				
Administer Court Appointed Special Advocate contracts	Number of contracts	14	14	22
Administer juvenile delinquency prevention grants	Number of grants	7	7	10
Provide ombudsman mediation services	Number of referrals	162	125	125
<b>• Children's Services Evaluation</b>				
Conduct case reviews of children in custody	Number of reviews	584	585	585
Conduct exit conferences in each region	Number of conferences	12	12	12
<b>• Teen Pregnancy Prevention and Parenting</b>				
Administer teen pregnancy prevention grants	Number of grants	10	12	12
<b>Tennessee Commission on Aging</b>				
<b>• Guardianship Program</b>				
Administer guardianship program	Number of clients	426	500	500
<b>• Home &amp; Community Based Services</b>				
Serve a minimum of one unit of service	Number of clients served	0	1,000	2,000
<b>• Information and Referral</b>				
Offer information and assistance	Number of contacts	0	3,000	6,000
<b>• Nutrition Meals for Needy Elderly</b>				
Provide nutrition meals	Number of meals	3,343,753	3,500,000	3,500,000
<b>• Retired Senior Volunteer Program</b>				
Provide volunteer services	Number of hours	11,000	11,000	11,000
<b>• Senior Community Service Employment</b>				
Facilitate part-time employment	Number of positions	250	250	250

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Tennessee Health Facilities Commission</b>				
<b>•Certificate of Need Applications</b>				
Review Certificate of Need applications	Applications reviewed	122	125	125
<b>•Progress Reviews</b>				
Process progress reviews	Progress reviews submitted	111	121	121
<b>Council of Juvenile and Family Court Judges</b>				
<b>•Judicial and Professional Training</b>				
Host judicial education conferences	Conference participants	200	200	200
Educate juvenile court staff	Conference participants	900	980	900
Provide training to juvenile justice professionals	Seminar participants	233	250	250
Train new juvenile court employees	Employees trained	29	27	25
<b>•Juvenile Court Information System</b>				
Produce and distribute annual reports	Reports produced and mailed	500	400	400
Provide technical assistance to courts	Number of times provided	75	75	75
<b>Finance &amp; Administration - TennCare Program</b>				
<b>•Health Services Management and Support</b>				
Perform program integrity reviews	Number of reviews completed	5,412	5,500	5,500
<b>•TennCare - General Administration</b>				
Determine Medicaid eligibility	Number of eligible citizens	1,506,755	1,600,000	1,600,000
Program integrity	Number of audits and investigations completed	54	55	55
Reverification of waiver population	Number of enrollees sent notification	325,715	333,000	333,000
<b>•TennCare Managed Care Organizations (MCOs)</b>				
Medical Loss Ratio (85% paid to providers by MCOs)	Number of MCOs meeting 85% payout to providers	0	8	11
Reduce number of uninsured citizens	Percentage of uninsured citizens	6.5%	6.3%	6.3%
<b>•TennCare Partners</b>				
Provide mental health services	TennCare enrollees	1,316,287	1,300,000	1,380,000

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Mental Health and Developmental Disabilities</b>				
<b>•Psychiatric Treatment and Support</b>				
Provide inpatient mental health care	Days of care provided	338,355	350,035	342,005
Provide inpatient mental health care	Number of patients served	10,852	11,432	11,310
<b>•Major Maintenance and Equipment</b>				
Maintain facilities	Number of projects completed	16	20	18
<b>Finance and Administration - Mental Retardation</b>				
<b>•Community Individual Support</b>				
Provide community settings for clients	Number of clients served in community settings	6,940	7,342	7,342
<b>•Family Support</b>				
Provide support services to families	Number of families served	3,400	3,800	3,800
<b>•Early Intervention</b>				
Provide early intervention services	Number of clients served	1,375	1,375	1,375
<b>•Establishment Grants</b>				
Provide establishment grants to community providers	Number of grants provided	38	40	40
<b>Department of Health</b>				
<b>•Vital Records</b>				
Respond to routine requests for records in timely manner	Number of days to respond	8	3	3
<b>•Health Care Facilities - Licensure &amp; Certification</b>				
Conduct licensure and certification activity	Surveys, complaints, plan reviews	5,500	5,600	5,700
Monitor civil rights compliance	Number of facilities monitored	510	520	530
<b>•Emergency Medical Services</b>				
Inspect trauma sites	Number of sites inspected	9	6	10
License ambulances and services	Number of ambulances and services licensed	1,232	1,300	1,400
License emergency medical services personnel	Number of emergency medical services personnel licensed	13,863	14,500	15,200

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Health Care Profs. - Licensure &amp; Certification</b>				
Investigate complaints	Number of complaints investigated	2,175	2,400	2,600
License health professionals	Number of licensed health professionals	154,025	156,000	158,000
<b>• Microbiological Lab Services</b>				
Perform micro lab chemistry	Number of tests	785,547	876,600	876,600
Perform micro lab tests	Number of tests	47,200	47,200	47,200
<b>• Environmental Lab Services</b>				
Perform air audits	Number of air audits	645	655	655
Perform aquatic field surveys	Number of surveys	881	890	910
Perform aquatic sample collection	Number of collections	11,629	13,000	14,000
Perform inorganic analysis	Number of analyses	106,775	112,000	117,650
Perform lab certifications	Number of lab certifications	40	33	26
Perform organic analysis	Number of analyses	143,480	151,000	159,000
<b>• Chronic Renal Services</b>				
Provide prevention services for chronic renal disease	Health consultations and investigations	180	190	190
Provide treatment services for chronic renal disease	Renal patients served	1,150	1,250	1,250
<b>• Hemophilia Services</b>				
Provide prevention services for hemophilia	Clinics funded	5	5	5
Provide treatment services for hemophilia	Patients served	390	390	390
<b>• General Environmental Health Services</b>				
Increase sanitation level	Sanitation level scores	85	85	85
Provide rabies vaccinations	Number of vaccinations	892,404	900,000	900,000
<b>• General Maternal and Child Health Services</b>				
Provide child health services	Children served	310,044	310,000	310,000
Provide women's health services	Women served	23,930	24,000	24,000

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Family Planning Services</b>				
Provide adolescent pregnancy prevention program information	Planned meetings	325	345	345
Provide adolescent pregnancy prevention program presentations	Number trained	30,000	30,000	30,000
Provide outreach	Individuals served	123,550	124,000	124,000
Provide services	Individuals served	76,582	76,600	76,600
Provide training	Individuals served	9,295	5,000	5,000
<b>• Genetic Screening Services</b>				
Provide genetic screening	Individuals served	12,363	12,500	12,500
Provide newborn screening	Individuals served	77,334	79,000	79,000
Provide sickle cell screening	Individuals served	5,258	5,300	5,300
<b>• Black Health Initiatives</b>				
Provide prevention services	Individuals case managed	960	965	965
<b>• Healthy Start Projects</b>				
Provide home visiting for families	Families served	1,753	1,750	1,750
<b>• Children's Special Services</b>				
Provide care coordination services	Children served	5,110	5,200	5,200
Provide comprehensive medical care	Children served	5,110	5,200	5,200
Provide Parents Encouraging Parents family support	New referrals	1,655	2,000	2,000
<b>• Immunization Services</b>				
Prevent diseases	Number of doses provided	1,003,819	1,300,000	1,300,000
<b>• Sexually Transmitted Disease Services</b>				
Provide prevention services for sexually transmitted diseases	Number diagnosed, tested, and treated	261,500	270,000	270,000
<b>• Tuberculosis Control</b>				
Provide prevention and treatment services for tuberculosis	Number diagnosed, tested, and treated	148,000	114,300	156,300
<b>• AIDS Services</b>				
Provide prevention and treatment services for AIDS	Number diagnosed, tested, and treated	817,000	843,000	843,000

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•TennCare Community Support</b>				
Provide outreach, eligibility, & income reverification activities & Families First home visits	Number of TennCare enrollees assisted	600,000	600,000	600,000
<b>•Traumatic Brain Injury Services</b>				
Disseminate information	Clients served	500	550	675
Establish community programs	Programs established	8	9	9
<b>•Employee Health Services</b>				
Provide medical care	Patient encounters	14,822	15,000	15,000
<b>•Dental Health Services</b>				
Facilitate fluoridation	New or upgraded systems	17	20	20
Provide dental care	Patients treated	19,207	20,000	20,000
Provide prevention information and education	Children served	91,773	105,000	105,000
<b>•Nutrition Services</b>				
Provide nutrition services	Patient visits	17,300	20,000	20,000
<b>•Community Services</b>				
Provide community diagnosis	Number of counties diagnosed	95	95	95
Reduce incidence of disease	Clients served (education)	178,250	185,000	185,000
Reduce incidence of injury	Clients served (education)	96,750	100,000	100,000
<b>•Health Access Services</b>				
Expand primary care	Providers recruited	16	20	38
Promote community initiatives	Number of projects	24	32	32
<b>•Epidemiology Services</b>				
Develop surveillance systems	Number of systems	0	2	2
Prevention of disease	Health consultations and investigations	30,000	31,000	31,000
Support for emerging infections	Number of health departments supported	10	10	10
Support state lab response	Number of labs supported	3	3	3
<b>•WIC Services</b>				
Provide supplemental food	Participant caseload level	149,125	151,000	151,000
<b>•Commodity Supplemental Food Services</b>				
Provide supplemental food	Number of participants	16,261	17,869	17,869

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• General Local Health Services</b>				
Deliver public health services	Unduplicated patients - metro areas	315,657	320,000	320,000
Deliver public health services	Unduplicated patients - rural areas	476,259	500,000	500,000
<b>• Alcohol &amp; Drug Prevention Services</b>				
Promote drug free lifestyles	Number of programs	230	250	250
<b>• Alcohol &amp; Drug Treatment Services</b>				
Provide treatment services	Bed days or sessions	258,000	268,300	268,300
<b>• Autopsy Services</b>				
Reimburse pathologists for autopsies	Number of autopsies paid	2,123	2,623	2,623
<b>• Nursing Home Residents Grant Assistance</b>				
Provide financial assistance to all eligibles	Residents receiving assistance	4,093	6,264	6,263
<b>Department of Human Services</b>				
<b>• Child Support Enforcement</b>				
Increase cases with court orders	Percent of cases with court orders	36%	43%	47%
<b>• Child Support Family Payments</b>				
Distribute collections in a timely manner	Average processing days	5	2	2
<b>• Families First</b>				
Monitor job entry	Percentage of clients in entry jobs	65%	65%	67%
Monitor job retention	Percentage of clients retaining jobs	80%	80%	87%
Monitor wage progression	Percentage of clients receiving progressing wages	24%	24%	36%
<b>• Food Stamp Program</b>				
Provide food stamps to all eligible households	Number of households participating	215,112	220,000	230,000
<b>• Medicaid Eligibility</b>				
Achieve timely and accurate determination of eligibility	Number of individuals served	500,435	490,000	490,000
<b>• Emergency Shelter Program</b>				
Rehabilitate and renovate facilities	Number of facilities	37	45	50
Serve the homeless	Number served	26,914	28,412	29,000

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Refugee Resettlement</b>				
Provide resettlement services	Number of refugees serviced	4,159	4,200	4,400
<b>•Community Services Block Grant (CSBG)</b>				
Provide CSBG services	Number of low-income individuals served	126,512	127,000	129,000
<b>•Social Services Block Grant (SSBG)</b>				
Provide SSBG services	Number of adults served	14,273	14,000	13,900
<b>•State Adult Homemaker</b>				
Provide homemaker services	Number of individuals served	330	310	300
<b>•Low Income Home Energy Assistance</b>				
Provide energy assistance services	Number of households assisted for cooling	12,059	20,862	16,641
Provide energy assistance services	Number of households assisted for heating	51,514	89,119	71,089
<b>•Weatherization Program</b>				
Provide weatherization assistance	Number of dwelling units served	1,705	2,950	2,253
<b>•Child and Adult Nutrition Program</b>				
Provide Child & Adult Care Food Program	Number of meals served	28,341,487	30,443,061	32,269,644
Provide Summer Food Service Program	Number of meals served	3,201,276	3,265,302	3,330,608
<b>•Day Care Services</b>				
Increase number of providers receiving training	Number of people completing TN Early Childhood Training Association orientation & advanced courses	2,379	2,974	3,717
<b>•Vocational Rehabilitation</b>				
Place individuals with disabilities in jobs	Number of placements	6,215	6,200	6,200
<b>•Tennessee Rehabilitation Center</b>				
Meet casework standards	Individuals receiving services	1,142	1,100	1,100
<b>•Vocational Training Centers</b>				
Ensure quality and quantity of services	Individuals receiving services	3,306	3,500	3,500
<b>•Vocational Rehabilitation Teaching</b>				
Meet casework standards	Number of individuals receiving services	853	900	900

## Health and Social Services

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Vocational Rehabilitation - Independent Living</b>				
Meet casework standards	Number of individuals receiving services	411	450	450
<b>• Adult Protective Services</b>				
Provide adult protective services	Monthly referrals	5,844	6,000	6,000
<b>• Adult Day Care Licensing</b>				
Provide adult day care services	Number of site visits made	12	25	50
<b>Department of Children's Services</b>				
<b>• Administration</b>				
Provide a professional staff	Staff training hours	207,583	225,000	225,000
Reduce percentage of turnover for DCS staff	Percent of turnover	13%	12%	12%
<b>• Custody Services</b>				
Increase the percentage of children receiving Early and Periodic Screening, Diagnosis, and Treatment	Percent children receiving medical screen	80%	90%	95%
Placement of custody children in home region	Percent of children placed within their home region	74%	80%	81%
<b>• Adoption Services</b>				
Increase number of finalized adoptions	Number of adoptions finalized	431	460	510

# Law, Safety, and Correction

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# Law, Safety, and Correction

Recommended Budget, Fiscal Year 2001 – 2002

**T**he agencies and departments which comprise this functional group are responsible for the interpretation and enforcement of the state's laws.

The judicial branch of state government strives to ensure the proper administration of justice within the state and consists of the following agencies:

- The Court System
- Attorney General and Reporter
- District Attorneys General Conference
- District Public Defenders Conference
- Office of the Post-Conviction Defender.

The public's welfare and safety are protected through confinement and control of the state's convicted adult criminal offenders. These activities are executed in the executive branch of government by the following agencies:

- Department of Correction
- Board of Probation and Parole
- Tennessee Corrections Institute
- Tennessee Rehabilitative Initiative in Correction (TRICOR).

The state agencies responsible for regulation and enforcement of the law make up the remainder of the functional group. Law and order, public safety, and security are maintained through the efforts of the following agencies:

- Department of Military
- Department of Safety
- Tennessee Bureau of Investigation
- Alcoholic Beverage Commission.

## Improvement Highlights

### Court System

Funding of the state judges' statutory pay raise is included in the recommended budget. These salary increases are linked to the Consumer Price Index and are required by TCA 8-23-103. An improvement of \$737,900 is recommended to fund these raises.

Also included in the recommended budget is \$300,000 for increased costs of court reporter services.

### Attorney General and Reporter

TCA 8-6-104 mandates the annual salary of the Attorney General be commensurate with that of an associate justice of the Supreme Court. An improvement of \$4,400 is included for the increase resulting from the judges' mandated increase.

### District Attorneys General Conference

TCA 8-7-201, 8-7-226, and 8-7-230 mandate annual salary increases for assistant district attorneys and criminal investigators based on years of service and experience. An improvement of \$626,300, including \$586,400 from state appropriations, is recommended to fund these raises.

Other improvement funds recommended include \$163,900 for computer equipment replacement and \$100,000 for expert witness fees.

### District Public Defenders Conference

The District Public Defenders, like the District Attorneys General, are required to provide raises for assistant public defenders and criminal investigators. Pursuant to TCA 8-14-207, \$367,400 is included in the budget to fund these required step raises.

Funding of \$105,000 is recommended to complete implementation of a case

management computer system and for operational costs.

### **Office of the Post-Conviction Defender**

Assistant post-conviction defenders receive raises pursuant to TCA 40-30-309(b). The sum of \$15,800 is included in the budget to fund these required step raises.

In addition, funding of \$12,000 is recommended for docket monitoring in the Memphis courts.

### **Alcoholic Beverage Commission**

The recommended budget includes \$124,600 to replace vehicles and provide staff necessary for enforcement of alcoholic beverage laws.

### **Board of Probation and Parole**

The recommended budget includes an improvement of \$2,057,000 to provide funding for 56 field officer, management, and support positions to reduce probation and parole officer caseloads from an average of 1:100 to 1:89, funded half by appropriations from general fund taxes and half by supervision fees. Additionally, a \$500,000 improvement is recommended to provide funding to reduce caseloads in the community correction program and increase alcohol and drug treatment services.

Further, \$500,000 is recommended for the diversion of more non-violent felons into the community correction program in order to manage the future growth of the prison population.

### **Department of Correction**

An improvement of \$7.8 million from state appropriations is recommended for 84 positions and operating costs associated with capacity increases at the Brushy Mountain Correctional Complex, Tennessee Prison for Women, West Tennessee State Penitentiary, Riverbend Maximum Security Institution, Northeast Correctional Complex, South Central Correctional Center and Northwest Correctional Complex. These capacity increases result from double ceiling at the

prisons, which will allow 597 additional beds, and from previously funded construction at the women's prison.

An improvement of \$4.1 million is recommended to house an additional 325 felons in local jails.

For improved security at Southeastern Tennessee State Regional Correctional Facility, West Tennessee State Penitentiary, Riverbend Maximum Security Institution, and Northeast Correctional Complex, an improvement of 35 positions and \$880,700 is recommended.

The Hardeman County Incarceration Agreement and South Central Correctional Center contracts provide for annual increases. Increased funding of \$1.2 million is recommended for the annual increase of these prison service agreements.

Also recommended is \$287,200 and four positions and operational costs to monitor the prison health services.

### **Military Department**

Funding of \$250,000 to supplement federal tuition assistance for National Guard recruits is recommended. By funding a share of the higher education tuition requirement of Army and Air National Guard recruits, it will allow Tennessee to compete with neighboring states to gain recruits and build the strength of the Guard. This program will be phased in over three years.

An improvement of \$886,300 from federal funds is recommended to provide funds for local government purchases of specialized terrorism response equipment and for one food service position at the Alcoa training center.

The budget includes an improvement of \$850,000, including \$800,000 from state funds, to provide funds for increased maintenance of facilities of the National Guard and Tennessee Emergency Management Agency, for increased armory utilities costs, and for the communications costs of the Army National Guard resulting from a loss of federal funds.

### **Tennessee Bureau of Investigation**

This budget recommends \$592,000 to maintain funding for two existing drug agents,

four existing gang agents, and three existing law enforcement information coordinators due to the loss of federal grants.

Improvement funding of \$339,900 is recommended for two additional drug investigative agents to increase field operations and for two law enforcement information coordinators for the sex offender registry due to increased workloads.

Funding of \$140,900 from departmental revenues is recommended to provide additional positions for the Tennessee Instant Check System (TICS) due to increased workloads.

An improvement of \$298,100 from departmental revenues is recommended to fund six positions and related equipment for the pre-trial diversion and expungement program because of increased workloads.

### **Department of Safety**

Pursuant to TCA Title 4, Chapter 7, Part 2, the recommended budget includes \$539,400 for the Trooper's mandated step raises and \$1,259,700 to fund the annual salary survey for commissioned officers. Pursuant to TCA 38-8-111, \$467,000 is included to fully fund

police pay supplements, which is a training incentive program.

Funding of \$1,789,200 is recommended for the increased cost of drivers license issuance. The cost of producing a drivers license will increase upon expiration of the current contract; and a small additional cost will result from digitizing the license. The budget includes \$126,700 to provide funding and five positions for the administration of the graduated drivers license law enacted last year.

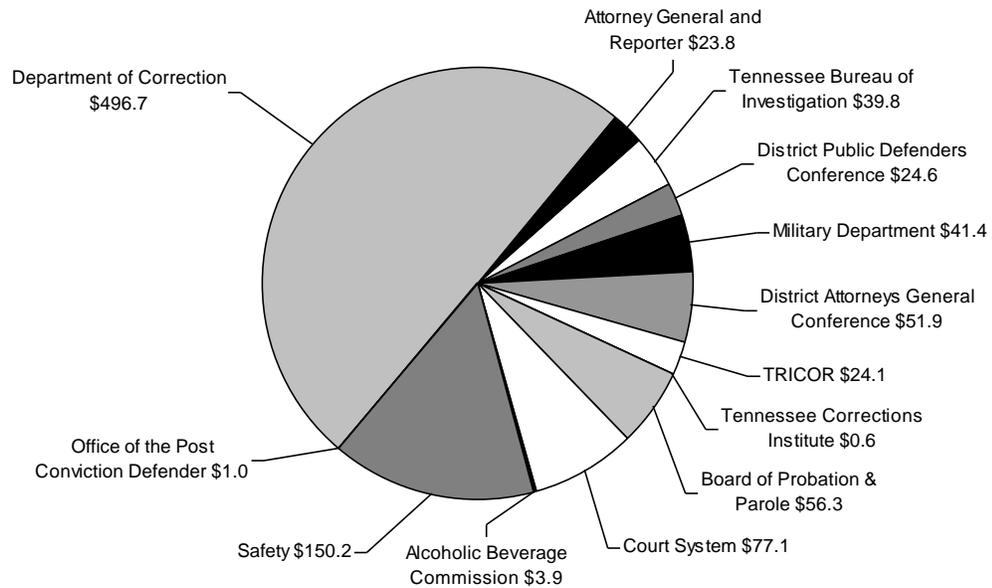
An improvement of \$1,134,100 is recommended for the replacement of obsolete communications equipment in the Highway Patrol. Also recommended is an improvement of \$184,000 for additional classroom and dormitory furniture necessary for the expanded Law Enforcement Training Academy and for continuation of an existing law enforcement instructor position, previously funded by a federal grant.

The budget recommends an improvement of \$474,100 for additional data processing requirements of the title and registration system. Further, funding of \$200,000 is recommended for an increased number of motor vehicle title and registration forms.

The following graph depicts the manner in which funds are divided among the departments within this functional group. Funding mixes within each department may

vary. Some are exclusively state funded, while others represent state, federal, and other funding.

### Law, Safety and Correction FY 2001 - 2002 Recommended



In Millions  
\$991,353,000 Total

## Law, Safety, and Correction Total Personnel and Funding

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Recommended 2001-2002</u>
<b>Personnel</b>			
Full Time	11,113	11,182	11,271
Part Time	55	47	46
Seasonal	8	12	12
<b>TOTAL</b>	<b>11,176</b>	<b>11,241</b>	<b>11,329</b>
<b>Expenditures</b>			
Payroll	\$411,960,600	\$465,026,900	\$470,622,700
Operational	461,914,400	520,344,900	520,730,300
<b>TOTAL</b>	<b>\$873,875,000</b>	<b>\$985,371,800</b>	<b>\$991,353,000</b>
<b>Funding</b>			
State	\$702,771,000	\$801,224,800	\$825,159,400
Federal	59,974,700	56,847,800	57,086,000
Other	111,129,300	127,299,200	109,107,600

**Law, Safety and Correction  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Court System</b>					
• <b>Mandated Salary Increase</b>					
To provide funding for the judges' mandated salary increase as required by TCA 8-23-103.					
<b>302.01 Appellate and Trial Courts</b>	\$737,900	\$0	\$0	\$737,900	0
<b>Sub-total</b>	\$737,900	\$0	\$0	\$737,900	0
• <b>Court Reporters</b>					
To provide additional funding for court reporter services.					
<b>302.12 Verbatim Transcripts</b>	\$300,000	\$0	\$0	\$300,000	0
<b>Sub-total</b>	\$300,000	\$0	\$0	\$300,000	0
<b>Total Court System</b>	<b>\$1,037,900</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,037,900</b>	<b>0</b>
<b>Attorney General and Reporter</b>					
• <b>Mandated Salary Increase</b>					
To provide funding for the Attorney General's mandated salary increase required by TCA 8-6-104.					
<b>303.01 Attorney General</b>	\$4,400	\$0	\$0	\$4,400	0
<b>Sub-total</b>	\$4,400	\$0	\$0	\$4,400	0
<b>Total Attorney General and Reporter</b>	<b>\$4,400</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,400</b>	<b>0</b>
<b>District Attorneys General Conference</b>					
• <b>Statutory Step Raises</b>					
To provide funding for the assistant district attorneys' and criminal investigators' mandated salary increase required by TCA 8-7-2.					
<b>304.01 District Attorneys General</b>	\$568,400	\$0	\$1,400	\$569,800	0
<b>304.15 IV-D Child Support Enforcement</b>	\$0	\$0	\$56,500	\$56,500	0
<b>Sub-total</b>	\$568,400	\$0	\$57,900	\$626,300	0
• <b>Computer Replacement</b>					
To provide funding for replacement of outdated computer equipment.					
<b>304.01 District Attorneys General</b>	\$163,900	\$0	\$0	\$163,900	0
<b>Sub-total</b>	\$163,900	\$0	\$0	\$163,900	0

**Law, Safety and Correction  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Expert Witnesses</b>					
To provide additional funding for the use of expert witnesses in court cases. The District Attorneys General requirements for use of expert witnesses is seriously underfunded currently.					
<b>304.01 District Attorneys General</b>	\$100,000	\$0	\$0	\$100,000	0
<b>Sub-total</b>	\$100,000	\$0	\$0	\$100,000	0
<b>Total District Attorneys General Conference</b>	<b>\$832,300</b>	<b>\$0</b>	<b>\$57,900</b>	<b>\$890,200</b>	<b>0</b>

**District Public Defenders Conference**

<b>• Statutory Step Raises</b>					
To fund the mandated salary step raises for assistant public defenders and criminal investigators required by TCA 8-14-207.					
<b>306.01 District Public Defenders</b>	\$367,400	\$0	\$0	\$367,400	0
<b>Sub-total</b>	\$367,400	\$0	\$0	\$367,400	0
<b>• Case Management and Operations</b>					
To provide funding to complete implementation of a case management system. The computer system will enhance management of caseloads through improved case history, record keeping and tracking, scheduling, and reporting capabilities. This also will provide adequate funding for longevity, benefits, and subscription costs.					
<b>306.01 District Public Defenders</b>	\$105,000	\$0	\$0	\$105,000	0
<b>Sub-total</b>	\$105,000	\$0	\$0	\$105,000	0
<b>Total District Public Defenders Conference</b>	<b>\$472,400</b>	<b>\$0</b>	<b>\$0</b>	<b>\$472,400</b>	<b>0</b>

**Office of the Post Conviction Defender**

<b>• Statutory Step Raises</b>					
To provide funding for mandated salary step raises pursuant to TCA 40-30-309(b) and 8-14-207.					
<b>308.00 Office of the Post Conviction Defender</b>	\$15,800	\$0	\$0	\$15,800	0
<b>Sub-total</b>	\$15,800	\$0	\$0	\$15,800	0
<b>• Docket Monitoring</b>					
To provide funding for court docket monitoring in Memphis.					
<b>308.00 Office of the Post Conviction Defender</b>	\$12,000	\$0	\$0	\$12,000	0
<b>Sub-total</b>	\$12,000	\$0	\$0	\$12,000	0

**Law, Safety and Correction  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Total Office of the Post Conviction Defender</b>	\$27,800	\$0	\$0	\$27,800	0

**Alcoholic Beverage Commission**

• **Operations Support**

To provide funding to replace vehicles necessary for enforcement of alcoholic beverage laws and for secretary positions at the Jackson and Greenville offices. The lack of secretarial assistance in those offices results in diversion of staff from field activities.

<b>316.03 Alcoholic Beverage Commission</b>	\$124,600	\$0	\$0	\$124,600	2
<b>Sub-total</b>	\$124,600	\$0	\$0	\$124,600	2
<b>Total Alcoholic Beverage Commission</b>	<b>\$124,600</b>	<b>\$0</b>	<b>\$0</b>	<b>\$124,600</b>	<b>2</b>

**Board of Probation & Parole**

• **Caseload Management**

To provide funding for 56 field officer, supervisor, and support positions, funded half by general fund taxes and half by supervision fee revenue, in order to reduce caseloads in the probation and parole program from a 1:100 to a 1:89 average supervision level; and to provide funding to reduce caseloads in the community correction program and increase alcohol and drug treatment services.

<b>324.02 Probation and Parole Services</b>	\$2,057,000	\$0	\$0	\$2,057,000	56
<b>324.04 Community Correction</b>	\$500,000	\$0	\$0	\$500,000	0
<b>Sub-total</b>	\$2,557,000	\$0	\$0	\$2,557,000	56
• <b>Offender Diversion</b>					
To provide funding for the diversion of non-violent felons into community corrections programs in order to manage the future growth of the prison population.					
<b>324.04 Community Correction</b>	\$500,000	\$0	\$0	\$500,000	0
<b>Sub-total</b>	\$500,000	\$0	\$0	\$500,000	0
<b>Total Board of Probation &amp; Parole</b>	<b>\$3,057,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,057,000</b>	<b>56</b>

**Law, Safety and Correction  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Department of Correction</b>					
<b>• Capacity Increases</b>					
To provide funding for 84 positions and related operational expenses required for security of prisons with increased capacities resulting from new construction and double-celling; and to provide for additional operational expenses of the expanded women's prison.					
<b>329.11 Brushy Mountain Correctional Complex</b>	\$37,000	\$0	\$12,700	\$49,700	0
<b>329.13 Tennessee Prison for Women</b>	\$2,026,300	\$0	\$133,600	\$2,159,900	0
<b>329.41 West Tennessee State Penitentiary</b>	\$168,600	\$0	\$16,600	\$185,200	1
<b>329.42 Riverbend Maximum Security Institution</b>	\$171,300	\$0	\$31,600	\$202,900	0
<b>329.43 Northeast Correctional Complex</b>	\$1,698,800	\$0	\$145,800	\$1,844,600	38
<b>329.44 South Central Correctional Center</b>	\$1,861,500	\$0	\$0	\$1,861,500	0
<b>329.45 Northwest Correctional Complex</b>	\$1,809,700	\$0	\$86,100	\$1,895,800	45
<b>Sub-total</b>	<u>\$7,773,200</u>	<u>\$0</u>	<u>\$426,400</u>	<u>\$8,199,600</u>	<u>84</u>
<b>• Local Jails</b>					
To provide funding to house an additional 325 felons in local jails.					
<b>329.04 State Prosecutions</b>	\$4,109,200	\$0	\$0	\$4,109,200	0
<b>Sub-total</b>	<u>\$4,109,200</u>	<u>\$0</u>	<u>\$0</u>	<u>\$4,109,200</u>	<u>0</u>
<b>• Security</b>					
To provide funding for 34 security positions at Southeastern Tennessee Regional Correctional Facility, West Tennessee State Penitentiary, Northeast Correctional Complex and one laundry worker position at Riverbend Maximum Security Institution.					
<b>329.18 Southeastern Tenn. State Regional Corr. Facility</b>	\$64,000	\$0	\$0	\$64,000	2
<b>329.41 West Tennessee State Penitentiary</b>	\$452,500	\$0	\$0	\$452,500	18
<b>329.42 Riverbend Maximum Security Institution</b>	\$19,100	\$0	\$0	\$19,100	1
<b>329.43 Northeast Correctional Complex</b>	\$345,100	\$0	\$0	\$345,100	14
<b>Sub-total</b>	<u>\$880,700</u>	<u>\$0</u>	<u>\$0</u>	<u>\$880,700</u>	<u>35</u>

## Law, Safety and Correction Improvements for Fiscal Year 2001-2002

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Operating Increase</b>					
To provide funding for operational costs of prison service agreements. The Hardeman County Incarceration Agreement provides for a fixed 2.5% annual increase; and the South Central Correctional Center agreement requires a 3.25% increase, based on a three-year average of the Consumer Price Index increase.					
<b>329.21 Hardeman County Incarceration Agreement</b>	\$514,300	\$0	\$0	\$514,300	0
<b>329.44 South Central Correctional Center</b>	\$644,500	\$0	\$0	\$644,500	0
<b>Sub-total</b>	<u>\$1,158,800</u>	<u>\$0</u>	<u>\$0</u>	<u>\$1,158,800</u>	<u>0</u>
<b>• Health Services</b>					
To provide funding for one medical director and three contract monitor positions for the prison health services program.					
<b>329.01 Administration</b>	\$287,200	\$0	\$0	\$287,200	4
<b>Sub-total</b>	<u>\$287,200</u>	<u>\$0</u>	<u>\$0</u>	<u>\$287,200</u>	<u>4</u>
<b>Total Department of Correction</b>	<u>\$14,209,100</u>	<u>\$0</u>	<u>\$426,400</u>	<u>\$14,635,500</u>	<u>123</u>
<b>Military Department</b>					
<b>• Recruiting - Scholarships</b>					
To provide funding to supplement federal tuition assistance by funding a share of the higher education tuition requirement of Army and Air National Guard recruits in Tennessee. This program will be phased in over three years, and it will allow Tennessee to compete with neighboring states to gain recruits and build the strength of the Guard.					
<b>341.01 Administration</b>	\$250,000	\$0	\$0	\$250,000	0
<b>Sub-total</b>	<u>\$250,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$250,000</u>	<u>0</u>
<b>• Terrorism</b>					
To provide funds for local government purchase of specialized terrorism response equipment and for one full-time food service position at the Alcoa training center.					
<b>341.03 Air National Guard</b>	\$0	\$16,300	\$0	\$16,300	1
<b>341.04 Tennessee Emergency Management Agency</b>	\$0	\$870,000	\$0	\$870,000	0
<b>Sub-total</b>	<u>\$0</u>	<u>\$886,300</u>	<u>\$0</u>	<u>\$886,300</u>	<u>1</u>

**Law, Safety and Correction  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Facilities</b>					
To provide funds for increased maintenance of facilities of the National Guard and Tennessee Emergency Management Agency; for increased armory utilities costs; and for the communications costs of the Army National Guard resulting from a loss of federal funds.					
<b>341.02 Army National Guard</b>	\$150,000	\$0	\$0	\$150,000	0
<b>341.04 Tennessee Emergency Management Agency</b>	\$100,000	\$0	\$0	\$100,000	0
<b>341.07 Armories Maintenance</b>	\$500,000	\$0	\$0	\$500,000	0
<b>341.10 Armories Utilities</b>	\$50,000	\$50,000	\$0	\$100,000	0
<b>Sub-total</b>	<u>\$800,000</u>	<u>\$50,000</u>	<u>\$0</u>	<u>\$850,000</u>	<u>0</u>
<b>Total Military Department</b>	<b>\$1,050,000</b>	<b>\$936,300</b>	<b>\$0</b>	<b>\$1,986,300</b>	<b>1</b>

**Tennessee Bureau of Investigation**

<b>• Existing Staff</b>					
To maintain funding for two existing drug agents, four existing gang agents and three existing law enforcement information coordinators due to the loss of federal grants.					
<b>348.00 Tennessee Bureau of Investigation</b>	\$592,000	\$0	\$0	\$592,000	9
<b>Sub-total</b>	<u>\$592,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$592,000</u>	<u>9</u>
<b>• Drug and Sex Offenses</b>					
To provide funding for two additional drug investigative agents for increased field operations and two law enforcement information coordinators for the sex offender registry due to increased workloads.					
<b>348.00 Tennessee Bureau of Investigation</b>	\$339,900	\$0	\$0	\$339,900	4
<b>Sub-total</b>	<u>\$339,900</u>	<u>\$0</u>	<u>\$0</u>	<u>\$339,900</u>	<u>4</u>
<b>• Handgun Permit Checks</b>					
To provide funding for two additional law enforcement information coordinator positions and one support position for the Tennessee Instant Check System (TICS) due to increased workloads.					
<b>348.00 Tennessee Bureau of Investigation</b>	\$0	\$0	\$140,900	\$140,900	3
<b>Sub-total</b>	<u>\$0</u>	<u>\$0</u>	<u>\$140,900</u>	<u>\$140,900</u>	<u>3</u>
<b>• Pre-Trial Diversion</b>					
To fund six positions and related equipment for the pre-trial diversion and expungement program because of increased workloads.					
<b>348.00 Tennessee Bureau of Investigation</b>	\$0	\$0	\$298,100	\$298,100	6
<b>Sub-total</b>	<u>\$0</u>	<u>\$0</u>	<u>\$298,100</u>	<u>\$298,100</u>	<u>6</u>

**Law, Safety and Correction  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Total Tennessee Bureau of Investigation</b>	\$931,900	\$0	\$439,000	\$1,370,900	22

**Safety**

• **Commissioned Officer Salary Survey**

To fund the annual commissioned officer salary survey pursuant to TCA 4-7-2, effective July 1, 2001.

<b>349.01 Administration</b>	\$7,200	\$0	\$0	\$7,200	0
<b>349.02 Driver License Issuance</b>	\$1,000	\$0	\$0	\$1,000	0
<b>349.03 Highway Patrol</b>	\$1,212,000	\$0	\$0	\$1,212,000	0
<b>349.08 Driver Education</b>	\$2,500	\$0	\$0	\$2,500	0
<b>349.09 TN Law Enforcement Training Academy</b>	\$19,300	\$0	\$0	\$19,300	0
<b>349.13 Technical Services</b>	\$3,800	\$0	\$0	\$3,800	0
<b>349.14 C.I.D. Anti-Theft Unit</b>	\$13,900	\$0	\$0	\$13,900	0
<b>Sub-total</b>	\$1,259,700	\$0	\$0	\$1,259,700	0

• **Statutory Salary Step Increase**

To fund the mandated annual trooper salary step increase pursuant to TCA 4-7-2.

<b>349.03 Highway Patrol</b>	\$529,300	\$0	\$0	\$529,300	0
<b>349.09 TN Law Enforcement Training Academy</b>	\$8,300	\$0	\$0	\$8,300	0
<b>349.14 C.I.D. Anti-Theft Unit</b>	\$1,800	\$0	\$0	\$1,800	0
<b>Sub-total</b>	\$539,400	\$0	\$0	\$539,400	0

• **Police Pay Supplement**

To fully fund the the police pay supplement under the Police Officer Standards and Training (POST) program, pursuant to TCA 38-8-111.

<b>349.10 P.O.S.T. Commission</b>	\$467,000	\$0	\$0	\$467,000	0
<b>Sub-total</b>	\$467,000	\$0	\$0	\$467,000	0

• **Graduated Driver License**

To provide funding and five positions for the administration of the graduated drivers license law. This law will require annual license renewals until age 18 based on a staggered licensing process that limits the times that a minor is allowed to operate a motor vehicle without the presence of an adult or guardian.

<b>349.13 Technical Services</b>	\$126,700	\$0	\$0	\$126,700	5
<b>Sub-total</b>	\$126,700	\$0	\$0	\$126,700	5

**Law, Safety and Correction  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Digitized Driver License</b>					
To provide funding for the increased cost of drivers license issuance. The cost of producing a drivers license will increase upon expiration of the current contract; and a small additional cost will result from digitizing the license.					
<b>349.02 Driver License Issuance</b>	\$1,789,200	\$0	\$0	\$1,789,200	0
<b>Sub-total</b>	\$1,789,200	\$0	\$0	\$1,789,200	0
<b>• Highway Patrol Equipment</b>					
To provide funding to the Highway Patrol for the replacement of 35 VHF (very high frequency) repeaters, eight microwave links, and other low-band radio communications equipment that is obsolete.					
<b>349.03 Highway Patrol</b>	\$1,134,100	\$0	\$0	\$1,134,100	0
<b>Sub-total</b>	\$1,134,100	\$0	\$0	\$1,134,100	0
<b>• Law Enforcement Training</b>					
To provide funding to maintain an existing law enforcement instructor position focused on gang activities, and to provide funding for additional classroom and dormitory furniture in the expanded Law Enforcement Training Academy space.					
<b>349.09 TN Law Enforcement Training Academy</b>	\$184,000	\$0	\$0	\$184,000	1
<b>Sub-total</b>	\$184,000	\$0	\$0	\$184,000	1
<b>• Data Processing</b>					
To provide funding for additional data processing requirements of the title and registration system, including local area network (LAN) and wide area network (WAN) access for county clerks. This will improve communications between the clerks and the Titling and Registration Division.					
<b>349.11 Titling and Registration</b>	\$320,900	\$0	\$0	\$320,900	0
<b>349.13 Technical Services</b>	\$153,200	\$0	\$0	\$153,200	0
<b>Sub-total</b>	\$474,100	\$0	\$0	\$474,100	0
<b>• Title and Registration</b>					
To provide funding for an increased number of motor vehicle title and registration forms.					
<b>349.11 Titling and Registration</b>	\$200,000	\$0	\$0	\$200,000	0
<b>Sub-total</b>	\$200,000	\$0	\$0	\$200,000	0
<b>Total Safety</b>	<b>\$6,174,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$6,174,200</b>	<b>6</b>
<b>Total Law, Safety and Correction</b>	<b>\$27,921,600</b>	<b>\$936,300</b>	<b>\$923,300</b>	<b>\$29,781,200</b>	<b>210</b>

# Court System

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The Judicial Branch is one of three basic divisions of state government and serves as a check on the powers of the Legislative and Executive Branches. Judicial power is vested in the various levels of courts which compose the state's court system. The court system can be grouped into the following functional areas:

- The Supreme Court
- Intermediate Appellate Courts
- Trial Courts
- Courts of limited jurisdiction
- Court services and support.

The Supreme Court, the highest court in the state, is composed of five justices, each elected to an eight-year term. The workload of the court consists of cases appealed from lower courts. Cases may be further appealed to the U.S. Supreme Court only on grounds of federal constitutionality. Supreme Court decisions act to resolve controversies arising out of Tennessee law and to establish guidelines for the lower courts to use in future decisions.

The Intermediate Appellate Courts are composed of the Court of Appeals and the Court of Criminal Appeals. The Court of Appeals hears appeals only in civil cases from the lower courts. The Court of Criminal Appeals has jurisdiction to hear most felony and misdemeanor appeals from general trial courts as well as post-conviction petitions.

The state's trial courts include Chancery, Criminal, Circuit and Probate Courts. Chancery Courts are the traditional equity courts used when common law and/or statutory law proves inadequate for cases. Circuit Courts, which sometimes overlap with the Chancery Courts, have jurisdiction to hear civil and criminal cases. Criminal Courts have jurisdiction over criminal cases and hearing misdemeanor appeals from lower courts. Probate Courts primarily have jurisdiction over probate of wills and administration of estates.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>302.01 Appellate and Trial Courts</b>					
Full-Time	432	431	431	0	431
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>432</b>	<b>431</b>	<b>431</b>	<b>0</b>	<b>431</b>
Payroll	34,831,200	37,063,900	37,063,900	737,900	37,801,800
Operational	2,651,900	2,406,400	2,406,400	0	2,406,400
<b>Total</b>	<b>\$37,483,100</b>	<b>\$39,470,300</b>	<b>\$39,470,300</b>	<b>\$737,900</b>	<b>\$40,208,200</b>
State	37,439,100	39,443,000	39,443,000	737,900	40,180,900
Federal	0	0	0	0	0
Other	44,000	27,300	27,300	0	27,300

Courts of limited jurisdiction are funded locally and include General Sessions, Juvenile and Municipal Courts. Jurisdiction of General Sessions Courts vary from county to county based on state laws and private acts; they hear civil, criminal, and juvenile cases, except in counties where the legislature has established separate Juvenile Courts. Municipal Courts have jurisdiction in cases involving violations of city ordinances.

## Court Services and Support

The Administrative Office of the Courts, under leadership of its Director, provides services and support to the entire state court system. It is responsible for preparation and oversight of the Court System's budget, administration of the Court Automation Fund and Tennessee Court Information System (TnCIS), and providing services and support to justices, judges, programs and committees.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>302.27 Administrative Office of the Courts</b>					
Full-Time	64	73	72	0	72
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>64</b>	<b>73</b>	<b>72</b>	<b>0</b>	<b>72</b>
Payroll	3,256,100	3,728,100	3,678,100	0	<b>3,678,100</b>
Operational	6,008,800	6,833,100	6,783,100	0	<b>6,783,100</b>
<b>Total</b>	<b>\$9,264,900</b>	<b>\$10,561,200</b>	<b>\$10,461,200</b>	<b>\$0</b>	<b>\$10,461,200</b>
State	8,854,300	10,261,200	10,261,200	0	<b>10,261,200</b>
Federal	211,900	200,000	200,000	0	<b>200,000</b>
Other	198,700	100,000	0	0	<b>0</b>

Other programs in this functional area include:

- Operation of three Supreme Court buildings and law libraries across the state
- Child Support Referees who ensure the timely fulfillment of financial support by parents to their children
- Guardian Ad Litem which provides legal representation for children involved in custodial disputes
- Indigent Defendants' Counsel and the Civil Legal Representation Funds which provide legal representation for those who cannot afford counsel
- Court reporting and verbatim transcripts
- Board of Law Examiners which determines the fitness of applicants for licensing to practice in Tennessee.

### 302.05 Supreme Court Buildings

Full-Time	16	16	16	0	16
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>16</b>	<b>16</b>	<b>16</b>	<b>0</b>	<b>16</b>
Payroll	458,400	446,900	446,900	0	<b>446,900</b>
Operational	1,715,300	1,968,100	1,968,100	0	<b>1,968,100</b>
<b>Total</b>	<b>\$2,173,700</b>	<b>\$2,415,000</b>	<b>\$2,415,000</b>	<b>\$0</b>	<b>\$2,415,000</b>
State	1,568,100	1,814,800	1,814,800	0	<b>1,814,800</b>
Federal	0	0	0	0	<b>0</b>
Other	605,600	600,200	600,200	0	<b>600,200</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>302.08 Child Support Referees</b>					
Full-Time	20	18	18	0	18
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>20</b>	<b>18</b>	<b>18</b>	<b>0</b>	<b>18</b>
Payroll	862,300	916,400	916,400	0	916,400
Operational	90,800	137,600	137,600	0	137,600
<b>Total</b>	<b>\$953,100</b>	<b>\$1,054,000</b>	<b>\$1,054,000</b>	<b>\$0</b>	<b>\$1,054,000</b>
State	325,300	345,400	345,400	0	345,400
Federal	0	0	0	0	0
Other	627,800	708,600	708,600	0	708,600

**302.09 Guardian Ad Litem**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	705,800	827,700	827,700	0	827,700
<b>Total</b>	<b>\$705,800</b>	<b>\$827,700</b>	<b>\$827,700</b>	<b>\$0</b>	<b>\$827,700</b>
State	705,800	827,700	827,700	0	827,700
Federal	0	0	0	0	0
Other	0	0	0	0	0

**302.10 Indigent Defendants' Counsel**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	12,878,200	12,898,600	12,898,600	0	12,898,600
<b>Total</b>	<b>\$12,878,200</b>	<b>\$12,898,600</b>	<b>\$12,898,600</b>	<b>\$0</b>	<b>\$12,898,600</b>
State	12,877,800	12,893,600	12,893,600	0	12,893,600
Federal	0	0	0	0	0
Other	400	5,000	5,000	0	5,000

**302.11 Civil Legal Representation Fund**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	1,934,000	1,934,000	1,934,000	0	1,934,000
<b>Total</b>	<b>\$1,934,000</b>	<b>\$1,934,000</b>	<b>\$1,934,000</b>	<b>\$0</b>	<b>\$1,934,000</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	1,934,000	1,934,000	1,934,000	0	<b>1,934,000</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

### 302.12 Verbatim Transcripts

Full-Time	66	60	60	0	<b>60</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>66</b>	<b>60</b>	<b>60</b>	<b>0</b>	<b>60</b>
Payroll	1,915,400	2,106,100	2,106,100	0	<b>2,106,100</b>
Operational	1,143,600	1,068,600	1,068,600	300,000	<b>1,368,600</b>
<b>Total</b>	<b>\$3,059,000</b>	<b>\$3,174,700</b>	<b>\$3,174,700</b>	<b>\$300,000</b>	<b>\$3,474,700</b>
State	3,059,000	3,174,700	3,174,700	300,000	<b>3,474,700</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

### 302.15 Tennessee State Law Libraries

Full-Time	4	4	4	0	<b>4</b>
Part-Time	2	2	2	0	<b>2</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>0</b>	<b>6</b>
Payroll	165,200	227,900	227,900	0	<b>227,900</b>
Operational	561,000	301,800	301,800	0	<b>301,800</b>
<b>Total</b>	<b>\$726,200</b>	<b>\$529,700</b>	<b>\$529,700</b>	<b>\$0</b>	<b>\$529,700</b>
State	713,500	509,700	509,700	0	<b>509,700</b>
Federal	0	0	0	0	<b>0</b>
Other	12,700	20,000	20,000	0	<b>20,000</b>

### 302.18 Judicial Conference

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	219,400	204,100	204,100	0	<b>204,100</b>
<b>Total</b>	<b>\$219,400</b>	<b>\$204,100</b>	<b>\$204,100</b>	<b>\$0</b>	<b>\$204,100</b>
State	216,300	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	3,100	204,100	204,100	0	<b>204,100</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>302.20 Judicial Programs and Commissions</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	945,800	1,114,200	575,800	0	575,800
<b>Total</b>	<b>\$945,800</b>	<b>\$1,114,200</b>	<b>\$575,800</b>	<b>\$0</b>	<b>\$575,800</b>
State	475,400	502,200	435,800	0	435,800
Federal	0	0	0	0	0
Other	470,400	612,000	140,000	0	140,000

**302.22 State Court Clerks' Conference**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	167,900	156,400	156,400	0	156,400
<b>Total</b>	<b>\$167,900</b>	<b>\$156,400</b>	<b>\$156,400</b>	<b>\$0</b>	<b>\$156,400</b>
State	167,900	156,400	156,400	0	156,400
Federal	0	0	0	0	0
Other	0	0	0	0	0

**302.30 Appellate Court Clerks**

Full-Time	32	32	32	0	32
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>32</b>	<b>32</b>	<b>32</b>	<b>0</b>	<b>32</b>
Payroll	1,210,000	1,280,900	1,280,900	0	1,280,900
Operational	346,800	422,200	422,200	0	422,200
<b>Total</b>	<b>\$1,556,800</b>	<b>\$1,703,100</b>	<b>\$1,703,100</b>	<b>\$0</b>	<b>\$1,703,100</b>
State	203,600	177,200	177,200	0	177,200
Federal	0	0	0	0	0
Other	1,353,200	1,525,900	1,525,900	0	1,525,900

**302.35 Board of Law Examiners**

Full-Time	17	17	17	0	17
Part-Time	7	7	7	0	7
Seasonal	0	0	0	0	0
<b>Total</b>	<b>24</b>	<b>24</b>	<b>24</b>	<b>0</b>	<b>24</b>
Payroll	253,000	342,700	342,700	0	342,700
Operational	215,800	268,600	268,600	0	268,600
<b>Total</b>	<b>\$468,800</b>	<b>\$611,300</b>	<b>\$611,300</b>	<b>\$0</b>	<b>\$611,300</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	468,800	611,300	611,300	0	<b>611,300</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

**302.00 Department Total**

Full-Time	651	651	650	0	<b>650</b>
Part-Time	9	9	9	0	<b>9</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>660</b>	<b>660</b>	<b>659</b>	<b>0</b>	<b>659</b>
Payroll	42,951,600	46,112,900	46,062,900	737,900	<b>46,800,800</b>
Operational	29,585,100	30,541,400	29,953,000	300,000	<b>30,253,000</b>
<b>Total</b>	<b>\$72,536,700</b>	<b>\$76,654,300</b>	<b>\$76,015,900</b>	<b>\$1,037,900</b>	<b>\$77,053,800</b>
State	69,008,900	72,651,200	72,584,800	1,037,900	<b>73,622,700</b>
Federal	211,900	200,000	200,000	0	<b>200,000</b>
Other	3,315,900	3,803,100	3,231,100	0	<b>3,231,100</b>

# Attorney General and Reporter

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The Attorney General and Reporter is the state's chief legal officer. The Attorney General is appointed by the Justices of the Tennessee Supreme Court for a term of eight years.

The Attorney General and his staff have the following responsibilities:

- Representing state officers and agencies in all litigation in state and federal courts
- Prosecuting criminal cases in the appellate courts
- Prosecuting in the areas of securities and state contract fraud
- Representing the interests of Tennessee consumers of public utilities through the consumer advocate division
- Instituting proceedings relating to antitrust violations, consumer fraud, and environmental enforcement
- Providing departments, agencies, and the General Assembly with legal advice
- Approving all administrative regulations and leases as to form and legality
- Issuing opinions on legal issues to state officials.

Functioning as the State Reporter, the Attorney General publishes the Attorney General opinions and reports the opinions of the Tennessee Supreme Court and Court of Appeals.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>303.01 Attorney General</b>					
Full-Time	303	305	305	0	305
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>303</b>	<b>305</b>	<b>305</b>	<b>0</b>	<b>305</b>
Payroll	13,293,500	16,613,500	16,613,500	4,400	16,617,900
Operational	5,140,000	6,052,900	6,052,900	0	6,052,900
<b>Total</b>	<b>\$18,433,500</b>	<b>\$22,666,400</b>	<b>\$22,666,400</b>	<b>\$4,400</b>	<b>\$22,670,800</b>
State	11,315,000	13,556,600	13,556,600	4,400	13,561,000
Federal	0	0	0	0	0
Other	7,118,500	9,109,800	9,109,800	0	9,109,800
<b>303.05 Publication of Tennessee Reports</b>					
Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	52,300	72,300	72,300	0	72,300
Operational	101,000	126,700	126,700	0	126,700
<b>Total</b>	<b>\$153,300</b>	<b>\$199,000</b>	<b>\$199,000</b>	<b>\$0</b>	<b>\$199,000</b>
State	153,300	184,000	184,000	0	184,000
Federal	0	0	0	0	0
Other	0	15,000	15,000	0	15,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>303.08 Special Litigation</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	703,300	971,500	971,500	0	971,500
<b>Total</b>	<b>\$703,300</b>	<b>\$971,500</b>	<b>\$971,500</b>	<b>\$0</b>	<b>\$971,500</b>
State	108,300	188,100	188,100	0	188,100
Federal	0	0	0	0	0
Other	595,000	783,400	783,400	0	783,400
<b>303.00 Department Total</b>					
Full-Time	305	307	307	0	307
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>305</b>	<b>307</b>	<b>307</b>	<b>0</b>	<b>307</b>
Payroll	13,345,800	16,685,800	16,685,800	4,400	16,690,200
Operational	5,944,300	7,151,100	7,151,100	0	7,151,100
<b>Total</b>	<b>\$19,290,100</b>	<b>\$23,836,900</b>	<b>\$23,836,900</b>	<b>\$4,400</b>	<b>\$23,841,300</b>
State	11,576,600	13,928,700	13,928,700	4,400	13,933,100
Federal	0	0	0	0	0
Other	7,713,500	9,908,200	9,908,200	0	9,908,200

# District Attorneys General Conference

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District Attorneys General are elected for each of the state's thirty-one judicial districts and serve terms of eight years. They are the state's prosecutors for all violations of state criminal statutes. In addition, they prosecute all criminal cases in the federal courts that are removed from a state court and give opinions to county officials on criminal law relating to their office. Further, District Attorneys and their Assistants consult with and advise law enforcement agencies on cases or investigations within their district. The IV-D Child Support Enforcement Program enforces court-ordered child support obligations in twenty judicial districts.

The Executive Director is elected by the District Attorneys General Conference every four years. The Director is a member of the Judicial Council and the Law Enforcement Planning Commission. The duties of the Executive Director's staff are as follows:

- Act as liaison with other agencies, the legislature, and Office of the Attorney General
- Coordinate multi-district prosecution
- Assist in prosecution efforts
- Provide continuing education for the conference
- Provide automation support to the conference
- Provide administrative, budgeting, accounting/fiscal, payroll, personnel and property management functions for the conference
- Coordinate and manage grants received from the federal government and other state agencies.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>304.01 District Attorneys General</b>					
Full-Time	594	599	516	0	516
Part-Time	2	2	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>596</b>	<b>601</b>	<b>517</b>	<b>0</b>	<b>517</b>
Payroll	37,262,400	40,612,100	37,751,400	569,800	38,321,200
Operational	3,612,900	3,487,500	2,700,300	263,900	2,964,200
<b>Total</b>	<b>\$40,875,300</b>	<b>\$44,099,600</b>	<b>\$40,451,700</b>	<b>\$833,700</b>	<b>\$41,285,400</b>
State	36,982,400	39,591,400	39,294,700	832,300	40,127,000
Federal	0	0	0	0	0
Other	3,892,900	4,508,200	1,157,000	1,400	1,158,400

### 304.05 District Attorneys General Conference

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	246,000	269,300	238,600	0	238,600
<b>Total</b>	<b>\$246,000</b>	<b>\$269,300</b>	<b>\$238,600</b>	<b>\$0</b>	<b>\$238,600</b>
State	178,800	216,300	208,600	0	208,600
Federal	0	0	0	0	0
Other	67,200	53,000	30,000	0	30,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>304.10 Executive Director</b>					
Full-Time	18	18	16	0	16
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>18</b>	<b>18</b>	<b>16</b>	<b>0</b>	<b>16</b>
Payroll	847,400	952,500	870,100	0	870,100
Operational	180,600	210,300	154,700	0	154,700
<b>Total</b>	<b>\$1,028,000</b>	<b>\$1,162,800</b>	<b>\$1,024,800</b>	<b>\$0</b>	<b>\$1,024,800</b>
State	886,500	942,600	932,300	0	932,300
Federal	0	0	0	0	0
Other	141,500	220,200	92,500	0	92,500
<b>304.15 IV-D Child Support Enforcement</b>					
Full-Time	237	237	227	0	227
Part-Time	2	2	2	0	2
Seasonal	0	0	0	0	0
<b>Total</b>	<b>239</b>	<b>239</b>	<b>229</b>	<b>0</b>	<b>229</b>
Payroll	7,629,700	8,298,200	8,007,100	56,500	8,063,600
Operational	1,825,500	2,067,700	1,252,800	0	1,252,800
<b>Total</b>	<b>\$9,455,200</b>	<b>\$10,365,900</b>	<b>\$9,259,900</b>	<b>\$56,500</b>	<b>\$9,316,400</b>
State	0	0	0	0	0
Federal	200	0	0	0	0
Other	9,455,000	10,365,900	9,259,900	56,500	9,316,400
<b>304.00 Department Total</b>					
Full-Time	849	854	759	0	759
Part-Time	4	4	3	0	3
Seasonal	0	0	0	0	0
<b>Total</b>	<b>853</b>	<b>858</b>	<b>762</b>	<b>0</b>	<b>762</b>
Payroll	45,739,500	49,862,800	46,628,600	626,300	47,254,900
Operational	5,865,000	6,034,800	4,346,400	263,900	4,610,300
<b>Total</b>	<b>\$51,604,500</b>	<b>\$55,897,600</b>	<b>\$50,975,000</b>	<b>\$890,200</b>	<b>\$51,865,200</b>
State	38,047,700	40,750,300	40,435,600	832,300	41,267,900
Federal	200	0	0	0	0
Other	13,556,600	15,147,300	10,539,400	57,900	10,597,300

# District Public Defenders Conference

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As required by the United States Constitution, District Public Defenders and their staff provide legal representation at trial and through the state appellate process for indigent persons charged with the commission of a crime. In Tennessee, public defenders may be appointed in any criminal prosecution or juvenile delinquency proceeding involving the possible deprivation of liberty, or in any habeas corpus, or other post-conviction proceeding. Twenty-nine judicial districts participate directly in the District Public Defenders Conference; the public defenders for Shelby and Davidson Counties receive direct appropriations with no administrative support or control from the conference.

The Executive Director of the Public Defenders Conference serves as the central administrative support to the conference. The director provides personnel, payroll, fiscal services, training, and acts as a liaison with other branches of state government. This office also coordinates multi-district cases and provides technical support for caseload counting.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>306.01 District Public Defenders</b>					
Full-Time	274	279	276	0	276
Part-Time	17	9	9	0	9
Seasonal	0	0	0	0	0
<b>Total</b>	<b>291</b>	<b>288</b>	<b>285</b>	<b>0</b>	<b>285</b>
Payroll	15,701,500	17,013,800	16,866,400	416,800	17,283,200
Operational	3,100,000	2,873,400	2,628,300	55,600	2,683,900
<b>Total</b>	<b>\$18,801,500</b>	<b>\$19,887,200</b>	<b>\$19,494,700</b>	<b>\$472,400</b>	<b>\$19,967,100</b>
State	18,038,400	19,423,700	19,344,700	472,400	19,817,100
Federal	0	0	0	0	0
Other	763,100	463,500	150,000	0	150,000

### 306.03 Executive Director of the Public Defenders Conference

Full-Time	11	11	7	0	7
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>11</b>	<b>11</b>	<b>7</b>	<b>0</b>	<b>7</b>
Payroll	515,100	610,700	430,200	0	430,200
Operational	343,500	224,500	215,300	0	215,300
<b>Total</b>	<b>\$858,600</b>	<b>\$835,200</b>	<b>\$645,500</b>	<b>\$0</b>	<b>\$645,500</b>
State	600,600	696,000	645,500	0	645,500
Federal	77,800	0	0	0	0
Other	180,200	139,200	0	0	0

### 306.10 Shelby County Public Defender

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	0	0	0	0	0
Operational	2,615,700	2,682,600	2,682,600	0	2,682,600
<b>Total</b>	<b>\$2,615,700</b>	<b>\$2,682,600</b>	<b>\$2,682,600</b>	<b>\$0</b>	<b>\$2,682,600</b>
State	2,615,700	2,682,600	2,682,600	0	2,682,600
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 306.12 Davidson County Public Defender

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	1,287,800	1,320,700	1,320,700	0	1,320,700
<b>Total</b>	<b>\$1,287,800</b>	<b>\$1,320,700</b>	<b>\$1,320,700</b>	<b>\$0</b>	<b>\$1,320,700</b>
State	1,287,800	1,320,700	1,320,700	0	1,320,700
Federal	0	0	0	0	0
Other	0	0	0	0	0

### 306.00 Department Total

Full-Time	285	290	283	0	283
Part-Time	17	9	9	0	9
Seasonal	0	0	0	0	0
<b>Total</b>	<b>302</b>	<b>299</b>	<b>292</b>	<b>0</b>	<b>292</b>
Payroll	16,216,600	17,624,500	17,296,600	416,800	17,713,400
Operational	7,347,000	7,101,200	6,846,900	55,600	6,902,500
<b>Total</b>	<b>\$23,563,600</b>	<b>\$24,725,700</b>	<b>\$24,143,500</b>	<b>\$472,400</b>	<b>\$24,615,900</b>
State	22,542,500	24,123,000	23,993,500	472,400	24,465,900
Federal	77,800	0	0	0	0
Other	943,300	602,700	150,000	0	150,000

# Office of the Post-Conviction Defender

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The Office of the Post-Conviction Defender was created during the 1995 Legislative Session to provide for the representation of any person convicted and sentenced to death who is unable to secure counsel due to indigence.

This office is responsible for providing continuing legal education and consulting services to attorneys representing indigents in capital cases and for recruiting qualified members of the private bar who are willing to provide representation in state death penalty proceedings.

The Post-Conviction Defender Commission is a separate entity also created during the 1995 Legislative Session. The commission is responsible for appointment of the Post-Conviction Defender and oversight of the Office of the Post-Conviction Defender. The commission is composed of the following members:

- Two members appointed by the Governor
- Two members appointed by the Lieutenant Governor
- Two members appointed by the Speaker of the House of Representatives
- Three members appointed by the Supreme Court of Tennessee.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>308.00 Office of the Post-Conviction Defender</b>					
Full-Time	14	14	14	0	14
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>0</b>	<b>14</b>
Payroll	645,700	751,100	762,100	15,800	<b>777,900</b>
Operational	208,800	224,150	213,200	12,000	<b>225,200</b>
<b>Total</b>	<b>\$854,500</b>	<b>\$975,250</b>	<b>\$975,300</b>	<b>\$27,800</b>	<b>\$1,003,100</b>
State	787,300	771,550	771,600	27,800	<b>799,400</b>
Federal	67,200	203,700	203,700	0	<b>203,700</b>
Other	0	0	0	0	0

# Alcoholic Beverage Commission

---

The Alcoholic Beverage Commission (ABC) has the legal responsibility to license, regulate, and inspect:

- Liquor wholesalers and retailers
- Establishments offering on-premise liquor consumption.

The ABC also enforces laws pertaining to the illegal manufacture, transportation, and sale of alcoholic beverages and marijuana. The commission ensures that liquor establishment employees are properly trained in serving, selling, and dispensing alcoholic beverages. Along with the Department of Safety and the Tennessee Bureau of Investigation, the Commission participates in the Governor's Task Force on Marijuana Eradication.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.03 Alcoholic Beverage Commission</b>					
Full-Time	65	66	66	2	<b>68</b>
Part-Time	3	3	3	0	<b>3</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>68</b>	<b>69</b>	<b>69</b>	<b>2</b>	<b>71</b>
Payroll	2,536,500	2,655,500	2,665,900	46,400	<b>2,712,300</b>
Operational	1,013,200	1,106,000	1,095,600	78,200	<b>1,173,800</b>
<b>Total</b>	<b>\$3,549,700</b>	<b>\$3,761,500</b>	<b>\$3,761,500</b>	<b>\$124,600</b>	<b>\$3,886,100</b>
State	1,648,900	2,286,700	1,860,700	124,600	<b>1,985,300</b>
Federal	0	0	0	0	<b>0</b>
Other	1,900,800	1,474,800	1,900,800	0	<b>1,900,800</b>

# Tennessee Rehabilitative Initiative in Correction

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TRICOR (Tennessee Rehabilitative Initiative in Correction) manages correctional industry, agriculture, and service operations for the purpose of employing and training inmates and providing quality products and services to the Department of Correction, other state agencies, local governments, and not-for-profit organizations.

TRICOR's industrial program is comprised of twenty-three operations located at ten different correctional facilities across the state. The products manufactured include:

- Office furniture
- Interior and exterior building signs
- Institutional furniture and bedding
- Highway regulatory signs
- Uniforms and institutional clothing
- Highway marking paint
- Custom wood and metal fabrication
- Interior and exterior latex paint
- Textiles
- Open office landscaping
- License plates
- Refurbished furniture.

The agricultural program consists of four farms located at West Tennessee State Penitentiary, Turney Center Industrial Prison and Farm, Southeastern Regional Correctional Facility, and the Brushy Mountain Correctional Complex. Agricultural operations include:

- Field crops
- Egg production
- Beef cattle
- Pallet refurbishing
- Milk production
- Timber harvesting and production.

In addition to the manufacturing and agricultural programs, TRICOR offers services in data processing, printing, office relocation, and janitorial supplies.

In an effort to fulfill its mission as a rehabilitative department, TRICOR also administers a post-release placement program that provides job placement assistance to eligible inmates who have completed their sentences.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.08 Tennessee Rehabilitative Initiative in Correction</b>					
Full-Time	191	191	191	0	191
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>191</b>	<b>191</b>	<b>191</b>	<b>0</b>	<b>191</b>
Payroll	5,207,900	6,685,300	6,685,300	0	6,685,300
Operational	14,949,000	17,456,000	17,456,000	0	17,456,000
<b>Total</b>	<b>\$20,156,900</b>	<b>\$24,141,300</b>	<b>\$24,141,300</b>	<b>\$0</b>	<b>\$24,141,300</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	20,156,900	24,141,300	24,141,300	0	24,141,300

# Tennessee Corrections Institute

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The Tennessee Corrections Institute (TCI) is responsible for educating local correctional staff and certifying local adult correctional facilities. TCI also establishes standards to inspect and certify local correctional facilities in such areas as physical environment, medical services, and inmate supervision. The Institute provides training to local correctional personnel in the following areas:

- Legal issues
- Report writing
- Suicide prevention
- Hostage survival
- Substance abuse
- Security measures
- Communications
- Stress management.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.09 Tennessee Corrections Institute</b>					
Full-Time	11	11	11	0	11
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>11</b>	<b>11</b>	<b>11</b>	<b>0</b>	<b>11</b>
Payroll	400,900	470,400	470,400	0	<b>470,400</b>
Operational	175,900	212,400	170,000	0	<b>170,000</b>
<b>Total</b>	<b>\$576,800</b>	<b>\$682,800</b>	<b>\$640,400</b>	<b>\$0</b>	<b>\$640,400</b>
State	518,600	636,000	625,400	0	<b>625,400</b>
Federal	0	0	0	0	0
Other	58,200	46,800	15,000	0	<b>15,000</b>

# Board of Probation and Parole

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The Board of Probation and Parole protects society by managing the orderly release and supervision of adult felons. This process is carried out in such a manner as to promote lawful behavior and minimize risk to the general public. The board conducts parole hearings at state and local prisons and jails and makes recommendations to the Governor regarding executive clemency.

The board is also responsible, through the Probation and Parole Services Division, for the supervision of parolees as well as offenders placed on probation and community corrections by the Criminal and Circuit Courts of the State of Tennessee. Probation and Parole Services is responsible for the collection of supervision and criminal injuries fees, and writing pre-sentence investigation reports for use by the court system, the Department of Correction, and the Board of Probation and Parole. The board also administers the Community Correction Grant Program. This program diverts non-violent felony offenders from incarceration by placing them in locally operated grant programs with intensive supervision, community service work, and victim restitution.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>324.02 Probation and Parole Services</b>					
Full-Time	938	940	940	56	<b>996</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>938</b>	<b>940</b>	<b>940</b>	<b>56</b>	<b>996</b>
Payroll	30,101,500	34,350,600	34,350,600	1,566,800	<b>35,917,400</b>
Operational	8,653,000	10,123,400	9,923,300	490,200	<b>10,413,500</b>
<b>Total</b>	<b>\$38,754,500</b>	<b>\$44,474,000</b>	<b>\$44,273,900</b>	<b>\$2,057,000</b>	<b>\$46,330,900</b>
State	38,435,100	43,933,900	43,933,900	2,057,000	<b>45,990,900</b>
Federal	0	0	0	0	<b>0</b>
Other	319,400	540,100	340,000	0	<b>340,000</b>
<b>324.04 Community Correction</b>					
Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	8,885,800	9,090,400	8,978,200	1,000,000	<b>9,978,200</b>
<b>Total</b>	<b>\$8,885,800</b>	<b>\$9,090,400</b>	<b>\$8,978,200</b>	<b>\$1,000,000</b>	<b>\$9,978,200</b>
State	8,773,600	8,978,200	8,978,200	1,000,000	<b>9,978,200</b>
Federal	0	0	0	0	<b>0</b>
Other	112,200	112,200	0	0	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>324.00 Department Total</b>					
Full-Time	938	940	940	56	<b>996</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>938</b>	<b>940</b>	<b>940</b>	<b>56</b>	<b>996</b>
Payroll	30,101,500	34,350,600	34,350,600	1,566,800	<b>35,917,400</b>
Operational	17,538,800	19,213,800	18,901,500	1,490,200	<b>20,391,700</b>
<b>Total</b>	<b>\$47,640,300</b>	<b>\$53,564,400</b>	<b>\$53,252,100</b>	<b>\$3,057,000</b>	<b>\$56,309,100</b>
State	47,208,700	52,912,100	52,912,100	3,057,000	<b>55,969,100</b>
Federal	0	0	0	0	<b>0</b>
Other	431,600	652,300	340,000	0	<b>340,000</b>

# Department of Correction

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The Tennessee Department of Correction exists for the purpose of providing supervision of convicted felons during their period of confinement in the department's institutions. The department fulfills its obligations to the courts through the incarceration of inmates in a variety of secured institutional settings. All individuals are assigned to the department by the criminal courts of Tennessee and managed in accordance with Department of Correction policy and procedure.

The Department of Correction carries out its responsibilities through three major functional areas:

- Administrative Services
- Tennessee Correction Academy
- Institutional Operations.

## Administrative Services

The Administrative Services functional area includes Administration, State Prosecutions, Major Maintenance, the Sex Offender Treatment Program, Federal Construction Grants and the Sentencing Act of 1985. The department's central administrative office provides management oversight and support services related to all aspects of correctional management. Fiscal operations, contract management, personnel, information systems management, health and mental health services, food services, planning and research, and substance abuse treatment coordination are some of the areas supported by the central office.

State Prosecutions, administered through the central office, provides reimbursement to the county jails in Tennessee housing convicted felons. In addition, this program provides payments to counties for other correctional expenditures, such as witness fees, criminal court costs and transportation, jury boarding, and medical costs for convicted felons. Funding for upkeep, maintenance and electronic security of the State's fourteen prison facilities and the Tennessee Correction Academy is located in Major Maintenance. The Tennessee Standardized Treatment Program for Sex Offenders Act of 1995 was passed to provide funding for evaluating, identifying, treating, tracking and monitoring sex offenders. Federal Construction Grants is an account used by the department to draw-down federal grants for construction projects. The Sentencing Act of 1985 was passed to provide funding for any new legislation that increases periods of incarceration in correctional facilities.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>329.01 Administration</b>					
Full-Time	182	193	190	4	194
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>182</b>	<b>193</b>	<b>190</b>	<b>4</b>	<b>194</b>
Payroll	6,869,600	8,460,600	8,389,000	261,400	8,650,400
Operational	4,874,300	8,728,900	5,400,800	25,800	5,426,600
<b>Total</b>	<b>\$11,743,900</b>	<b>\$17,189,500</b>	<b>\$13,789,800</b>	<b>\$287,200</b>	<b>\$14,077,000</b>
State	7,818,500	10,209,400	10,053,200	287,200	10,340,400
Federal	269,300	0	200,000	0	200,000
Other	3,656,100	6,980,100	3,536,600	0	3,536,600

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>329.04 State Prosecutions</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	105,906,200	107,234,200	107,234,200	4,109,200	111,343,400
<b>Total</b>	<b>\$105,906,200</b>	<b>\$107,234,200</b>	<b>\$107,234,200</b>	<b>\$4,109,200</b>	<b>\$111,343,400</b>
State	105,906,200	107,234,200	107,234,200	4,109,200	111,343,400
Federal	0	0	0	0	0
Other	0	0	0	0	0

**329.32 Major Maintenance**

Full-Time	18	22	22	0	22
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>18</b>	<b>22</b>	<b>22</b>	<b>0</b>	<b>22</b>
Payroll	686,700	863,000	923,000	0	923,000
Operational	2,804,000	2,482,600	2,422,600	0	2,422,600
<b>Total</b>	<b>\$3,490,700</b>	<b>\$3,345,600</b>	<b>\$3,345,600</b>	<b>\$0</b>	<b>\$3,345,600</b>
State	2,902,100	3,345,600	3,345,600	0	3,345,600
Federal	0	0	0	0	0
Other	588,600	0	0	0	0

**329.50 Sex Offender Treatment Program**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	47,000	63,600	63,600	0	63,600
<b>Total</b>	<b>\$47,000</b>	<b>\$63,600</b>	<b>\$63,600</b>	<b>\$0</b>	<b>\$63,600</b>
State	39,900	63,600	63,600	0	63,600
Federal	0	0	0	0	0
Other	7,100	0	0	0	0

**329.98 Federal Construction Grants**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	0	0	0	0	0
Operational	5,289,000	15,310,000	15,310,000	0	15,310,000
<b>Total</b>	<b>\$5,289,000</b>	<b>\$15,310,000</b>	<b>\$15,310,000</b>	<b>\$0</b>	<b>\$15,310,000</b>
State	0	0	0	0	0
Federal	5,289,000	15,310,000	15,310,000	0	15,310,000
Other	0	0	0	0	0

### 329.99 Sentencing Act of 1985

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	0	22,452,150	22,452,200	0	22,452,200
<b>Total</b>	<b>\$0</b>	<b>\$22,452,150</b>	<b>\$22,452,200</b>	<b>\$0</b>	<b>\$22,452,200</b>
State	0	22,452,150	22,452,200	0	22,452,200
Federal	0	0	0	0	0
Other	0	0	0	0	0

## Tennessee Correction Academy

The Tennessee Correction Academy, located in Tullahoma, provides training to all departmental employees, as well as employees of the Department of Children's Services, the Board of Probation and Parole, and other law enforcement agencies. While some of the department's employee training is provided in a regional setting, most training is conducted on-site at the academy. New correctional officers complete 120 hours of pre-service training prior to working in an institution, and other institutional employees must complete up to 80 hours of pre-service before beginning their assigned jobs. Upon completion of a year's employment, security and other professional level institutional staff are required to complete 40 hours of in-service training each year. In addition, specialized training programs are conducted at the academy as necessary to enhance correctional services and professional staff development.

### 329.06 Tennessee Correction Academy

Full-Time	75	76	76	0	76
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>75</b>	<b>76</b>	<b>76</b>	<b>0</b>	<b>76</b>
Payroll	2,425,500	2,548,000	2,548,000	0	2,548,000
Operational	1,362,600	1,267,700	1,287,700	0	1,287,700
<b>Total</b>	<b>\$3,788,100</b>	<b>\$3,815,700</b>	<b>\$3,835,700</b>	<b>\$0</b>	<b>\$3,835,700</b>
State	3,455,400	3,728,700	3,748,700	0	3,748,700
Federal	0	0	0	0	0
Other	332,700	87,000	87,000	0	87,000

## Institutional Operations

The Institutional Operations functional area is responsible for managing the inmate population committed to the department for incarceration. This functional area consists of classification centers and time-building institutions, special-purpose facilities, and contracted-management institutions.

Classification centers evaluate inmates entering the correctional system. During the classification process, each inmate completes various evaluations which provide information concerning the inmate's physical and mental health, work and training experience, educational background, religious affiliation, and family background. Based on these evaluations, decisions are made concerning the most appropriate institutional placement or special program requirements of each inmate. The department's classification centers are located at the Brushy Mountain Correctional Complex, Tennessee Prison for Women, Middle Tennessee Correctional Complex and the West Tennessee State Penitentiary.

Time-building institutions, where inmates serve out their sentences, range in security levels from death row and maximum security to minimum security and work release. These institutions provide educational, counseling, and treatment programs.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>329.11 Brushy Mountain Correctional Complex</b>					
Full-Time	560	560	560	0	560
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>560</b>	<b>560</b>	<b>560</b>	<b>0</b>	<b>560</b>
Payroll	18,584,300	19,895,300	19,895,300	0	19,895,300
Operational	8,168,300	8,548,100	8,673,100	49,700	8,722,800
<b>Total</b>	<b>\$26,752,600</b>	<b>\$28,443,400</b>	<b>\$28,568,400</b>	<b>\$49,700</b>	<b>\$28,618,100</b>
State	25,646,000	27,362,200	27,487,200	37,000	27,524,200
Federal	0	0	0	0	0
Other	1,106,600	1,081,200	1,081,200	12,700	1,093,900
<b>329.13 Tennessee Prison for Women</b>					
Full-Time	246	246	246	0	246
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>246</b>	<b>246</b>	<b>246</b>	<b>0</b>	<b>246</b>
Payroll	5,922,800	7,622,200	7,622,200	486,900	8,109,100
Operational	4,626,500	6,849,300	6,311,700	1,673,000	7,984,700
<b>Total</b>	<b>\$10,549,300</b>	<b>\$14,471,500</b>	<b>\$13,933,900</b>	<b>\$2,159,900</b>	<b>\$16,093,800</b>
State	9,930,200	13,092,100	13,092,100	2,026,300	15,118,400
Federal	0	0	0	0	0
Other	619,100	1,379,400	841,800	133,600	975,400

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>329.14 Turney Center Industrial Prison and Farm</b>					
Full-Time	327	327	327	0	327
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>327</b>	<b>327</b>	<b>327</b>	<b>0</b>	<b>327</b>
Payroll	9,672,300	11,187,900	11,187,900	0	11,187,900
Operational	7,491,100	7,540,300	7,540,300	0	7,540,300
<b>Total</b>	<b>\$17,163,400</b>	<b>\$18,728,200</b>	<b>\$18,728,200</b>	<b>\$0</b>	<b>\$18,728,200</b>
State	16,173,600	17,858,600	17,858,600	0	17,858,600
Federal	0	0	0	0	0
Other	989,800	869,600	869,600	0	869,600

**329.16 Mark Luttrell Correctional Facility**

Full-Time	216	208	208	0	208
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>216</b>	<b>208</b>	<b>208</b>	<b>0</b>	<b>208</b>
Payroll	6,262,800	7,283,300	7,283,300	0	7,283,300
Operational	2,723,800	3,252,100	3,332,100	0	3,332,100
<b>Total</b>	<b>\$8,986,600</b>	<b>\$10,535,400</b>	<b>\$10,615,400</b>	<b>\$0</b>	<b>\$10,615,400</b>
State	8,549,800	10,168,000	10,073,400	0	10,073,400
Federal	0	0	0	0	0
Other	436,800	367,400	542,000	0	542,000

**329.17 Middle Tennessee Correctional Complex**

Full-Time	408	407	407	0	407
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>408</b>	<b>407</b>	<b>407</b>	<b>0</b>	<b>407</b>
Payroll	12,281,700	13,857,200	13,857,200	0	13,857,200
Operational	5,738,400	5,957,200	6,044,100	0	6,044,100
<b>Total</b>	<b>\$18,020,100</b>	<b>\$19,814,400</b>	<b>\$19,901,300</b>	<b>\$0</b>	<b>\$19,901,300</b>
State	17,084,600	18,969,500	18,969,500	0	18,969,500
Federal	0	0	0	0	0
Other	935,500	844,900	931,800	0	931,800

**329.18 Southeastern Tennessee State Regional Correctional Facility**

Full-Time	322	322	322	2	324
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>322</b>	<b>322</b>	<b>322</b>	<b>2</b>	<b>324</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	10,282,200	10,957,200	10,957,200	62,000	<b>11,019,200</b>
Operational	4,658,200	5,001,500	5,001,500	2,000	<b>5,003,500</b>
<b>Total</b>	<b>\$14,940,400</b>	<b>\$15,958,700</b>	<b>\$15,958,700</b>	<b>\$64,000</b>	<b>\$16,022,700</b>
State	14,078,800	15,240,600	15,240,600	64,000	<b>15,304,600</b>
Federal	0	0	0	0	<b>0</b>
Other	861,600	718,100	718,100	0	<b>718,100</b>

#### 329.41 West Tennessee State Penitentiary

Full-Time	702	702	702	19	<b>721</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>702</b>	<b>702</b>	<b>702</b>	<b>19</b>	<b>721</b>
Payroll	19,654,400	22,426,200	22,426,200	453,800	<b>22,880,000</b>
Operational	13,446,800	17,117,600	16,617,600	183,900	<b>16,801,500</b>
<b>Total</b>	<b>\$33,101,200</b>	<b>\$39,543,800</b>	<b>\$39,043,800</b>	<b>\$637,700</b>	<b>\$39,681,500</b>
State	31,919,800	38,269,300	37,769,300	621,100	<b>38,390,400</b>
Federal	0	0	0	0	<b>0</b>
Other	1,181,400	1,274,500	1,274,500	16,600	<b>1,291,100</b>

#### 329.42 Riverbend Maximum Security Institution

Full-Time	357	357	357	1	<b>358</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>357</b>	<b>357</b>	<b>357</b>	<b>1</b>	<b>358</b>
Payroll	10,042,300	11,199,600	11,199,600	19,100	<b>11,218,700</b>
Operational	5,821,900	6,573,200	6,573,200	202,900	<b>6,776,100</b>
<b>Total</b>	<b>\$15,864,200</b>	<b>\$17,772,800</b>	<b>\$17,772,800</b>	<b>\$222,000</b>	<b>\$17,994,800</b>
State	15,482,400	17,407,500	17,407,500	190,400	<b>17,597,900</b>
Federal	0	0	0	0	<b>0</b>
Other	381,800	365,300	365,300	31,600	<b>396,900</b>

#### 329.43 Northeast Correctional Complex

Full-Time	470	468	468	52	<b>520</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>470</b>	<b>468</b>	<b>468</b>	<b>52</b>	<b>520</b>
Payroll	12,227,200	14,005,100	14,005,100	1,317,900	<b>15,323,000</b>
Operational	9,615,300	11,150,800	11,150,800	871,800	<b>12,022,600</b>
<b>Total</b>	<b>\$21,842,500</b>	<b>\$25,155,900</b>	<b>\$25,155,900</b>	<b>\$2,189,700</b>	<b>\$27,345,600</b>
State	20,661,000	24,015,200	24,015,200	2,043,900	<b>26,059,100</b>
Federal	0	0	0	0	<b>0</b>
Other	1,181,500	1,140,700	1,140,700	145,800	<b>1,286,500</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
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**329.45 Northwest Correctional Complex**

Full-Time	614	614	614	45	<b>659</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>614</b>	<b>614</b>	<b>614</b>	<b>45</b>	<b>659</b>
Payroll	17,264,100	19,822,500	19,822,500	1,111,400	<b>20,933,900</b>
Operational	11,015,500	12,598,600	12,098,600	784,400	<b>12,883,000</b>
<b>Total</b>	<b>\$28,279,600</b>	<b>\$32,421,100</b>	<b>\$31,921,100</b>	<b>\$1,895,800</b>	<b>\$33,816,900</b>
State	26,418,200	30,971,800	30,471,800	1,809,700	<b>32,281,500</b>
Federal	0	0	0	0	<b>0</b>
Other	1,861,400	1,449,300	1,449,300	86,100	<b>1,535,400</b>

Wayne County Boot Camp and the Lois M. DeBerry Special Needs Facility are the department's two special-purpose facilities. These facilities provide inmates with alternative rehabilitation methods and programs for mental health services, medical services and sex offender treatment.

Wayne County Boot Camp is an alternative incarceration unit. Offenders convicted of specified felonies who are serving their first term of incarceration in a state or federal prison can participate in a 120 day program that is based on a strict, highly structured military style regimen designed to foster self-discipline and positive self-esteem. Offenders at the boot camp also participate in educational programming when they lack a high school diploma/GED, and perform community service work for state and local government agencies, as well as private not-for-profit agencies in the area. Other special-purpose programs at the Boot Camp include a geriatrics program and a program which is designed to provide intensive work and educational programming for offenders who have violated their probation or parole without committing a new felony offense.

The Lois M. DeBerry Special Needs Facility is the department's primary medical and mental health treatment facility. As needed, inmates are transferred to this facility for medical services and both emergent and programmed mental health treatment. In addition, this facility provides geriatrics and sex offender treatment programs.

**329.08 Wayne County Boot Camp**

Full-Time	156	156	156	0	<b>156</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>156</b>	<b>156</b>	<b>156</b>	<b>0</b>	<b>156</b>
Payroll	4,440,000	4,874,800	4,874,800	0	<b>4,874,800</b>
Operational	2,150,400	2,886,600	2,886,600	0	<b>2,886,600</b>
<b>Total</b>	<b>\$6,590,400</b>	<b>\$7,761,400</b>	<b>\$7,761,400</b>	<b>\$0</b>	<b>\$7,761,400</b>
State	6,243,700	7,452,400	7,418,900	0	<b>7,418,900</b>
Federal	0	0	0	0	<b>0</b>
Other	346,700	309,000	342,500	0	<b>342,500</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>329.46 Lois M. DeBerry Special Needs Facility</b>					
Full-Time	468	470	470	0	470
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>468</b>	<b>470</b>	<b>470</b>	<b>0</b>	<b>470</b>
Payroll	18,858,100	17,919,900	17,919,900	0	17,919,900
Operational	15,971,300	18,500,400	18,500,400	0	18,500,400
<b>Total</b>	<b>\$34,829,400</b>	<b>\$36,420,300</b>	<b>\$36,420,300</b>	<b>\$0</b>	<b>\$36,420,300</b>
State	34,319,500	35,981,100	35,981,100	0	35,981,100
Federal	0	0	0	0	0
Other	509,900	439,200	439,200	0	439,200

The Institutional Operations functional area includes two contracted-management facilities: Hardeman County Correctional Facility and South Central Correctional Center. The Hardeman County Correctional Facility, owned by Hardeman County, has been contracted by the department to house and manage adult male felons. The South Central Correctional Center is a state-owned facility which utilizes a private contractor to manage the inmate population.

**329.21 Hardeman County Incarceration Agreement**

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	97,000	101,200	101,500	0	101,500
Operational	29,298,800	29,948,200	29,949,200	514,300	30,463,500
<b>Total</b>	<b>\$29,395,800</b>	<b>\$30,049,400</b>	<b>\$30,050,700</b>	<b>\$514,300</b>	<b>\$30,565,000</b>
State	29,378,500	30,033,400	30,033,400	514,300	30,547,700
Federal	0	0	0	0	0
Other	17,300	16,000	17,300	0	17,300

**329.44 South Central Correctional Center**

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	74,700	111,100	111,100	0	111,100
Operational	19,215,700	20,121,700	20,119,500	2,506,000	22,625,500
<b>Total</b>	<b>\$19,290,400</b>	<b>\$20,232,800</b>	<b>\$20,230,600</b>	<b>\$2,506,000</b>	<b>\$22,736,600</b>
State	19,275,200	20,215,400	20,215,400	2,506,000	22,721,400
Federal	0	0	0	0	0
Other	15,200	17,400	15,200	0	15,200

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>329.00 Department Total</b>					
Full-Time	5,125	5,132	5,129	123	<b>5,252</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>5,125</b>	<b>5,132</b>	<b>5,129</b>	<b>123</b>	<b>5,252</b>
Payroll	155,645,700	173,135,100	173,123,800	3,712,500	<b>176,836,300</b>
Operational	260,225,100	313,584,750	308,969,800	10,923,000	<b>319,892,800</b>
<b>Total</b>	<b>\$415,870,800</b>	<b>\$486,719,850</b>	<b>\$482,093,600</b>	<b>\$14,635,500</b>	<b>\$496,729,100</b>
State	395,283,400	454,070,750	452,931,500	14,209,100	<b>467,140,600</b>
Federal	5,558,300	15,310,000	15,510,000	0	<b>15,510,000</b>
Other	15,029,100	17,339,100	13,652,100	426,400	<b>14,078,500</b>

## Statistical Data Correctional Institutions

	<b>BMCC</b> <b>329.11</b>	<b>TPW</b> <b>329.13</b>	<b>TCIP</b> <b>329.14</b>	<b>MLCF</b> <b>329.16</b>	<b>MTCC</b> <b>329.17</b>
<b>Annual Admissions</b>					
1994-1995	1,827	239	475	1,459	3,518
1995-1996	1,725	218	418	1,618	4,211
1996-1997	1,918	295	643	1,926	4,906
1997-1998	3,431	537	684	2,211	5,240
1998-1999	1,917	328	524	1,220	2,601
1999-2000	1,915	547	481	414	2,586
2000-2001	1,900	750	520	220	2,600
2001-2002	1,900	750	520	220	2,600
<b>Annual Releases</b>					
1994-1995	1,495	213	373	1,476	3,427
1995-1996	1,700	220	335	1,655	4,059
1996-1997	1,593	252	494	1,730	4,609
1997-1998	2,947	317	491	1,970	5,323
1998-1999	1,912	257	523	1,729	2,109
1999-2000	1,907	123	480	203	2,557
2000-2001	1,900	150	510	220	2,600
2001-2002	1,900	150	510	220	2,600
<b>Average Daily Census</b>					
1994-1995	1,379	356	946	443	950
1995-1996	1,495	369	967	451	1,052
1996-1997	1,523	343	982	461	1,253
1997-1998	1,499	436	1,057	432	1,106
1998-1999	1,525	494	1,106	402	1,018
1999-2000	1,517	471	1,100	335	1,009
2000-2001	1,601	775	1,136	440	1,082
2001-2002	1,620	775	1,136	440	1,082
<b>Cost Per Occupancy Day (Total Expenditures)*</b>					
1994-1995	\$48.84	\$72.04	\$45.27	\$53.54	\$47.95
1995-1996	\$45.82	\$68.87	\$45.30	\$53.59	\$49.18
1996-1997	\$46.49	\$73.74	\$45.93	\$54.90	\$49.71
1997-1998	\$45.84	\$60.95	\$41.55	\$57.78	\$48.64
1998-1999	\$46.98	\$57.57	\$41.58	\$66.84	\$49.09
1999-2000	\$48.18	\$61.20	\$42.63	\$73.29	\$48.80
2000-2001	\$48.67	\$51.16	\$45.17	\$65.60	\$50.17
2001-2002	\$48.40	\$56.89	\$45.17	\$66.10	\$50.39

BMCC: Brushy Mountain Correctional Complex  
 TPW: Tennessee Prison for Women  
 TCIP: Turney Center Industrial Prison and Farm

MLCF: Mark Luttrell Correctional Facility  
 MTCC: Middle TN. Correctional Complex

\*FY 1994-95 to 1999-2000 are actual expenditures from all sources; 2000-01 to 2001-02 are estimates.

## Statistical Data Correctional Institutions

	<u>STRCF</u> <u>329.18</u>	<u>WTSP</u> <u>329.41</u>	<u>RMSI</u> <u>329.42</u>	<u>NECC</u> <u>329.43</u>	<u>NWCC</u> <u>329.45</u>
<b>Annual Admissions</b>					
1994-1995	464	772	368	810	1,218
1995-1996	537	851	391	705	1,288
1996-1997	455	886	359	751	1,692
1997-1998	608	980	370	2,211	3,615
1998-1999	314	2,096	300	750	830
1999-2000	376	2,112	300	741	935
2000-2001	300	2,112	300	741	935
2001-2002	300	2,112	300	741	935
<b>Annual Releases</b>					
1994-1995	328	618	447	652	1,040
1995-1996	414	584	547	571	1,033
1996-1997	496	803	497	584	1,201
1997-1998	408	736	451	2,076	3,277
1998-1999	322	565	300	750	867
1999-2000	376	1,866	300	750	970
2000-2001	300	1,866	300	750	970
2001-2002	300	1,866	300	750	970
<b>Average Daily Census</b>					
1994-1995	854	1,290	603	1,491	2,008
1995-1996	932	1,368	654	1,496	2,014
1996-1997	945	1,436	675	1,497	2,080
1997-1998	937	1,394	669	1,494	2,132
1998-1999	956	1,589	664	1,527	2,180
1999-2000	954	2,304	664	1,518	2,117
2000-2001	983	2,548	702	1,716	2,255
2001-2002	983	2,582	736	1,886	2,425
<b>Cost Per Occupancy Day (Total Expenditures)*</b>					
1994-1995	\$43.17	\$51.20	\$71.02	\$40.16	\$39.08
1995-1996	\$41.20	\$50.72	\$66.17	\$39.18	\$39.22
1996-1997	\$41.96	\$48.93	\$62.27	\$39.77	\$39.24
1997-1998	\$40.69	\$54.16	\$60.03	\$38.86	\$34.78
1998-1999	\$42.33	\$49.86	\$63.55	\$37.29	\$34.60
1999-2000	\$42.79	\$39.25	\$65.28	\$39.31	\$36.50
2000-2001	\$44.48	\$42.52	\$69.36	\$40.16	\$39.39
2001-2002	\$44.66	\$42.11	\$66.98	\$39.72	\$38.21

STRCF: Southeastern TN State Regional Corr. Facility  
 WTSP: West Tennessee State Penitentiary  
 RMSI: Riverbend Maximum Security Institution

NECC: Northeast Correctional Comp  
 NWCC: Northwest Correctional Comp

\*FY 1994-95 to 1999-2000 are actual expenditures from all sources; 2000-01 to 2001-02 are estimates.

## Statistical Data Correctional Institutions

	<b>WCBC</b> <b>329.08</b>	<b>DSNF</b> <b>329.46</b>	<b>HCCF</b> <b>329.21</b>	<b>SCCC</b> <b>329.44</b>	<b>Total*</b>
<b>Annual Admissions</b>					
1994-1995	382	253	N/A	740	6,510
1995-1996	360	326	N/A	877	6,728
1996-1997	281	308	570	942	7,453
1997-1998	909	424	1,738	688	8,105
1998-1999	656	376	2,496	1,468	8,021
1999-2000	536	420	943	656	8,484
2000-2001	1,020	420	867	624	8,808
2001-2002	1,020	420	867	624	9,046
<b>Annual Releases</b>					
1994-1995	369	269	N/A	612	3,241
1995-1996	367	296	N/A	582	3,562
1996-1997	268	295	9	832	4,424
1997-1998	575	439	577	596	4,243
1998-1999	466	349	2,001	1,456	4,275
1999-2000	336	413	963	680	4,711
2000-2001	600	413	881	648	4,275
2001-2002	600	413	881	648	4,479
<b>Average Daily Census</b>					
1994-1995	135	541	N/A	1,301	12,297
1995-1996	139	554	N/A	1,417	12,908
1996-1997	116	554	25	1,481	13,371
1997-1998	279	632	1,392	1,482	14,941
1998-1999	391	701	1,679	1,480	15,712
1999-2000	393	715	1,965	1,485	16,547
2000-2001	450	800	2,016	1,506	18,010
2001-2002	450	800	2,016	1,676	18,607
<b>Cost Per Occupancy Day (Total Expenditures)**</b>					
1994-1995	\$61.91	\$145.91	N/A	\$34.54	\$50.53
1995-1996	\$59.83	\$140.47	N/A	\$34.42	\$49.36
1996-1997	\$78.85	\$160.17	\$42.79	\$34.02	\$50.20
1997-1998	\$51.17	\$136.85	\$41.02	\$33.46	\$47.62
1998-1999	\$44.39	\$130.85	\$40.59	\$34.23	\$47.42
1999-2000	\$45.82	\$133.09	\$40.87	\$35.49	\$47.16
2000-2001	\$47.25	\$124.73	\$40.84	\$36.81	\$48.27
2001-2002	\$47.25	\$124.73	\$41.54	\$37.17	\$48.05

WCBC: Wayne County Boot Camp

HCCF: Hardeman Co. Correctional Facility

DSNF: Lois DeBerry Special Needs Facility

SCCC: South Central Correctional Center

N/A = Indicates facilities were not in existence during the reporting period.

\*Total admissions and releases are department wide and will not equal the sum of the columns due to double counting caused by movement of inmates among the facilities.

\*\*FY 1994-95 to 1999-2000 are actual expenditures from all sources; 2000-01 to 2001-02 are estimates.

# Military Department

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The Military Department provides leadership, direction, and organization for the state's Army and Air National Guard and the Tennessee Emergency Management Agency. The department is separated into three programmatic areas:

- Administration
- National Guard
- Emergency Management.

## Administration

Administration performs all fiscal and administrative duties for the department, maintains war records of all soldiers from Tennessee, and oversees the maintenance of Tennessee Army National Guard armories. The Office of the Adjutant General and the Tennessee Defense Force also operate within this division.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>341.01 Administration</b>					
Full-Time	36	36	36	0	36
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>36</b>	<b>36</b>	<b>36</b>	<b>0</b>	<b>36</b>
Payroll	1,592,900	1,772,100	1,758,000	0	1,758,000
Operational	368,100	456,800	385,900	250,000	635,900
<b>Total</b>	<b>\$1,961,000</b>	<b>\$2,228,900</b>	<b>\$2,143,900</b>	<b>\$250,000</b>	<b>\$2,393,900</b>
State	1,545,100	1,684,900	1,599,900	250,000	1,849,900
Federal	384,100	516,300	510,000	0	510,000
Other	31,800	27,700	34,000	0	34,000
<b>341.10 Armories Utilities</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	2,586,700	3,010,700	3,010,700	100,000	3,110,700
<b>Total</b>	<b>\$2,586,700</b>	<b>\$3,010,700</b>	<b>\$3,010,700</b>	<b>\$100,000</b>	<b>\$3,110,700</b>
State	1,612,500	1,824,800	1,824,800	50,000	1,874,800
Federal	883,100	1,104,400	1,104,400	50,000	1,154,400
Other	91,100	81,500	81,500	0	81,500

## National Guard

The National Guard's primary objective is to be prepared as a first-line reserve for the active duty Army and Air Force. The National Guard is composed of full-time and part-time personnel. At the request of the Governor, the National Guard can also be called upon to assist in emergency situations such as riots, rescues, and disasters.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>341.02 Tennessee Army National Guard</b>					
Full-Time	64	85	85	0	85
Part-Time	0	0	0	0	0
Seasonal	8	12	12	0	12
<b>Total</b>	<b>72</b>	<b>97</b>	<b>97</b>	<b>0</b>	<b>97</b>
Payroll	2,616,100	4,356,700	4,356,700	0	4,356,700
Operational	1,844,300	3,229,300	3,229,300	150,000	3,379,300
<b>Total</b>	<b>\$4,460,400</b>	<b>\$7,586,000</b>	<b>\$7,586,000</b>	<b>\$150,000</b>	<b>\$7,736,000</b>
State	723,300	802,000	802,000	150,000	952,000
Federal	3,293,200	6,311,000	6,311,000	0	6,311,000
Other	443,900	473,000	473,000	0	473,000

### 341.03 Tennessee Air National Guard

Full-Time	193	193	193	1	194
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>193</b>	<b>193</b>	<b>193</b>	<b>1</b>	<b>194</b>
Payroll	5,101,200	6,491,100	6,491,100	16,300	6,507,400
Operational	3,498,500	3,953,900	3,953,900	0	3,953,900
<b>Total</b>	<b>\$8,599,700</b>	<b>\$10,445,000</b>	<b>\$10,445,000</b>	<b>\$16,300</b>	<b>\$10,461,300</b>
State	1,245,700	1,316,400	1,316,400	0	1,316,400
Federal	7,342,200	9,124,000	9,124,000	16,300	9,140,300
Other	11,800	4,600	4,600	0	4,600

### 341.07 Armories Maintenance

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	2,822,500	3,697,300	3,697,300	500,000	4,197,300
<b>Total</b>	<b>\$2,822,500</b>	<b>\$3,697,300</b>	<b>\$3,697,300</b>	<b>\$500,000</b>	<b>\$4,197,300</b>
State	852,800	736,700	736,700	500,000	1,236,700
Federal	1,879,000	2,853,100	2,853,100	0	2,853,100
Other	90,700	107,500	107,500	0	107,500

## Emergency Management

The Tennessee Emergency Management Agency (TEMA) is responsible for directing and assisting state and local governments in times of man-made or natural disasters. Its purpose is to warn of possible disasters and to protect the lives and property of Tennessee citizens and visitors should such an event occur.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>341.04 Tennessee Emergency Management Agency</b>					
Full-Time	80	81	81	0	81
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>80</b>	<b>81</b>	<b>81</b>	<b>0</b>	<b>81</b>
Payroll	2,959,400	3,551,600	3,551,600	0	3,551,600
Operational	3,944,300	3,931,400	3,931,400	970,000	4,901,400
<b>Total</b>	<b>\$6,903,700</b>	<b>\$7,483,000</b>	<b>\$7,483,000</b>	<b>\$970,000</b>	<b>\$8,453,000</b>
State	2,081,700	1,445,800	1,445,800	100,000	1,545,800
Federal	4,435,400	5,543,300	5,543,300	870,000	6,413,300
Other	386,600	493,900	493,900	0	493,900
<b>341.09 TEMA Disaster Relief Grants</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	60,900	0	0	0	0
Operational	30,607,600	5,000,000	5,000,000	0	5,000,000
<b>Total</b>	<b>\$30,668,500</b>	<b>\$5,000,000</b>	<b>\$5,000,000</b>	<b>\$0</b>	<b>\$5,000,000</b>
State	314,000	0	0	0	0
Federal	27,701,900	5,000,000	5,000,000	0	5,000,000
Other	2,652,600	0	0	0	0
<b>341.00 Department Total</b>					
Full-Time	373	395	395	1	396
Part-Time	0	0	0	0	0
Seasonal	8	12	12	0	12
<b>Total</b>	<b>381</b>	<b>407</b>	<b>407</b>	<b>1</b>	<b>408</b>
Payroll	12,330,500	16,171,500	16,157,400	16,300	16,173,700
Operational	45,672,000	23,279,400	23,208,500	1,970,000	25,178,500
<b>Total</b>	<b>\$58,002,500</b>	<b>\$39,450,900</b>	<b>\$39,365,900</b>	<b>\$1,986,300</b>	<b>\$41,352,200</b>
State	8,375,100	7,810,600	7,725,600	1,050,000	8,775,600
Federal	45,918,900	30,452,100	30,445,800	936,300	31,382,100
Other	3,708,500	1,188,200	1,194,500	0	1,194,500

# Tennessee Bureau of Investigation

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The Tennessee Bureau of Investigation (TBI) is responsible for assisting the District Attorneys General and local law enforcement agencies in the investigation and prosecution of criminal offenses. The Bureau's operations are grouped under five divisions:

- Administration
- Criminal Investigations
- Drug Investigations
- Forensic Services
- Information Services.

Administration provides overall direction and support for the Bureau. This division performs legal, personnel, payroll, fiscal, and administrative support services for the agency.

Criminal Investigations is organized into four units. The Field Operations unit investigates requests from the District Attorneys General or the TBI concerning criminal activity. The Criminal Intelligence unit compiles and analyzes information concerning criminal activity. Two investigative units, Drug Enforcement and Medicaid Fraud Control, focus on specific areas of criminal activity.

The Drug Investigations Division operates pursuant to the Bureau's original mission to investigate state drug and narcotics laws. Headquartered in Nashville, this division maintains four main offices statewide. In addition to conducting its own investigations, the division provides investigative, legal, and technical assistance to other state law enforcement agencies, district attorneys, police departments, and sheriff's offices. The division also participates in joint investigations with the various federal law enforcement agencies.

Forensic Services provides forensic examinations for the law enforcement community and medical examiners statewide. These examinations are performed at laboratories located in Nashville, Knoxville, Jackson, and Chattanooga. The main laboratory in Nashville specializes in serology, toxicology, latent fingerprint examination, ballistics analysis, and DNA testing. Drug chemistry and blood alcohol analysis are performed at all of the Bureau's labs.

Information Services provides support for investigative activities through records management, application development, systems operations, fingerprint identification, and uniform crime reporting. The operation of these services is housed in the Tennessee Crime Information Center (TCIC), along with various computer systems for criminal, investigative, and forensic information.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>348.00 Tennessee Bureau of Investigation</b>					
Full-Time	413	436	423	22	445
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>413</b>	<b>436</b>	<b>423</b>	<b>22</b>	<b>445</b>
Payroll	17,015,600	19,981,000	19,439,200	834,800	<b>20,274,000</b>
Operational	18,979,300	21,147,400	18,946,700	536,100	<b>19,482,800</b>
<b>Total</b>	<b>\$35,994,900</b>	<b>\$41,128,400</b>	<b>\$38,385,900</b>	<b>\$1,370,900</b>	<b>\$39,756,800</b>
State	19,376,800	24,657,100	24,436,400	931,900	<b>25,368,300</b>
Federal	5,627,700	6,665,000	6,375,200	0	<b>6,375,200</b>
Other	10,990,400	9,806,300	7,574,300	439,000	<b>8,013,300</b>

# Department of Safety

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The Department of Safety works to provide safe highways for Tennessee's citizens and visitors by strictly enforcing the laws governing the use of state and federal roads. The department also educates the public through driver safety programs and assists local law enforcement officers in special operations and training. Responsibilities of the department focus on the following areas:

- Administrative and Support Services
- Driver License Issuance
- Enforcement
- Education
- Titling and Registration
- Technical Services.

## Administrative and Support Services

Administrative and Support Services is responsible for the overall administration of the department and for providing basic support services for departmental operations. The Legal Division provides general legal counsel, administers the Drug Control Act, and enforces the Vehicle Identification Number (VIN) laws. This division also provides fiscal, personnel, supply, and internal audit functions.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>349.01 Administration</b>					
Full-Time	102	105	105	0	105
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>102</b>	<b>105</b>	<b>105</b>	<b>0</b>	<b>105</b>
Payroll	3,384,800	4,098,600	4,178,300	7,200	4,185,500
Operational	1,544,800	1,826,800	1,820,600	0	1,820,600
<b>Total</b>	<b>\$4,929,600</b>	<b>\$5,925,400</b>	<b>\$5,998,900</b>	<b>\$7,200</b>	<b>\$6,006,100</b>
State	4,663,700	5,575,200	5,654,900	7,200	5,662,100
Federal	0	0	0	0	0
Other	265,900	350,200	344,000	0	344,000
<b>349.07 Motor Vehicle Operations</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	6,300,100	7,205,800	7,205,800	0	7,205,800
<b>Total</b>	<b>\$6,300,100</b>	<b>\$7,205,800</b>	<b>\$7,205,800</b>	<b>\$0</b>	<b>\$7,205,800</b>
State	6,279,600	7,155,800	7,155,800	0	7,155,800
Federal	0	0	0	0	0
Other	20,500	50,000	50,000	0	50,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>349.12 Major Maintenance</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	198,900	249,000	249,000	0	249,000
<b>Total</b>	<b>\$198,900</b>	<b>\$249,000</b>	<b>\$249,000</b>	<b>\$0</b>	<b>\$249,000</b>
State	198,900	249,000	249,000	0	249,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

### Driver License Issuance

Driver License Issuance has the responsibility of issuing driving privileges to all persons who qualify under the Classified and Commercial Driver's License Act. The Handgun Permit program is also administered through this division.

#### 349.02 Driver License Issuance

Full-Time	291	290	290	0	290
Part-Time	13	13	13	0	13
Seasonal	0	0	0	0	0
<b>Total</b>	<b>304</b>	<b>303</b>	<b>303</b>	<b>0</b>	<b>303</b>
Payroll	7,464,200	8,385,800	8,474,100	1,000	8,475,100
Operational	6,580,700	9,746,200	8,246,200	1,789,200	10,035,400
<b>Total</b>	<b>\$14,044,900</b>	<b>\$18,132,000</b>	<b>\$16,720,300</b>	<b>\$1,790,200</b>	<b>\$18,510,500</b>
State	0	2,780,500	1,768,300	1,790,200	3,558,500
Federal	0	0	0	0	0
Other	14,044,900	15,351,500	14,952,000	0	14,952,000

### Enforcement

The department's enforcement efforts focus on roadway safety, criminal investigation, and other safety-related functions.

The Tennessee Highway Patrol (THP) enforces motor vehicle laws, investigates accidents, provides assistance to motorists, and assists other police organizations in unusual assignments. The Commercial Vehicle Enforcement Division governs the operation of commercial vehicles with priority being placed on dimension and weight limits, inspection, licenses, permits, and motor vehicle tax requirements. The THP also maintains radio contact between all field officers and dispatch centers in the state; thereby providing emergency service to motorists and enabling officers to request support when needed.

The Capitol Police and Pupil Transportation sections are involved with non-highway safety concerns. Focusing on the safety of state property and employees, the Capitol Police section provides special security for the State Capitol and all state office buildings in Davidson County. The Pupil Transportation section is responsible for the inspection of all school buses and the training of school bus drivers.

The Criminal Investigations Division provides investigative support on felony cases. This is accomplished through auto theft investigations, odometer fraud investigations, and the inspection of rebuilt motor vehicles. It also trains local law enforcement agencies in identifying and investigating such crimes.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>349.03 Highway Patrol</b>					
Full-Time	1,098	1,098	1,098	0	<b>1,098</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>1,098</b>	<b>1,098</b>	<b>1,098</b>	<b>0</b>	<b>1,098</b>
Payroll	47,782,200	55,086,500	54,388,400	1,741,300	<b>56,129,700</b>
Operational	13,148,400	16,657,700	15,492,000	1,134,100	<b>16,626,100</b>
<b>Total</b>	<b>\$60,930,600</b>	<b>\$71,744,200</b>	<b>\$69,880,400</b>	<b>\$2,875,400</b>	<b>\$72,755,800</b>
State	55,398,900	64,546,100	63,703,400	2,875,400	<b>66,578,800</b>
Federal	2,512,700	4,017,000	3,415,000	0	<b>3,415,000</b>
Other	3,019,000	3,181,100	2,762,000	0	<b>2,762,000</b>
<b>349.06 Auto Theft Investigations</b>					
Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	17,600	350,000	350,000	0	<b>350,000</b>
<b>Total</b>	<b>\$17,600</b>	<b>\$350,000</b>	<b>\$350,000</b>	<b>\$0</b>	<b>\$350,000</b>
State	0	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	17,600	350,000	350,000	0	<b>350,000</b>
<b>349.14 C.I.D. Anti-Theft Unit</b>					
Full-Time	10	10	10	0	<b>10</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>10</b>	<b>10</b>	<b>10</b>	<b>0</b>	<b>10</b>
Payroll	510,400	617,200	617,200	15,700	<b>632,900</b>
Operational	25,900	54,300	54,300	0	<b>54,300</b>
<b>Total</b>	<b>\$536,300</b>	<b>\$671,500</b>	<b>\$671,500</b>	<b>\$15,700</b>	<b>\$687,200</b>
State	536,300	671,500	671,500	15,700	<b>687,200</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

## Education

The Driver and Motorcycle Rider Education programs use the news media, pamphlets, films, videotapes, and other instructional materials to educate the motoring public regarding the safe operation of their vehicles.

The Tennessee Law Enforcement Training Academy provides training for all state and local enforcement recruits, excluding those in the four major metropolitan areas. Specialized training for graduated officers is offered in all areas of law enforcement, including topics such as criminal investigations, drug trafficking, traffic control, officer management training, survival techniques, gang enforcement, domestic violence, school violence management and school officer training.

The academy staffs the Tennessee Peace Officers Standards and Training (POST) Commission which is responsible for enforcing standards and training for all local police officers. This commission also administers the police officer salary supplement program to all eligible police officers.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>349.04 Motorcycle Rider Education</b>					
Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	65,500	80,700	92,900	0	92,900
Operational	119,000	83,000	83,000	0	83,000
<b>Total</b>	<b>\$184,500</b>	<b>\$163,700</b>	<b>\$175,900</b>	<b>\$0</b>	<b>\$175,900</b>
State	184,500	163,700	175,900	0	175,900
Federal	0	0	0	0	0
Other	0	0	0	0	0
<b>349.08 Driver Education</b>					
Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	83,400	118,800	118,800	2,500	121,300
Operational	63,600	531,300	100,000	0	100,000
<b>Total</b>	<b>\$147,000</b>	<b>\$650,100</b>	<b>\$218,800</b>	<b>\$2,500</b>	<b>\$221,300</b>
State	147,000	650,100	218,800	2,500	221,300
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>349.09 TN Law Enforcement Training Academy</b>					
Full-Time	27	26	24	1	25
Part-Time	2	2	2	0	2
Seasonal	0	0	0	0	0
<b>Total</b>	<b>29</b>	<b>28</b>	<b>26</b>	<b>1</b>	<b>27</b>
Payroll	1,168,200	1,107,900	1,198,300	77,100	1,275,400
Operational	1,343,100	1,905,800	1,793,000	134,500	1,927,500
<b>Total</b>	<b>\$2,511,300</b>	<b>\$3,013,700</b>	<b>\$2,991,300</b>	<b>\$211,600</b>	<b>\$3,202,900</b>
State	1,762,900	1,708,600	1,771,300	211,600	1,982,900
Federal	0	0	0	0	0
Other	748,400	1,305,100	1,220,000	0	1,220,000

#### 349.10 P.O.S.T. Commission

Full-Time	2	2	2	0	2
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>2</b>	<b>2</b>	<b>2</b>	<b>0</b>	<b>2</b>
Payroll	70,300	79,200	84,900	0	84,900
Operational	6,436,900	6,727,500	6,727,500	467,000	7,194,500
<b>Total</b>	<b>\$6,507,200</b>	<b>\$6,806,700</b>	<b>\$6,812,400</b>	<b>\$467,000</b>	<b>\$7,279,400</b>
State	6,507,200	6,806,700	6,812,400	467,000	7,279,400
Federal	0	0	0	0	0
Other	0	0	0	0	0

### Titling and Registration

Titling and Registration is responsible for issuing, recording, and enforcing ownership titles; regulating the sale and distribution of vehicle license plates; and regulating vehicle registration renewals through the county clerks.

#### 349.11 Titling and Registration

Full-Time	189	187	187	0	187
Part-Time	7	7	7	0	7
Seasonal	0	0	0	0	0
<b>Total</b>	<b>196</b>	<b>194</b>	<b>194</b>	<b>0</b>	<b>194</b>
Payroll	4,933,500	5,502,500	5,572,100	0	5,572,100
Operational	15,566,900	24,613,600	18,310,200	520,900	18,831,100
<b>Total</b>	<b>\$20,500,400</b>	<b>\$30,116,100</b>	<b>\$23,882,300</b>	<b>\$520,900</b>	<b>\$24,403,200</b>
State	12,717,500	15,647,800	16,002,300	520,900	16,523,200
Federal	0	0	0	0	0
Other	7,782,900	14,468,300	7,880,000	0	7,880,000

## Technical Services

Technical Services is responsible for a variety of services intended to assist other divisions within the department. This division is divided into two programmatic areas: Financial Responsibility and Information Systems. Through the Financial Responsibility program, the driving privileges of drivers convicted of statutory offenses are revoked or suspended. Statutory offenses include failure to appear in court, failure to pay fines, and court costs after conviction. This division also certifies the financial responsibility of drivers convicted of certain offenses or involved in accidents.

Management of the department's databases by Information Systems includes maintaining the driver histories for 4.9 million drivers. Information Systems also monitors and evaluates drivers convicted of traffic offenses for the Driver Improvement Program. This division also gathers, analyzes, interprets, and distributes enforcement and accident data for departmental analysis and public information.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>349.13 Technical Services</b>					
Full-Time	170	173	173	5	178
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>170</b>	<b>173</b>	<b>173</b>	<b>5</b>	<b>178</b>
Payroll	4,360,300	5,463,200	5,641,400	104,900	5,746,300
Operational	3,065,000	3,341,500	3,186,500	178,800	3,365,300
<b>Total</b>	<b>\$7,425,300</b>	<b>\$8,804,700</b>	<b>\$8,827,900</b>	<b>\$283,700</b>	<b>\$9,111,600</b>
State	0	671,800	848,300	283,700	1,132,000
Federal	0	0	0	0	0
Other	7,425,300	8,132,900	7,979,600	0	7,979,600
<b>349.00 Department Total</b>					
Full-Time	1,893	1,895	1,893	6	1,899
Part-Time	22	22	22	0	22
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,915</b>	<b>1,917</b>	<b>1,915</b>	<b>6</b>	<b>1,921</b>
Payroll	69,822,800	80,540,400	80,366,400	1,949,700	82,316,100
Operational	54,410,900	73,292,500	63,618,100	4,224,500	67,842,600
<b>Total</b>	<b>\$124,233,700</b>	<b>\$153,832,900</b>	<b>\$143,984,500</b>	<b>\$6,174,200</b>	<b>\$150,158,700</b>
State	88,396,500	106,626,800	105,031,900	6,174,200	111,206,100
Federal	2,512,700	4,017,000	3,415,000	0	3,415,000
Other	33,324,500	43,189,100	35,537,600	0	35,537,600

## Law, Safety and Correction

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Alcoholic Beverage Commission</b>				
<b>•Regulatory</b>				
Inspect regulated alcoholic beverage businesses	Inspections	2,337	2,370	2,370
License non-resident distributors	Licenses issued	571	571	571
License wholesalers	Licenses issued	22	22	22
License retail package stores	Licenses issued	491	495	495
License restaurants	Licenses issued	1,524	1,550	1,550
License private clubs	Licenses issued	234	235	235
License caterers	Licenses issued	38	40	40
License wineries	Licenses issued	25	25	25
License distilleries	Licenses issued	3	3	3
Encourage compliance to alcoholic beverage laws	Regulatory citations issued	1,291	1,300	1,300
Ensure voluntary compliance with citations	Consent orders signed by cited businesses	1,182	1,200	1,200
<b>•Enforcement</b>				
Investigate alcoholic beverage criminal activity	Cases investigated	199	200	200
Enforce alcoholic beverage laws	Arrests	140	150	150
Investigate coincidental drug activity	Drug cases investigated	142	145	145
Enforce drug laws	Arrests	85	90	90
Investigate coincidental gambling activity	Gambling cases investigated	1	5	5
Enforce gambling laws	Arrests	1	1	1
Investigate impersonations of agents	Impersonation cases investigated	2	2	2
Enforce laws related to impersonating agents	Arrests	2	2	2
Eradicate marijuana	Marijuana plants eradicated	464,777	470,000	470,000
<b>•Server Training Program</b>				
Ensure adequate server awareness training	Server trainers licensed	312	315	315
Require alcohol server awareness training	Servers trained	19,466	20,000	20,000

**Law, Safety and Correction**  
**Performance Measures and Program Information**

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>TRICOR</b>				
<b>• Administration</b>				
Increase inmate employment	Inmates employed	900	990	1,089
Increase inmate outplacement program	Inmates placed in jobs	50	89	98
<b>• Industry Operations</b>				
Improve delivery times	Number of days to deliver product	7	7	5
Improve product quality	Number of customer complaints	111	60	48
<b>• Agricultural Operations</b>				
Increase dairy production	Milk cows on-line	300	324	330
<b>Tennessee Corrections Institute</b>				
<b>• Inspecting Jails</b>				
Inspect all local facilities	Facility inspections	127	130	130
<b>• Train Local Correctional Personnel</b>				
Provide adequate training	Hours	42,896	64,800	65,000
<b>Board of Probation &amp; Parole</b>				
<b>• Community Corrections</b>				
Supervise felons sentenced to community corrections	Supervised population	4,598	4,800	5,207
<b>• Probation and Parole</b>				
Manage caseloads	Average caseload per officer	98	100	89
Supervise costs effectively	Cost per day	\$2.41	\$2.37	\$2.95
Supervise parolees	Parolee population	7,398	7,900	7,900
Supervise probationers	Probationer population	31,487	32,300	32,300
<b>• Hearing Officer Division</b>				
Provide paperless parole hearing	Paperless parole hearings	15,732	16,256	16,500
<b>• Training Division</b>				
Provide adequate training	Average training hours per employee	42.09	42.55	42.55
Provide adequate training	Employees trained	938	940	940
Provide adequate training	Total training hours	39,488	40,000	40,000

**Law, Safety and Correction**  
**Performance Measures and Program Information**

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Department of Correction</b>				
<b>• State Prosecutions</b>				
House felons in local jails	Cost per day	\$44.56	\$44.38	\$42.30
House felons in local jails	Local jail population	6,494	6,620	6,945
<b>• Tennessee Correction Academy</b>				
Provide employee training	Employees trained	8,487	8,830	8,830
Provide employee training	Training hours	302,973	463,896	463,896
<b>• Warehouse</b>				
Provide inventory controls	Internal audit compliance	89%	100%	100%
<b>• Commissary</b>				
Provide secure commissary	Internal audit compliance	96%	100%	100%
<b>• Dietary</b>				
Provide cost efficient meals	Cost per day	\$3.69	\$3.35	\$3.35
Provide nutritional meals	Number of meals	5,250,413	5,691,500	5,691,500
<b>• Inmate Records</b>				
Maintain inmate files	Inmate population	16,547	18,010	18,607
<b>• Security</b>				
Maintain institutional security	Assaults on inmates	455	0	0
Maintain institutional security	Escapes	20	0	0
Maintain institutional security	Homicides	2	0	0
Maintain institutional security	Suicides	1	0	0
Maintian institutional security	Assaults on staff	694	0	0
<b>• Classification Management</b>				
Facilitate admissions	Annual admissions	8,484	8,808	9,046
<b>• Health Services</b>				
Provide health services	Internal audit compliance	95%	100%	100%
<b>• Mental Health</b>				
Provide mental health services	Internal audit compliance	87%	100%	100%
<b>• Case Management</b>				
Provide counseling services	Internal audit compliance	95%	100%	100%

**Law, Safety and Correction**  
**Performance Measures and Program Information**

<b>Program Objective</b>	<b>Measure</b>	<b>Actual 1999-2000</b>	<b>Estimated 2000-2001</b>	<b>Estimated 2001-2002</b>
<b>• Education</b>				
Provide educational programs	Inmates receiving General Education Development diploma	609	700	700
Provide vocational programs	Vocational graduates	651	700	700
<b>• Community Service Work Crews</b>				
Provide community work crews	Total work crew hours	1,471,104	1,500,000	1,500,000
<b>Military Department</b>				
<b>• Recruiting and Training</b>				
Recruit new personnel into the National Guard	New personnel processed into Guard	1,709	1,901	2,105
Provide training to National Guard personnel	Personnel trained	1,878	2,002	1,525
<b>• Military Readiness</b>				
Protect facilities from terrorist activities, vandalism and other malicious acts	Value of assets protected (millions)	\$175	\$177	\$190
Maintain all military facilities across the state	Work orders issued	61,897	62,017	63,590
Install and maintain security measures at all armories	Work orders completed	896	926	990
<b>• Emergency Management Activities</b>				
Disaster assistance activities	Disaster assistance open contracts	423	227	255
Provide emergency assistance to local communities	Local emergency management contracts	65	71	76
Provide emergency management training opportunities	Emergency management training exercises	31	35	36
Provide terrorism management training opportunities	Terrorism management training activities	70	40	40

**Law, Safety and Correction**  
**Performance Measures and Program Information**

<b>Program Objective</b>	<b>Measure</b>	<b>Actual 1999-2000</b>	<b>Estimated 2000-2001</b>	<b>Estimated 2001-2002</b>
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**Tennessee Bureau of Investigation**

**•Criminal Investigations**

Respond to criminal activities	Convictions	505	515	515
Respond to criminal activities	TBI cases opened	578	585	585
Respond to criminal activities	TBI cases closed	331	345	345
Assist in Medicaid fraud investigations	Convictions	16	20	20
Assist in Medicaid fraud investigations	TBI cases opened	61	65	65
Assist in Medicaid fraud investigations	TBI cases closed	51	55	55
Investigate and reduce narcotics activities	TBI cases opened	239	245	245
Investigate and reduce narcotics activities	TBI cases closed	315	320	320
Perform forensic activities as needed	Forensic services	13,710	13,835	13,835
Perform forensic activities as needed	Fingerprint analysis and investigations	1,271	1,300	1,300
Perform forensic activities as needed	Crime scene analysis	17	20	20

**•Training and Records**

Maintain sex offender registry database	Subjects registered	4,234	4,500	4,500
Decrease number of illegal weapons sales	Tennessee Instant Check System (TICS) transactions denied	6,323	6,400	6,400
Decrease number of illegal weapons sales	Tennessee Instant Check System (TICS) transactions approved	4,590	4,600	4,600
Decrease number of illegal weapons sales	Wanted persons identified	193	200	200
Decrease number of illegal weapons sales	Stolen firearms identified	243	250	250
Maintain adequate fingerprint records	Fingerprint cards processed	265,278	266,000	266,000
Maintain adequate fingerprint records	Local training and support	228	230	230
Train public entities in uniform crime reporting techniques	Agencies trained	511	515	515

## Law, Safety and Correction

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Safety</b>				
<b>•Law Enforcement</b>				
Maintain public safety and enforce the law	Accidents investigated	28,211	28,493	32,943
Maintain public safety and enforce the law	DUI citations issued	5,093	5,144	5,518
Maintain public safety and enforce the law	Child restraint citations issued	6,791	7,016	8,203
Maintain public safety and enforce the law	Other citations issued	383,674	398,567	407,157
Ensure proper collection of fuel taxes	International Fuel Tax Agreement (IFTA) audits completed	89	126	126
Enforce Tennessee title laws	Title fraud investigations	184	208	233
Consumer protection against odometer fraud	Odometer tampering investigations	90	114	138
Reduce automobile theft incidents	Auto theft investigations	294	318	342
Reduce automobile theft incidents	Recovered stolen vehicles	233	245	257
<b>•Licensing and Registration</b>				
Process vehicle registrations	Vehicle registrations	5,720,000	5,892,461	5,892,461
Process titles for vehicles	Titles issued	2,218,495	2,329,420	2,350,000
Reduce customer wait time at licensing stations	Average wait time (minutes)	143	90	60
Issue handgun carry permit renewals	Average turn around (days)	n/a	30	20
<b>•Pupil Transportation</b>				
Promote pupil safety through school bus driver training	School bus driver certifications	12,179	13,000	13,000
Promote pupil safety through school bus inspections	School busses inspected	12,200	13,000	13,000
<b>•Training</b>				
Train law enforcement personnel	Specialized training schools offered	36	44	40
Train law enforcement personnel	Traffic investigation schools offered	2	3	4



# Resources and Regulation

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# Resources and Regulation

Recommended Budget, Fiscal Year 2001 – 2002

**T**he Resources and Regulation functional group includes eight agencies that promote and protect the state's natural, historical, and cultural resources and its consumers and workers.

Three departments promote consumer protection and safety in the work place:

- Department of Commerce and Insurance
- Department of Financial Institutions
- Department of Labor and Workforce Development.

These departments regulate and promote education in businesses and occupations to ensure professionalism and consumer safety; regulate insurance, commercial banking, and money-lending industries to ensure soundness and protect the interests of depositors and policy-holders; and regulate the work-place to ensure worker health and safety, fair wages, and compensation for work-related injuries.

Three agencies promote and protect cultural and historical resources:

- Tennessee Arts Commission
- Tennessee State Museum
- Tennessee Historical Commission.

Together, these agencies promote interest, education, and participation in the arts through financial support to artists and supporters of the arts; protect and preserve artifacts that are significant to our natural and cultural history; and promote the preservation of and public access to historical sites across the state through purchase and financial support.

The following two agencies promote and ensure the conservation of Tennessee's agricultural, environmental, and natural resources:

- Department of Environment and Conservation

- Tennessee Wildlife Resources Agency.

These agencies promote preservation of the state's environmental resources, protection from hazardous waste and radiation exposure, and reclamation of abandoned lands; promote natural resources through recreation on public and private lands, including the state's archaeological, geological, and park resources; protect and conserve all species of wildlife native to the state; administer the hunter and boating safety laws; enforce the litter control laws; stabilize river banks; and maintain drainage patterns to conserve agricultural land in West Tennessee.

## Improvement Highlights

### Tennessee Arts Commission

The budget recommends \$32,300 from federal revenues to improve preservation of Tennessee's folk art heritage.

### Department of Environment and Conservation

The budget provides \$3 million for state parks maintenance, which will reduce the backlog of deferred maintenance and maintain the current level of activity. Improvement funding of \$500,000 also is recommended to continue major maintenance projects of the West Tennessee River Basin Authority.

Also included is an improvement of \$857,200, including \$250,000 from state appropriations, to provide funds for state parks operations. This improvement will fund eleven full-time and two part-time positions to staff the expanded Natchez Trace State Park facilities. The improvement also will provide funds to replace vehicles, which is the state funded amount; purchase equipment; conduct staff training, and promote retail marketing of the parks.

Improvement funding of \$132,500 is also recommended to provide funding for four positions and operational costs in order to manage land and facilities transferred to Tims Ford State Park under the Tennessee Elk River resource management program.

**Tennessee Wildlife Resources Agency**

The recommended budget provides \$2 million from TWRA funds for initiatives of the Tennessee Wildlife Resources Agency. This includes funds for statutory salary increases, boating safety, capital projects, wildlife management, and operational needs.

**Department of Commerce and Insurance**

The Administration recommends \$1,243,700 in departmental revenues to fund eleven insurance examiner positions and three cemetery and funeral establishment trust fund auditors. Also included in the recommended budget is \$82,300 in departmental revenues to fully implement the limited electrician license law, which allows certification of residential electric work.

The Administration recommends \$1.7 million, which includes \$1.2 million in state appropriations, to fund the final phase-in of

operational costs of the fire and codes academy and to fund five additional positions. Funding is also included for computer hardware and software replacement throughout the entire department.

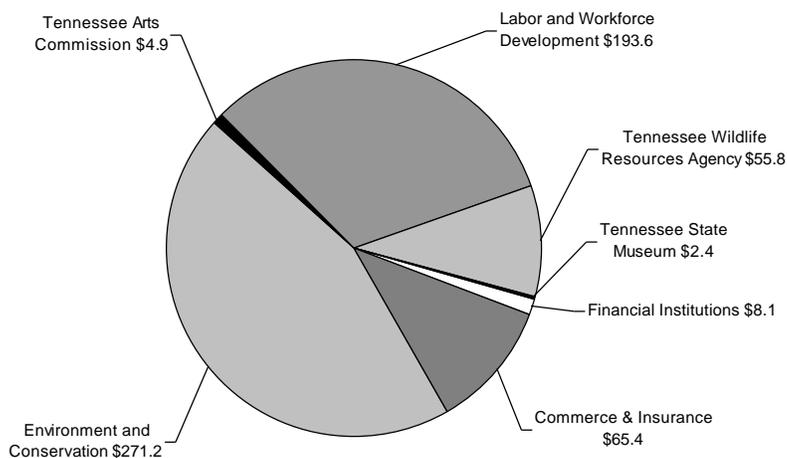
**Department of Labor and Workforce Development**

The budget includes \$1.6 million, including \$320,500 in state funding, to provide adult basic education services for an additional 5,000 adults, to purchase updated General Education Development (GED) curricula and English as a Second Language (ESL) material, and to provide new technology training for instructional staff. Also included is \$151,900 to fund the full implementation of the Uninsured Employers Fund law.

The recommended budget also includes \$85,200 in departmental revenues to fund two additional elevator inspectors required by increased construction activity.

The following graph depicts the manner in which funds are divided among the departments within the group. Funding mixes within each department vary, as some are exclusively state funded, while others represent state, federal, and other sources of funding.

**Resources and Regulation  
FY 2001 - 2002 Recommended**



In Millions  
\$601,362,100 Total

## Resources and Regulation Total Personnel and Funding

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Recommended 2001-2002</u>
<b>Personnel</b>			
Full Time	5,274	5,339	5,387
Part Time	884	899	901
Seasonal	627	627	628
<b>TOTAL</b>	<b>6,785</b>	<b>6,865</b>	<b>6,916</b>
<b>Expenditures</b>			
Payroll	\$186,420,500	\$221,120,500	\$221,493,200
Operational	343,454,600	402,303,000	379,868,900
<b>TOTAL</b>	<b>\$529,875,100</b>	<b>\$623,423,500</b>	<b>\$601,362,100</b>
<b>Funding</b>			
State	\$195,327,400	\$242,219,700	\$242,394,200
Federal	173,902,600	214,695,400	207,068,300
Other	160,645,100	166,508,400	151,899,600

**Resources and Regulation  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>Tennessee Arts Commission</b>					
<b>• Folk Arts</b>					
To provide funding for a folk arts coordinator in order to improve the preservation of Tennessee's folk art heritage. This will allow additional research, documentation, and archiving of the folk arts. Funding is from the National Endowment for the Arts.					
<b>316.25 Tennessee Arts Commission</b>	\$0	\$32,300	\$0	\$32,300	1
<b>Sub-total</b>	\$0	\$32,300	\$0	\$32,300	1
<b>Total Tennessee Arts Commission</b>	<b>\$0</b>	<b>\$32,300</b>	<b>\$0</b>	<b>\$32,300</b>	<b>1</b>
<b>Environment and Conservation</b>					
<b>• State Parks Maintenance</b>					
To provide increased funding for state parks maintenance in order to reduce the backlog of deferred maintenance and maintain the current level of activity, as the previous special non-recurring appropriation is exhausted.					
<b>327.15 Tennessee State Parks Maintenance</b>	\$3,000,000	\$0	\$0	\$3,000,000	0
<b>Sub-total</b>	\$3,000,000	\$0	\$0	\$3,000,000	0
<b>• West Tennessee Rivers Maintenance</b>					
To provide funding to continue major maintenance projects of the West Tennessee River Basin Authority.					
<b>327.24 West Tennessee River Basin Authority Maintenance</b>	\$500,000	\$0	\$0	\$500,000	0
<b>Sub-total</b>	\$500,000	\$0	\$0	\$500,000	0
<b>• State Parks Operations</b>					
To provide funds for 11 full-time and two part-time positions to staff expanded Natchez Trace State Park facilities; for retail marketing, equipment and staff training at major parks, and to replace old, high mileage vehicles necessary to manage state parks.					
<b>327.12 Tennessee State Parks</b>	\$250,000	\$0	\$607,200	\$857,200	13
<b>Sub-total</b>	\$250,000	\$0	\$607,200	\$857,200	13
<b>• Elk River Lands</b>					
To provide funding for three positions and operational costs in order to manage land and facilities transferred to Tims Ford State Park under the Tennessee Elk River resource management program.					
<b>327.12 Tennessee State Parks</b>	\$132,500	\$0	\$0	\$132,500	4
<b>Sub-total</b>	\$132,500	\$0	\$0	\$132,500	4
<b>Total Environment and Conservation</b>	<b>\$3,882,500</b>	<b>\$0</b>	<b>\$607,200</b>	<b>\$4,489,700</b>	<b>17</b>

## Resources and Regulation Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>Tennessee Wildlife Resources Agency</b>					
<b>• Mandated Salary Increases</b>					
To provide funding for salary increases for the agency's officers, biologists, and other unique positions as mandated by TCA 70-1-309.					
328.01 Wildlife	\$873,700	\$0	\$0	\$873,700	0
328.02 Boating	\$115,400	\$0	\$0	\$115,400	0
<b>Sub-total</b>	<b>\$989,100</b>	<b>\$0</b>	<b>\$0</b>	<b>\$989,100</b>	<b>0</b>
<b>• Wildlife Management</b>					
To provide funding for maintaining base operations despite declining federal funds; for one position to increase information dissemination and program promotion in West Tennessee; and for two positions to improve communications between hunters and fishermen and agency regional offices.					
328.01 Wildlife	\$644,200	\$0	\$0	\$644,200	3
<b>Sub-total</b>	<b>\$644,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$644,200</b>	<b>3</b>
<b>• Boating Enforcement</b>					
To provide funding for an additional boating safety officer in Chattanooga and to effectively investigate boat accidents in East Tennessee; and for two positions to input and analyze accident and violation data.					
328.02 Boating	\$54,300	\$163,000	\$0	\$217,300	3
<b>Sub-total</b>	<b>\$54,300</b>	<b>\$163,000</b>	<b>\$0</b>	<b>\$217,300</b>	<b>3</b>
<b>• Capital Outlay</b>					
To provide funding for capital projects and maintenance recommended in the Capital Budget. The capital projects include the Nashville central office roof replacement, Region 4 fisheries lab and office upgrade, and a boating work base storage building.					
328.01 Wildlife	\$220,000	\$0	\$0	\$220,000	0
328.02 Boating	\$120,000	\$0	\$0	\$120,000	0
<b>Sub-total</b>	<b>\$340,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$340,000</b>	<b>0</b>
<b>Total Tennessee Wildlife Resources Agency</b>	<b>\$2,027,600</b>	<b>\$163,000</b>	<b>\$0</b>	<b>\$2,190,600</b>	<b>6</b>

### Commerce & Insurance

#### • Insurance Examination

To provide funding to strengthen the insurance examination process by providing eleven additional examiner positions and operating costs.

335.02 Insurance	\$0	\$0	\$1,057,000	\$1,057,000	11
<b>Sub-total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,057,000</b>	<b>\$1,057,000</b>	<b>11</b>

## Resources and Regulation Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>• Fire and Codes Academy</b>					
To provide funding to complete phase-in of operational costs of the fire and codes academy and for five additional positions, including four instructors and one support position.					
<b>335.07 Fire and Codes Enforcement Academy</b>	\$1,207,300	\$0	\$454,900	\$1,662,200	5
<b>Sub-total</b>	\$1,207,300	\$0	\$454,900	\$1,662,200	5
<b>• Computer Replacement</b>					
To provide funding for computer hardware and software replacement.					
<b>335.01 Administration</b>	\$0	\$0	\$100,500	\$100,500	0
<b>335.02 Insurance</b>	\$0	\$0	\$102,900	\$102,900	0
<b>335.03 Fire Prevention</b>	\$0	\$0	\$141,500	\$141,500	0
<b>335.04 TennCare Oversight</b>	\$0	\$0	\$4,000	\$4,000	0
<b>335.05 Securities</b>	\$0	\$0	\$35,800	\$35,800	0
<b>335.06 Consumer Affairs</b>	\$15,700	\$0	\$0	\$15,700	0
<b>335.07 Fire and Codes Enforcement Academy</b>	\$5,000	\$0	\$0	\$5,000	0
<b>335.08 911 Emergency Communications Fund</b>	\$600	\$0	\$0	\$600	0
<b>335.10 Regulatory Boards</b>	\$43,900	\$0	\$0	\$43,900	0
<b>Sub-total</b>	\$65,200	\$0	\$384,700	\$449,900	0
<b>• Eternal Burial Services Audits</b>					
To provide funding for additional auditors of cemetery and funeral establishment trust funds, because of the workload increase resulting from a change from two-year to annual audits.					
<b>335.10 Regulatory Boards</b>	\$0	\$0	\$186,700	\$186,700	3
<b>Sub-total</b>	\$0	\$0	\$186,700	\$186,700	3
<b>• Limited Electrician Licenses</b>					
To provide funding for the full implementation of the limited electrician license law, which allows certification of residential electrical work.					
<b>335.03 Fire Prevention</b>	\$0	\$0	\$82,300	\$82,300	0
<b>Sub-total</b>	\$0	\$0	\$82,300	\$82,300	0
<b>Total Commerce &amp; Insurance</b>	<b>\$1,272,500</b>	<b>\$0</b>	<b>\$2,165,600</b>	<b>\$3,438,100</b>	<b>19</b>

## Labor and Workforce Development

### • Adult Basic Education

To provide funding for adult basic education services for an additional 5,000 adults; to purchase updated General Educational Development (GED) curricula and English as a Second Language (ESL) material; and to provide new technology training for instructional staff.

<b>337.09 Adult Basic Education</b>	\$320,500	\$1,273,800	\$0	\$1,594,300	0
<b>Sub-total</b>	\$320,500	\$1,273,800	\$0	\$1,594,300	0

**Resources and Regulation  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• Uninsured Employers</b>					
To provide funding for the full implementation of the Uninsured Employers Fund law. This fund was established to help protect workers from employers who fail to comply with the coverage requirements of the state's workers' compensation insurance laws.					
<b>337.14 Uninsured Employers Fund</b>	\$151,900	\$0	\$0	\$151,900	6
<b>Sub-total</b>	\$151,900	\$0	\$0	\$151,900	6
<b>• Elevator Inspectors</b>					
To provide funding for additional elevator inspectors due to increased construction activity.					
<b>337.05 Boilers and Elevators</b>	\$0	\$0	\$85,200	\$85,200	2
<b>Sub-total</b>	\$0	\$0	\$85,200	\$85,200	2
<b>Total Labor and Workforce Development</b>	<b>\$472,400</b>	<b>\$1,273,800</b>	<b>\$85,200</b>	<b>\$1,831,400</b>	<b>8</b>
<b>Total Resources and Regulation</b>	<b>\$7,655,000</b>	<b>\$1,469,100</b>	<b>\$2,858,000</b>	<b>\$11,982,100</b>	<b>51</b>

# Tennessee Arts Commission

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The Tennessee Arts Commission promotes interest and participation in the performing, visual, and literary arts by providing financial support to artists, arts organizations, and arts supporters. This financial support includes:

- Supporting not-for-profit organizations and events through various grant programs
- Matching private contributions with federal funds to provide technical assistance and other services.

The commission increases public awareness of arts opportunities by producing newsletters and special publications. It also provides program and operational support to the Tennessee State Museum.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.25 Tennessee Arts Commission</b>					
Full-Time	17	17	17	1	<b>18</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>1</b>	<b>18</b>
Payroll	648,200	726,100	726,100	29,300	<b>755,400</b>
Operational	4,049,500	4,354,300	4,144,500	3,000	<b>4,147,500</b>
<b>Total</b>	<b>\$4,697,700</b>	<b>\$5,080,400</b>	<b>\$4,870,600</b>	<b>\$32,300</b>	<b>\$4,902,900</b>
State	4,119,000	4,506,600	4,306,600	0	<b>4,306,600</b>
Federal	578,700	573,800	564,000	32,300	<b>596,300</b>
Other	0	0	0	0	<b>0</b>

# Tennessee State Museum

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The Tennessee State Museum collects, preserves, interprets, and exhibits artifacts that are significant to the natural and cultural history of Tennessee. The museum's primary duties include:

- Conserving, storing, and providing security for the museum's collections
- Sponsoring national and regional exhibits of significance
- Providing technical assistance in the conservation and restoration of artifacts for the development of new museums
- Providing Tennessee citizens with educational programs and services
- Maintaining administrative oversight of the National Civil Rights Museum.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.27 Tennessee State Museum</b>					
Full-Time	33	35	35	0	35
Part-Time	2	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>35</b>	<b>35</b>	<b>35</b>	<b>0</b>	<b>35</b>
Payroll	1,217,300	1,346,900	1,346,900	0	<b>1,346,900</b>
Operational	1,249,700	1,276,100	1,055,100	0	<b>1,055,100</b>
<b>Total</b>	<b>\$2,467,000</b>	<b>\$2,623,000</b>	<b>\$2,402,000</b>	<b>\$0</b>	<b>\$2,402,000</b>
State	2,414,400	2,402,000	2,402,000	0	<b>2,402,000</b>
Federal	0	0	0	0	<b>0</b>
Other	52,600	221,000	0	0	<b>0</b>

# Department of Environment and Conservation

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The Department of Environment and Conservation enhances the quality of life for all Tennesseans by protecting, preserving, and improving the quality of Tennessee's air, land, and water; providing an understandable and responsive regulatory system; conserving and promoting Tennessee's natural and cultural resources; and providing a variety of quality recreational experiences. The department operates under four bureaus:

- Administration
- Conservation Services
- Environment
- Tennessee State Parks.

## Administration

Administration provides overall policy management and support services, including environmental policy, fiscal services, human resources, information systems, internal audit, legal services, marketing development, and public information to all areas of the department. Administration also provides direction and supervision to the Tennessee Elk River Resources Management division.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>327.01 Administrative Services</b>					
Full-Time	175	175	175	0	175
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>175</b>	<b>175</b>	<b>175</b>	<b>0</b>	<b>175</b>
Payroll	6,322,400	7,344,100	7,471,900	0	7,471,900
Operational	3,971,400	3,715,000	3,587,200	0	3,587,200
<b>Total</b>	<b>\$10,293,800</b>	<b>\$11,059,100</b>	<b>\$11,059,100</b>	<b>\$0</b>	<b>\$11,059,100</b>
State	5,885,000	5,345,600	5,345,600	0	5,345,600
Federal	2,190,900	1,740,100	1,740,100	0	1,740,100
Other	2,217,900	3,973,400	3,973,400	0	3,973,400

The Tennessee Elk River Resource Management division was established to administer programs of the former Tennessee Elk River Development Agency. These include the completion of Tennessee Valley Authority contractual obligations and agreements, disposition of real property, and distribution of funds to ten counties in the Elk River watershed.

## 327.17 Tennessee Elk River Resource Management

Full-Time	5	5	5	0	5
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>0</b>	<b>6</b>
Payroll	136,500	192,800	192,800	0	192,800
Operational	395,600	882,300	882,300	0	882,300
<b>Total</b>	<b>\$532,100</b>	<b>\$1,075,100</b>	<b>\$1,075,100</b>	<b>\$0</b>	<b>\$1,075,100</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	532,100	1,075,100	1,075,100	0	1,075,100

## Conservation Services

Conservation Services works to identify and preserve significant historical, geological, and archaeological sites, as well as Tennessee's rich diversity of natural resources.

Recreation Resources facilitates the development of local parks and recreation activities by providing technical, financial, and planning resources.

Conservation Administration also publishes the *Tennessee Conservationist* magazine to educate the public about the preservation, protection, and wise use of the state's natural and cultural resources. Administrative assistance to the Tennessee Historical Commission is also provided through Conservation Administration.

### 327.03 Conservation Administration

Full-Time	17	17	17	0	17
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>0</b>	<b>17</b>
Payroll	447,900	614,000	616,300	0	616,300
Operational	932,200	1,653,100	1,189,900	0	1,189,900
<b>Total</b>	<b>\$1,380,100</b>	<b>\$2,267,100</b>	<b>\$1,806,200</b>	<b>\$0</b>	<b>\$1,806,200</b>
State	875,100	1,412,700	951,800	0	951,800
Federal	330,500	594,200	604,400	0	604,400
Other	174,500	260,200	250,000	0	250,000

### 327.04 Historical Commission

Full-Time	15	15	15	0	15
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>0</b>	<b>15</b>
Payroll	525,800	607,700	607,700	0	607,700
Operational	1,165,100	1,246,700	1,214,200	0	1,214,200
<b>Total</b>	<b>\$1,690,900</b>	<b>\$1,854,400</b>	<b>\$1,821,900</b>	<b>\$0</b>	<b>\$1,821,900</b>
State	1,028,200	1,316,800	1,316,800	0	1,316,800
Federal	583,500	500,100	500,100	0	500,100
Other	79,200	37,500	5,000	0	5,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>327.06 Land and Water Conservation Fund</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	0	750,000	750,000	0	750,000
<b>Total</b>	<b>\$0</b>	<b>\$750,000</b>	<b>\$750,000</b>	<b>\$0</b>	<b>\$750,000</b>
State	0	0	0	0	0
Federal	0	750,000	750,000	0	750,000
Other	0	0	0	0	0
<b>327.08 Archaeology</b>					
Full-Time	12	12	12	0	12
Part-Time	0	0	0	0	0
Seasonal	10	10	10	0	10
<b>Total</b>	<b>22</b>	<b>22</b>	<b>22</b>	<b>0</b>	<b>22</b>
Payroll	443,700	533,600	526,500	0	526,500
Operational	117,600	132,000	139,100	0	139,100
<b>Total</b>	<b>\$561,300</b>	<b>\$665,600</b>	<b>\$665,600</b>	<b>\$0</b>	<b>\$665,600</b>
State	446,700	460,400	460,400	0	460,400
Federal	0	0	0	0	0
Other	114,600	205,200	205,200	0	205,200
<b>327.11 Geology</b>					
Full-Time	25	25	25	0	25
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>25</b>	<b>25</b>	<b>25</b>	<b>0</b>	<b>25</b>
Payroll	836,700	983,900	1,000,500	0	1,000,500
Operational	340,700	396,200	379,600	0	379,600
<b>Total</b>	<b>\$1,177,400</b>	<b>\$1,380,100</b>	<b>\$1,380,100</b>	<b>\$0</b>	<b>\$1,380,100</b>
State	1,069,800	1,224,500	1,224,500	0	1,224,500
Federal	41,600	83,300	83,300	0	83,300
Other	66,000	72,300	72,300	0	72,300
<b>327.18 Maintenance of Historic Sites</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	425,800	331,400	200,000	0	200,000
<b>Total</b>	<b>\$425,800</b>	<b>\$331,400</b>	<b>\$200,000</b>	<b>\$0</b>	<b>\$200,000</b>
State	169,900	200,000	200,000	0	200,000
Federal	0	0	0	0	0
Other	255,900	131,400	0	0	0

The Local Parks Acquisition Fund and the State Lands Acquisition Fund are used to purchase land for parks, natural areas, and state forests, and are used for trail development and other eligible projects.

	<u>Actual</u> <u>1999-2000</u>	<u>Estimated</u> <u>2000-2001</u>	<u>Base</u> <u>2001-2002</u>	<u>Improvement</u> <u>2001-2002</u>	<u>Recommended</u> <u>2001-2002</u>
<b>327.19 Local Parks Acquisition Fund</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	2,801,800	3,000,000	3,000,000	0	3,000,000
<b>Total</b>	<b>\$2,801,800</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$0</b>	<b>\$3,000,000</b>
State	2,236,400	3,000,000	3,000,000	0	3,000,000
Federal	0	0	0	0	0
Other	565,400	0	0	0	0

**327.20 State Lands Acquisition Fund**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	2,453,800	4,000,000	4,000,000	0	4,000,000
<b>Total</b>	<b>\$2,453,800</b>	<b>\$4,000,000</b>	<b>\$4,000,000</b>	<b>\$0</b>	<b>\$4,000,000</b>
State	1,967,600	4,000,000	4,000,000	0	4,000,000
Federal	27,400	0	0	0	0
Other	458,800	0	0	0	0

The West Tennessee River Basin Authority preserves the natural flow and function of the Hatchie, Obion, and Forked Deer river basins through environmentally sensitive stream maintenance and appropriate conservation practices in upland settings.

**327.26 West Tennessee River Basin Authority**

Full-Time	15	15	15	0	15
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>0</b>	<b>15</b>
Payroll	515,800	591,900	591,900	0	591,900
Operational	314,800	326,000	326,000	0	326,000
<b>Total</b>	<b>\$830,600</b>	<b>\$917,900</b>	<b>\$917,900</b>	<b>\$0</b>	<b>\$917,900</b>
State	619,400	719,600	719,600	0	719,600
Federal	38,300	0	0	0	0
Other	172,900	198,300	198,300	0	198,300

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>327.24 West Tennessee River Basin Authority Maintenance</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	0	708,800	0	500,000	500,000
<b>Total</b>	<b>\$0</b>	<b>\$708,800</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$500,000</b>
State	0	500,000	0	500,000	500,000
Federal	0	208,800	0	0	0
Other	0	0	0	0	0

## Environment

The environmental programs in the department are responsible for the preservation and enhancement of the state's environmental resources and for ensuring compliance with state and federal regulations. Environment Administration provides coordination of environmental activities in state policy direction and technical assistance as well as management and support services for eight Environmental Assistance Centers.

### 327.30 Environment Administration

Full-Time	82	82	82	0	82
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>82</b>	<b>82</b>	<b>82</b>	<b>0</b>	<b>82</b>
Payroll	2,845,900	3,141,000	3,105,000	0	3,105,000
Operational	891,000	1,258,200	1,294,200	0	1,294,200
<b>Total</b>	<b>\$3,736,900</b>	<b>\$4,399,200</b>	<b>\$4,399,200</b>	<b>\$0</b>	<b>\$4,399,200</b>
State	1,420,800	1,477,100	1,477,100	0	1,477,100
Federal	130,100	130,100	0	0	0
Other	2,186,000	2,792,000	2,922,100	0	2,922,100

The Natural Heritage Division identifies and protects the state's natural areas to promote the conservation of rare or endangered species of plants and animals.

### 327.14 Natural Heritage

Full-Time	12	12	12	0	12
Part-Time	0	0	0	0	0
Seasonal	3	3	3	0	3
<b>Total</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>0</b>	<b>15</b>
Payroll	487,200	544,500	544,500	0	544,500
Operational	312,500	511,000	511,000	0	511,000
<b>Total</b>	<b>\$799,700</b>	<b>\$1,055,500</b>	<b>\$1,055,500</b>	<b>\$0</b>	<b>\$1,055,500</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	538,000	671,700	671,700	0	<b>671,700</b>
Federal	243,800	248,800	248,800	0	<b>248,800</b>
Other	17,900	135,000	135,000	0	<b>135,000</b>

The Used Oil Collection Program promotes education and public awareness and provides financial assistance for used oil disposal.

### 327.23 Used Oil Collection Program

Full-Time	4	4	4	0	<b>4</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>0</b>	<b>4</b>
Payroll	148,700	189,100	189,100	0	<b>189,100</b>
Operational	1,287,000	1,294,900	1,294,900	0	<b>1,294,900</b>
<b>Total</b>	<b>\$1,435,700</b>	<b>\$1,484,000</b>	<b>\$1,484,000</b>	<b>\$0</b>	<b>\$1,484,000</b>
State	1,189,900	1,250,000	1,250,000	0	<b>1,250,000</b>
Federal	0	0	0	0	<b>0</b>
Other	245,800	234,000	234,000	0	<b>234,000</b>

The Tennessee Dry Cleaners Environmental Response Fund is used to:

- Reimburse dry cleaner owners or operators, property owners, and impacted third parties for the investigation and remediation of sites contaminated by dry cleaning solvents
- Provide oversight of use and disposal of dry cleaning solvents used in dry cleaning operations.

### 327.28 Tennessee Dry Cleaners Environmental Response Fund

Full-Time	8	8	8	0	<b>8</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>8</b>	<b>8</b>	<b>8</b>	<b>0</b>	<b>8</b>
Payroll	170,300	302,400	302,400	0	<b>302,400</b>
Operational	683,300	2,067,400	2,067,400	0	<b>2,067,400</b>
<b>Total</b>	<b>\$853,600</b>	<b>\$2,369,800</b>	<b>\$2,369,800</b>	<b>\$0</b>	<b>\$2,369,800</b>
State	576,600	2,369,800	2,369,800	0	<b>2,369,800</b>
Federal	0	0	0	0	<b>0</b>
Other	277,000	0	0	0	<b>0</b>

Air Pollution Control ensures compliance with applicable state and federal air standards. The Small Business Clean Air Assistance program assists small businesses in voluntarily complying with air pollution regulations.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>327.31 Air Pollution Control</b>					
Full-Time	147	147	147	0	147
Part-Time	12	12	12	0	12
Seasonal	0	0	0	0	0
<b>Total</b>	<b>159</b>	<b>159</b>	<b>159</b>	<b>0</b>	<b>159</b>
Payroll	5,443,100	6,786,200	6,663,200	0	6,663,200
Operational	2,642,900	2,740,900	2,846,800	0	2,846,800
<b>Total</b>	<b>\$8,086,000</b>	<b>\$9,527,100</b>	<b>\$9,510,000</b>	<b>\$0</b>	<b>\$9,510,000</b>
State	1,066,300	1,473,700	1,456,600	0	1,456,600
Federal	1,282,900	1,538,700	1,538,700	0	1,538,700
Other	5,736,800	6,514,700	6,514,700	0	6,514,700

Radiological Health regulates the possession, use, transportation, and disposition of radiation-producing machines and radioactive materials.

### 327.32 Radiological Health

Full-Time	72	72	72	0	72
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>72</b>	<b>72</b>	<b>72</b>	<b>0</b>	<b>72</b>
Payroll	2,311,300	2,863,900	2,863,900	0	2,863,900
Operational	1,008,800	1,601,400	1,595,700	0	1,595,700
<b>Total</b>	<b>\$3,320,100</b>	<b>\$4,465,300</b>	<b>\$4,459,600</b>	<b>\$0</b>	<b>\$4,459,600</b>
State	251,800	368,300	362,600	0	362,600
Federal	83,900	72,900	72,900	0	72,900
Other	2,984,400	4,024,100	4,024,100	0	4,024,100

Community Assistance provides environmental multi-media training, financial, and technical assistance, which promote pollution prevention, re-use, and recycling. This division is also charged with the oversight of the following programs:

- Clean Water State Revolving Fund
- Drinking Water State Revolving Fund
- Pollution Prevention
- Lead Hazard Awareness
- Wastewater Treatment Operators Certification Program.

### 327.33 Community Assistance

Full-Time	48	48	48	0	48
Part-Time	4	4	4	0	4
Seasonal	0	0	0	0	0
<b>Total</b>	<b>52</b>	<b>52</b>	<b>52</b>	<b>0</b>	<b>52</b>
Payroll	1,570,800	2,324,800	2,324,800	0	2,324,800
Operational	23,782,600	50,016,300	50,016,300	0	50,016,300
<b>Total</b>	<b>\$25,353,400</b>	<b>\$52,341,100</b>	<b>\$52,341,100</b>	<b>\$0</b>	<b>\$52,341,100</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	7,211,900	7,290,100	7,290,100	0	<b>7,290,100</b>
Federal	17,325,300	44,873,700	44,873,700	0	<b>44,873,700</b>
Other	816,200	177,300	177,300	0	<b>177,300</b>

Water Pollution Control protects water quality by abating existing pollution, reclaiming polluted waters, and working to prevent future pollution.

### 327.34 Water Pollution Control

Full-Time	155	155	155	0	<b>155</b>
Part-Time	8	8	8	0	<b>8</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>163</b>	<b>163</b>	<b>163</b>	<b>0</b>	<b>163</b>
Payroll	6,055,900	6,930,800	6,780,900	0	<b>6,780,900</b>
Operational	4,918,800	4,637,900	4,602,500	0	<b>4,602,500</b>
<b>Total</b>	<b>\$10,974,700</b>	<b>\$11,568,700</b>	<b>\$11,383,400</b>	<b>\$0</b>	<b>\$11,383,400</b>
State	4,938,200	4,778,900	4,766,600	0	<b>4,766,600</b>
Federal	2,475,600	3,352,200	3,352,200	0	<b>3,352,200</b>
Other	3,560,900	3,437,600	3,264,600	0	<b>3,264,600</b>

Solid Waste Management assists in the identification, prevention, and correction of solid and hazardous waste problems by enforcement of the Solid Waste Disposal Act and the Hazardous Waste Management Act.

### 327.35 Solid Waste Management

Full-Time	143	143	143	0	<b>143</b>
Part-Time	8	8	8	0	<b>8</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>151</b>	<b>151</b>	<b>151</b>	<b>0</b>	<b>151</b>
Payroll	5,643,200	6,565,600	6,434,300	0	<b>6,434,300</b>
Operational	1,940,600	2,028,500	2,148,400	0	<b>2,148,400</b>
<b>Total</b>	<b>\$7,583,800</b>	<b>\$8,594,100</b>	<b>\$8,582,700</b>	<b>\$0</b>	<b>\$8,582,700</b>
State	1,509,000	1,857,000	1,845,600	0	<b>1,845,600</b>
Federal	2,256,300	2,592,400	2,592,400	0	<b>2,592,400</b>
Other	3,818,500	4,144,700	4,144,700	0	<b>4,144,700</b>

Department of Energy Oversight ensures the environmental impacts associated with past and present activities of the DOE Oak Ridge Reservation are investigated and appropriately cleaned up.

### 327.36 DOE Oversight

Full-Time	61	61	61	0	<b>61</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>61</b>	<b>61</b>	<b>61</b>	<b>0</b>	<b>61</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	2,076,500	2,602,800	2,602,800	0	<b>2,602,800</b>
Operational	1,791,800	3,262,800	3,262,800	0	<b>3,262,800</b>
<b>Total</b>	<b>\$3,868,300</b>	<b>\$5,865,600</b>	<b>\$5,865,600</b>	<b>\$0</b>	<b>\$5,865,600</b>
State	0	0	0	0	<b>0</b>
Federal	3,801,500	5,865,600	5,865,600	0	<b>5,865,600</b>
Other	66,800	0	0	0	<b>0</b>

The Abandoned Lands program provides for the reclamation of coal mining sites for which bonds have been forfeited. In addition, the program inventories and reclaims land abandoned by phosphate, clay, dirt, sand, and gravel operations.

### 327.37 Abandoned Lands

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	75,800	500,000	500,000	0	<b>500,000</b>
<b>Total</b>	<b>\$75,800</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$0</b>	<b>\$500,000</b>
State	34,500	500,000	500,000	0	<b>500,000</b>
Federal	0	0	0	0	<b>0</b>
Other	41,300	0	0	0	<b>0</b>

The Hazardous Waste Remedial Action Fund supports activities for the identification, investigation, and remediation of inactive hazardous substance sites.

### 327.38 Hazardous Waste Remedial Action Fund

Full-Time	65	65	65	0	<b>65</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>65</b>	<b>65</b>	<b>65</b>	<b>0</b>	<b>65</b>
Payroll	2,529,900	3,055,300	3,055,300	0	<b>3,055,300</b>
Operational	7,853,600	7,644,300	7,639,600	0	<b>7,639,600</b>
<b>Total</b>	<b>\$10,383,500</b>	<b>\$10,699,600</b>	<b>\$10,694,900</b>	<b>\$0</b>	<b>\$10,694,900</b>
State	1,020,100	1,039,600	1,034,900	0	<b>1,034,900</b>
Federal	4,364,000	2,563,700	2,563,700	0	<b>2,563,700</b>
Other	4,999,400	7,096,300	7,096,300	0	<b>7,096,300</b>

Water Supply ensures compliance with state and federal public drinking water supply standards.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>327.39 Water Supply</b>					
Full-Time	75	75	75	0	75
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>75</b>	<b>75</b>	<b>75</b>	<b>0</b>	<b>75</b>
Payroll	2,915,400	3,254,100	3,278,900	0	3,278,900
Operational	1,280,800	1,134,300	1,102,000	0	1,102,000
<b>Total</b>	<b>\$4,196,200</b>	<b>\$4,388,400</b>	<b>\$4,380,900</b>	<b>\$0</b>	<b>\$4,380,900</b>
State	372,800	578,200	570,700	0	570,700
Federal	1,927,100	1,383,700	1,383,700	0	1,383,700
Other	1,896,300	2,426,500	2,426,500	0	2,426,500

Groundwater Protection protects, preserves and improves the quality of Tennessee's groundwater by assuring the proper disposal of domestic wastewaters.

**327.40 Groundwater Protection**

Full-Time	153	153	153	0	153
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>153</b>	<b>153</b>	<b>153</b>	<b>0</b>	<b>153</b>
Payroll	5,679,600	6,317,900	6,173,200	0	6,173,200
Operational	1,527,200	1,707,600	1,848,500	0	1,848,500
<b>Total</b>	<b>\$7,206,800</b>	<b>\$8,025,500</b>	<b>\$8,021,700</b>	<b>\$0</b>	<b>\$8,021,700</b>
State	2,726,000	3,041,200	3,037,400	0	3,037,400
Federal	0	0	0	0	0
Other	4,480,800	4,984,300	4,984,300	0	4,984,300

The Underground Storage Tank program regulates the installation, inspection, and possible leakage of underground storage tanks. In addition, the program issues certificates, collects fees, and reimburses allowable environmental investigation costs to eligible underground storage tank owners and operators.

**327.41 Underground Storage Tanks**

Full-Time	85	85	85	0	85
Part-Time	8	8	8	0	8
Seasonal	0	0	0	0	0
<b>Total</b>	<b>93</b>	<b>93</b>	<b>93</b>	<b>0</b>	<b>93</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	2,875,300	3,475,700	3,475,700	0	<b>3,475,700</b>
Operational	18,752,700	15,869,700	15,862,200	0	<b>15,862,200</b>
<b>Total</b>	<b>\$21,628,000</b>	<b>\$19,345,400</b>	<b>\$19,337,900</b>	<b>\$0</b>	<b>\$19,337,900</b>
State	19,261,300	17,044,600	17,037,100	0	<b>17,037,100</b>
Federal	1,532,100	2,300,800	2,300,800	0	<b>2,300,800</b>
Other	834,600	0	0	0	<b>0</b>

The Solid Waste Assistance Fund assists in the implementation of the Solid Waste Management Act of 1991, to help plan for future waste disposal needs. The division provides financial assistance and special statewide services to local governments to ensure their compliance with the law.

#### 327.42 Solid Waste Assistance Fund

Full-Time	21	21	21	0	<b>21</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>21</b>	<b>21</b>	<b>21</b>	<b>0</b>	<b>21</b>
Payroll	643,100	888,300	872,500	0	<b>872,500</b>
Operational	7,449,400	8,223,600	8,239,400	0	<b>8,239,400</b>
<b>Total</b>	<b>\$8,092,500</b>	<b>\$9,111,900</b>	<b>\$9,111,900</b>	<b>\$0</b>	<b>\$9,111,900</b>
State	7,610,500	9,111,900	9,111,900	0	<b>9,111,900</b>
Federal	2,400	0	0	0	<b>0</b>
Other	479,600	0	0	0	<b>0</b>

The Environmental Protection Fund's purpose is to improve performance in permitting, monitoring, investigation, enforcement, and administration of the department's function under each regulatory program.

#### 327.43 Environmental Protection Fund

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	24,131,300	30,209,400	30,209,400	0	<b>30,209,400</b>
<b>Total</b>	<b>\$24,131,300</b>	<b>\$30,209,400</b>	<b>\$30,209,400</b>	<b>\$0</b>	<b>\$30,209,400</b>
State	23,566,700	30,209,400	30,209,400	0	<b>30,209,400</b>
Federal	0	0	0	0	<b>0</b>
Other	564,600	0	0	0	<b>0</b>

## Tennessee State Parks

Tennessee State Parks preserve unique examples of natural, cultural and scenic areas and provide a variety of quality outdoor experiences for Tennessee's citizens and visitors.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>327.12 Tennessee State Parks</b>					
Full-Time	971	983	983	14	<b>997</b>
Part-Time	168	172	172	2	<b>174</b>
Seasonal	613	613	613	1	<b>614</b>
<b>Total</b>	<b>1,752</b>	<b>1,768</b>	<b>1,768</b>	<b>17</b>	<b>1,785</b>
Payroll	29,849,000	33,150,100	31,838,200	320,900	<b>32,159,100</b>
Operational	21,517,000	19,528,600	20,868,400	668,800	<b>21,537,200</b>
<b>Total</b>	<b>\$51,366,000</b>	<b>\$52,678,700</b>	<b>\$52,706,600</b>	<b>\$989,700</b>	<b>\$53,696,300</b>
State	24,060,600	22,998,800	21,630,200	382,500	<b>22,012,700</b>
Federal	4,800	0	0	0	<b>0</b>
Other	27,300,600	29,679,900	31,076,400	607,200	<b>31,683,600</b>
<b>327.15 Tennessee State Parks Maintenance</b>					
Full-Time	31	31	31	0	<b>31</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>0</b>	<b>31</b>
Payroll	1,176,000	1,310,400	1,310,400	0	<b>1,310,400</b>
Operational	10,915,800	6,247,200	2,339,700	3,000,000	<b>5,339,700</b>
<b>Total</b>	<b>\$12,091,800</b>	<b>\$7,557,600</b>	<b>\$3,650,100</b>	<b>\$3,000,000</b>	<b>\$6,650,100</b>
State	3,539,000	3,515,500	3,515,500	3,000,000	<b>6,515,500</b>
Federal	0	0	0	0	<b>0</b>
Other	8,552,800	4,042,100	134,600	0	<b>134,600</b>
<b>327.00 Department Total</b>					
Full-Time	2,397	2,409	2,409	14	<b>2,423</b>
Part-Time	209	213	213	2	<b>215</b>
Seasonal	626	626	626	1	<b>627</b>
<b>Total</b>	<b>3,232</b>	<b>3,248</b>	<b>3,248</b>	<b>17</b>	<b>3,265</b>
Payroll	81,650,000	94,570,900	92,822,700	320,900	<b>93,143,600</b>
Operational	145,681,700	177,625,500	173,917,500	4,168,800	<b>178,086,300</b>
<b>Total</b>	<b>\$227,331,700</b>	<b>\$272,196,400</b>	<b>\$266,740,200</b>	<b>\$4,489,700</b>	<b>\$271,229,900</b>
State	115,192,100	127,755,400	125,355,900	3,882,500	<b>129,238,400</b>
Federal	38,642,000	68,799,100	68,470,400	0	<b>68,470,400</b>
Other	73,497,600	75,641,900	72,913,900	607,200	<b>73,521,100</b>

# Tennessee Wildlife Resources Agency

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The Tennessee Wildlife Resources Agency (TWRA) is charged with preserving and managing all species of wildlife in Tennessee. This agency is also responsible for administering hunting and boating safety laws and enforcing state litter control laws.

The agency is governed by the Tennessee Wildlife Resources Commission. The commission establishes the agency's objectives; promulgates rules, regulations and proclamations; approves the agency's budget; and hires the agency's Executive Director. The TWRA generates revenue from a variety of sources including:

- Hunting and fishing licenses and permits
- Boat registration fees
- Excise taxes on arms, ammunition, bows and arrows, and fishing equipment
- Fines for violations of wildlife, hunting, and boating regulations.

Program responsibilities are divided between the central office and regional offices. Administrative and support services are provided by the central office and include:

- Coordinating the agency's comprehensive planning system
- Coordinating the Geographic Information System
- Administering federal aid programs
- Publishing *Tennessee Wildlife* magazine, hunting and fishing guides, and news releases
- Coordinating hunting and boating education programs
- Administering license sales and boat registration
- Conducting wildlife and fisheries research and coordinating wildlife, fisheries, non-game and endangered species management
- Coordinating law enforcement activities and training
- Coordinating equipment crews and engineering activities, building and maintaining boat access areas and levees, and building forestry logging roads on agency property
- Investigating, reporting, and testifying on environmental issues.

Regional office responsibilities include:

- Law enforcement
- Non-game and endangered species management
- Information and news releases
- Sponsoring hunting and boating safety workshops and classes
- Providing technical assistance to farm pond and small lake owners
- Developing, maintaining, and operating the wildlife management areas, state lakes, and fish hatcheries
- Wildlife and fish data collection.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>328.01 Wildlife</b>					
Full-Time	581	585	585	3	<b>588</b>
Part-Time	28	23	23	0	<b>23</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>609</b>	<b>608</b>	<b>608</b>	<b>3</b>	<b>611</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	22,004,300	24,126,100	23,655,500	964,000	<b>24,619,500</b>
Operational	20,003,500	26,772,800	16,604,400	773,900	<b>17,378,300</b>
<b>Total</b>	<b>\$42,007,800</b>	<b>\$50,898,900</b>	<b>\$40,259,900</b>	<b>\$1,737,900</b>	<b>\$41,997,800</b>
State	27,695,800	24,813,000	24,961,800	1,737,900	<b>26,699,700</b>
Federal	9,504,400	13,016,800	9,647,400	0	<b>9,647,400</b>
Other	4,807,600	13,069,100	5,650,700	0	<b>5,650,700</b>

### 328.02 Boating

Full-Time	23	25	25	3	<b>28</b>
Part-Time	38	63	63	0	<b>63</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>61</b>	<b>88</b>	<b>88</b>	<b>3</b>	<b>91</b>
Payroll	2,115,500	3,048,800	3,127,600	205,500	<b>3,333,100</b>
Operational	3,470,300	4,944,300	3,983,600	247,200	<b>4,230,800</b>
<b>Total</b>	<b>\$5,585,800</b>	<b>\$7,993,100</b>	<b>\$7,111,200</b>	<b>\$452,700</b>	<b>\$7,563,900</b>
State	2,880,900	5,063,500	4,914,700	289,700	<b>5,204,400</b>
Federal	2,333,900	2,243,000	1,927,000	163,000	<b>2,090,000</b>
Other	371,000	686,600	269,500	0	<b>269,500</b>

### 328.03 Wetlands Acquisition Fund

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	4,320,200	10,500,000	6,000,000	0	<b>6,000,000</b>
<b>Total</b>	<b>\$4,320,200</b>	<b>\$10,500,000</b>	<b>\$6,000,000</b>	<b>\$0</b>	<b>\$6,000,000</b>
State	3,843,000	10,500,000	6,000,000	0	<b>6,000,000</b>
Federal	0	0	0	0	<b>0</b>
Other	477,200	0	0	0	<b>0</b>

### 328.04 Wetlands Compensation Fund

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	167,400	200,000	200,000	0	<b>200,000</b>
<b>Total</b>	<b>\$167,400</b>	<b>\$200,000</b>	<b>\$200,000</b>	<b>\$0</b>	<b>\$200,000</b>
State	167,400	200,000	200,000	0	<b>200,000</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>328.00 Department Total</b>					
Full-Time	604	610	610	6	<b>616</b>
Part-Time	66	86	86	0	<b>86</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>670</b>	<b>696</b>	<b>696</b>	<b>6</b>	<b>702</b>
Payroll	24,119,800	27,174,900	26,783,100	1,169,500	<b>27,952,600</b>
Operational	27,961,400	42,417,100	26,788,000	1,021,100	<b>27,809,100</b>
<b>Total</b>	<b>\$52,081,200</b>	<b>\$69,592,000</b>	<b>\$53,571,100</b>	<b>\$2,190,600</b>	<b>\$55,761,700</b>
State	34,587,100	40,576,500	36,076,500	2,027,600	<b>38,104,100</b>
Federal	11,838,300	15,259,800	11,574,400	163,000	<b>11,737,400</b>
Other	5,655,800	13,755,700	5,920,200	0	<b>5,920,200</b>

# Department of Commerce and Insurance

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The Department of Commerce and Insurance serves as a regulatory agency in state government through four functional areas: administrative services, consumer protection, 911 wireless communications, and fire prevention.

## Administration

The Administration Division's services include the office of the commissioner, fiscal services, management information services, personnel, legal services, and audit consulting and oversight.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>335.01 Administration</b>					
Full-Time	73	73	73	0	73
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>73</b>	<b>73</b>	<b>73</b>	<b>0</b>	<b>73</b>
Payroll	2,857,800	3,271,100	3,195,600	0	3,195,600
Operational	708,600	881,000	881,000	100,500	981,500
<b>Total</b>	<b>\$3,566,400</b>	<b>\$4,152,100</b>	<b>\$4,076,600</b>	<b>\$100,500</b>	<b>\$4,177,100</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	3,566,400	4,152,100	4,076,600	100,500	4,177,100

## Consumer Protection

The Department of Commerce and Insurance strives to ensure Tennesseans' safety in the marketplace and supports education and awareness programs. Services provided include:

- Regulating insurance companies, insurance agents, and approving individual and group self-insurance proposals
- Protecting Tennessee's investors by maintaining the integrity of the securities market
- Enforcing the Tennessee Consumer Protection Act, promoting fair consumer practices and consumer education, and regulating health clubs
- Payments to consumers who are awarded judgments against real estate and auctioneer licensees.

## 335.02 Insurance

Full-Time	102	116	116	11	127
Part-Time	0	0	0	0	0
Seasonal	1	1	1	0	1
<b>Total</b>	<b>103</b>	<b>117</b>	<b>117</b>	<b>11</b>	<b>128</b>
Payroll	3,674,700	4,885,700	5,004,100	755,400	5,759,500
Operational	2,575,500	2,594,000	2,459,500	404,500	2,864,000
<b>Total</b>	<b>\$6,250,200</b>	<b>\$7,479,700</b>	<b>\$7,463,600</b>	<b>\$1,159,900</b>	<b>\$8,623,500</b>
State	647,700	3,702,700	3,604,300	0	3,604,300
Federal	4,500	0	0	0	0
Other	5,598,000	3,777,000	3,859,300	1,159,900	5,019,200

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>335.05 Securities</b>					
Full-Time	20	22	22	0	22
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>20</b>	<b>22</b>	<b>22</b>	<b>0</b>	<b>22</b>
Payroll	723,400	947,400	925,600	0	925,600
Operational	422,200	538,800	533,600	35,800	569,400
<b>Total</b>	<b>\$1,145,600</b>	<b>\$1,486,200</b>	<b>\$1,459,200</b>	<b>\$35,800</b>	<b>\$1,495,000</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,145,600	1,486,200	1,459,200	35,800	1,495,000
<b>335.06 Consumer Affairs</b>					
Full-Time	14	14	14	0	14
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>0</b>	<b>14</b>
Payroll	442,000	514,500	514,500	0	514,500
Operational	302,100	305,700	305,700	15,700	321,400
<b>Total</b>	<b>\$744,100</b>	<b>\$820,200</b>	<b>\$820,200</b>	<b>\$15,700</b>	<b>\$835,900</b>
State	717,600	795,200	795,200	15,700	810,900
Federal	0	0	0	0	0
Other	26,500	25,000	25,000	0	25,000
<b>335.15 Real Estate Education and Recovery Fund</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	221,200	275,500	275,500	0	275,500
<b>Total</b>	<b>\$221,200</b>	<b>\$275,500</b>	<b>\$275,500</b>	<b>\$0</b>	<b>\$275,500</b>
State	64,200	275,500	275,500	0	275,500
Federal	0	0	0	0	0
Other	157,000	0	0	0	0
<b>335.16 Auctioneer Education and Recovery Fund</b>					
Full-Time	1	1	1	0	1
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>0</b>	<b>1</b>
Payroll	31,600	33,000	33,000	0	33,000
Operational	6,700	54,300	54,300	0	54,300
<b>Total</b>	<b>\$38,300</b>	<b>\$87,300</b>	<b>\$87,300</b>	<b>\$0</b>	<b>\$87,300</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	27,900	87,300	87,300	0	<b>87,300</b>
Federal	0	0	0	0	<b>0</b>
Other	10,400	0	0	0	<b>0</b>

The TennCare Oversight Division has the authority to promulgate new or additional rules and regulations and to perform the oversight, examination, and compliance monitoring functions regarding managed care organizations which provide TennCare services.

#### 335.04 TennCare Oversight

Full-Time	22	22	22	0	<b>22</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>22</b>	<b>22</b>	<b>22</b>	<b>0</b>	<b>22</b>
Payroll	942,100	1,471,900	1,528,000	0	<b>1,528,000</b>
Operational	703,100	1,239,400	1,239,400	4,000	<b>1,243,400</b>
<b>Total</b>	<b>\$1,645,200</b>	<b>\$2,711,300</b>	<b>\$2,767,400</b>	<b>\$4,000</b>	<b>\$2,771,400</b>
State	0	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	1,645,200	2,711,300	2,767,400	4,000	<b>2,771,400</b>

The Division of Regulatory Boards provides licensing, regulation, and disciplinary action of professions and businesses. The following professions and businesses are overseen by the Division of Regulatory Boards:

- Cosmetologists
- Funeral directors and embalmers
- Land surveyors
- Engineers
- Private investigators
- Polygraph examiners
- Real estate agents and brokers
- Accountants
- Auctioneers
- Alarm contractors
- Interior designers
- Pharmacists and pharmacies
- Barbers
- Contractors
- Automotive manufacturers, dealers, and salesmen
- Collection services
- Burial services
- Home improvement
- Real estate appraisers
- Boxing and auto racing
- Private protective services
- Geologists
- Architects and landscape architects
- Employee leasing.

#### 335.10 Regulatory Boards

Full-Time	179	181	181	3	<b>184</b>
Part-Time	129	122	122	0	<b>122</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>308</b>	<b>303</b>	<b>303</b>	<b>3</b>	<b>306</b>
Payroll	5,621,400	6,463,100	6,477,500	143,700	<b>6,621,200</b>
Operational	6,039,000	8,832,200	8,808,200	86,900	<b>8,895,100</b>
<b>Total</b>	<b>\$11,660,400</b>	<b>\$15,295,300</b>	<b>\$15,285,700</b>	<b>\$230,600</b>	<b>\$15,516,300</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	11,525,000	15,145,300	15,135,700	43,900	<b>15,179,600</b>
Federal	0	0	0	0	<b>0</b>
Other	135,400	150,000	150,000	186,700	<b>336,700</b>

## 911 Wireless Communications

The 911 Emergency Communications Fund promotes statewide wireless enhanced 911 service through the activities of the Emergency Communications Board. The Board is empowered to:

- Provide advisory technical assistance to emergency communications districts
- Establish technical operating standards for emergency communications districts
- Review and revise wireless enhanced 911 standards
- Review and approve reimbursements for expenditures related to implementation, operations, maintenance, or improvements to statewide wireless enhanced 911 service.

### 335.08 911 Emergency Communications Fund

Full-Time	6	6	6	0	<b>6</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>6</b>	<b>6</b>	<b>6</b>	<b>0</b>	<b>6</b>
Payroll	225,100	259,000	269,600	0	<b>269,600</b>
Operational	3,222,400	12,515,600	12,505,000	600	<b>12,505,600</b>
<b>Total</b>	<b>\$3,447,500</b>	<b>\$12,774,600</b>	<b>\$12,774,600</b>	<b>\$600</b>	<b>\$12,775,200</b>
State	3,273,200	12,774,600	12,774,600	600	<b>12,775,200</b>
Federal	0	0	0	0	<b>0</b>
Other	174,300	0	0	0	<b>0</b>

## Fire Prevention

The Division of Fire Prevention provides services to promote fire safety education and fire prevention. These efforts include:

- Inspection of institutional facilities and electrical installations
- Arson investigation
- Construction plans review
- The Tennessee Fire Incident Reporting System
- Registration of electricians
- Fireworks and explosive user permitting
- Licensing and regulating sprinkler contractors, liquid petroleum gas distributors, and fire extinguisher dealers
- Regulation of the mobile home industry.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>335.03 Fire Prevention</b>					
Full-Time	120	126	126	0	126
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>120</b>	<b>126</b>	<b>126</b>	<b>0</b>	<b>126</b>
Payroll	4,020,100	4,412,400	4,402,200	0	4,402,200
Operational	6,491,300	6,588,800	6,500,200	223,800	6,724,000
<b>Total</b>	<b>\$10,511,400</b>	<b>\$11,001,200</b>	<b>\$10,902,400</b>	<b>\$223,800</b>	<b>\$11,126,200</b>
State	0	29,200	0	0	0
Federal	209,100	235,000	210,000	0	210,000
Other	10,302,300	10,737,000	10,692,400	223,800	10,916,200

The Fire Service and Codes Enforcement Academy's objective is to provide effective training to all volunteer and career fire fighters, fire and building code enforcement personnel, and other related service professionals in the state of Tennessee. The Academy develops and teaches current methods and practices in fire fighting, fire and building code enforcement, fire prevention, public safety, fire investigation, and related subjects.

**335.07 Fire and Codes Academy**

Full-Time	13	47	47	5	52
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>13</b>	<b>47</b>	<b>47</b>	<b>5</b>	<b>52</b>
Payroll	214,800	1,680,700	1,613,700	547,800	2,161,500
Operational	127,600	2,537,100	1,943,400	1,119,400	3,062,800
<b>Total</b>	<b>\$342,400</b>	<b>\$4,217,800</b>	<b>\$3,557,100</b>	<b>\$1,667,200</b>	<b>\$5,224,300</b>
State	342,400	3,890,100	3,490,100	1,212,300	4,702,400
Federal	0	0	0	0	0
Other	0	327,700	67,000	454,900	521,900

The Commission on Fire Fighting Personnel Standards and Education administers the salary supplement to eligible firefighters, sets criteria for performance standards, and trains firefighters.

**335.28 Commission on Fire Fighting Personnel Standards and Education**

Full-Time	3	3	3	0	3
Part-Time	9	9	9	0	9
Seasonal	0	0	0	0	0
<b>Total</b>	<b>12</b>	<b>12</b>	<b>12</b>	<b>0</b>	<b>12</b>
Payroll	94,300	107,800	107,800	0	107,800
Operational	2,377,000	2,394,800	2,394,800	0	2,394,800
<b>Total</b>	<b>\$2,471,300</b>	<b>\$2,502,600</b>	<b>\$2,502,600</b>	<b>\$0</b>	<b>\$2,502,600</b>
State	2,471,300	2,502,600	2,502,600	0	2,502,600
Federal	0	0	0	0	0
Other	0	0	0	0	0

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>335.00 Department Total</b>					
Full-Time	553	611	611	19	<b>630</b>
Part-Time	138	131	131	0	<b>131</b>
Seasonal	1	1	1	0	<b>1</b>
<b>Total</b>	<b>692</b>	<b>743</b>	<b>743</b>	<b>19</b>	<b>762</b>
Payroll	18,847,300	24,046,600	24,071,600	1,446,900	<b>25,518,500</b>
Operational	23,196,700	38,757,200	37,900,600	1,991,200	<b>39,891,800</b>
<b>Total</b>	<b>\$42,044,000</b>	<b>\$62,803,800</b>	<b>\$61,972,200</b>	<b>\$3,438,100</b>	<b>\$65,410,300</b>
State	19,069,300	39,202,500	38,665,300	1,272,500	<b>39,937,800</b>
Federal	213,600	235,000	210,000	0	<b>210,000</b>
Other	22,761,100	23,366,300	23,096,900	2,165,600	<b>25,262,500</b>

# Department of Financial Institutions

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The Department of Financial Institutions provides the citizens of Tennessee a sound system of state-chartered and licensed financial institutions. These include:

- Commercial banks
- Trust companies
- Savings institutions
- Credit unions
- Industrial loan and thrift companies
- Business and industrial development corporations
- Deferred presentment and check cashing companies
- Mortgage lenders, brokers and servicers
- Insurance premium finance companies
- Money transmitters.

The goals of the department include fostering the development of these institutions and safeguarding the interests of depositors. The department also has the responsibility of adopting regulations to meet the ever-changing needs of consumers and the industry. None of the department's operating expenditures are funded by the general state tax fund. Revenue is derived solely from supervision, examination, and license fees assessed to those financial institutions regulated by the department.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>336.00 Financial Institutions</b>					
Full-Time	109	109	109	0	109
Part-Time	1	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>110</b>	<b>110</b>	<b>110</b>	<b>0</b>	<b>110</b>
Payroll	5,377,800	6,202,600	6,202,600	0	6,202,600
Operational	1,893,100	1,894,200	1,894,200	0	1,894,200
<b>Total</b>	<b>\$7,270,900</b>	<b>\$8,096,800</b>	<b>\$8,096,800</b>	<b>\$0</b>	<b>\$8,096,800</b>
State	3,814,200	4,632,100	4,822,900	0	4,822,900
Federal	0	0	0	0	0
Other	3,456,700	3,464,700	3,273,900	0	3,273,900

# Department of Labor and Workforce Development

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The Department of Labor and Workforce Development's vision includes protecting the rights of workers and assisting employers in maintaining those rights throughout Tennessee. The Department of Labor and Workforce Development has six functional areas:

- Administration
- Safety and Health
- Workers' Compensation
- Labor Standards
- Employment and Workforce Development
- Employment Security.

## Administration

These services include the overall administration of the department and its programs. Included in this area is the office of the commissioner, which is responsible for formulating policies, procedures, and long-range plans to carry out the mission of the department.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>337.01 Administration</b>					
Full-Time	118	118	118	0	118
Part-Time	5	5	5	0	5
Seasonal	0	0	0	0	0
<b>Total</b>	<b>123</b>	<b>123</b>	<b>123</b>	<b>0</b>	<b>123</b>
Payroll	4,160,000	5,527,900	5,527,900	0	<b>5,527,900</b>
Operational	2,665,700	3,339,700	3,143,300	0	<b>3,143,300</b>
<b>Total</b>	<b>\$6,825,700</b>	<b>\$8,867,600</b>	<b>\$8,671,200</b>	<b>\$0</b>	<b>\$8,671,200</b>
State	1,975,300	3,128,900	3,128,900	0	<b>3,128,900</b>
Federal	4,715,000	5,639,800	5,348,300	0	<b>5,348,300</b>
Other	135,400	98,900	194,000	0	<b>194,000</b>

## Safety and Health

This functional area administers and enforces safety and health programs in Tennessee workplaces. The divisions provide training and technical assistance to employers and employees by conducting compliance inspections and by providing consulting services to employers. Some responsibilities include:

- Ensuring the safety and health of Tennessee workers, administering training programs, and providing consultant services to employers
- Promoting effective safety and health management through the Voluntary Protection Program
- Promoting the safety and welfare of miners through training and licensing of mine operators
- Employing mine rescue workers
- Performing safety inspections of boilers and elevators across the state.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>337.02 Tennessee Occupational Safety and Health Administration (TOSHA)</b>					
Full-Time	106	105	105	0	105
Part-Time	3	3	3	0	3
Seasonal	0	0	0	0	0
<b>Total</b>	<b>109</b>	<b>108</b>	<b>108</b>	<b>0</b>	<b>108</b>
Payroll	3,918,800	4,571,200	4,571,200	0	4,571,200
Operational	2,369,700	2,386,900	2,386,900	0	2,386,900
<b>Total</b>	<b>\$6,288,500</b>	<b>\$6,958,100</b>	<b>\$6,958,100</b>	<b>\$0</b>	<b>\$6,958,100</b>
State	2,980,500	3,644,500	3,644,500	0	3,644,500
Federal	3,252,000	3,273,600	3,273,600	0	3,273,600
Other	56,000	40,000	40,000	0	40,000

### 337.04 Mines

Full-Time	10	10	10	0	10
Part-Time	24	24	24	0	24
Seasonal	0	0	0	0	0
<b>Total</b>	<b>34</b>	<b>34</b>	<b>34</b>	<b>0</b>	<b>34</b>
Payroll	300,500	405,800	405,800	0	405,800
Operational	182,400	254,900	254,900	0	254,900
<b>Total</b>	<b>\$482,900</b>	<b>\$660,700</b>	<b>\$660,700</b>	<b>\$0</b>	<b>\$660,700</b>
State	373,600	327,100	327,100	0	327,100
Federal	92,500	105,500	108,500	0	108,500
Other	16,800	228,100	225,100	0	225,100

### 337.05 Boilers and Elevators

Full-Time	43	45	45	2	47
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>43</b>	<b>45</b>	<b>45</b>	<b>2</b>	<b>47</b>
Payroll	1,339,000	1,608,000	1,608,000	52,100	1,660,100
Operational	574,100	502,700	502,700	33,100	535,800
<b>Total</b>	<b>\$1,913,100</b>	<b>\$2,110,700</b>	<b>\$2,110,700</b>	<b>\$85,200</b>	<b>\$2,195,900</b>
State	0	0	0	0	0
Federal	0	0	0	0	0
Other	1,913,100	2,110,700	2,110,700	85,200	2,195,900

## Workers' Compensation

The Division of Workers' Compensation administers the workers' compensation program in Tennessee, promotes the benefits and responsibilities of the Workers' Compensation Act, and makes available the services provided in the Act. To fulfill these purposes the Division:

- Administers the Benefit Review Program which determines compensation eligibility and provides mediation services in disputed claims

- Administers the Drug Free Workplace Program which discourages drug use and abuse in the workplace
- Approves proposed settlements in disputed claims when the parties have reached agreement on all disputed issues
- Administers programs for medical case management and utilization review of claims which require medical services
- Administers the Tennessee Second Injury Fund
- Administers the Safety Program, including the Occupational Safety and Health Grant program, established by the workers' compensation law
- Maintains the official record for workers' compensation coverage and claims
- Informs workers of their rights under the law and ensures benefits paid to injured employees are within statutory requirements
- Maintains a statistical and historical data base for the workers' compensation program
- Provides administrative support for the Advisory Council on Workers' Compensation
- Provides assistance to the TBI in the investigation of workers' compensation fraud and conducts public awareness programs on issues of fraud
- Collects and analyzes relevant statistical data and other information necessary to evaluate the workers' compensation system and to assess the impact of the reform acts of 1992 and 1996 on the system.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>337.03 Workers' Compensation</b>					
Full-Time	117	117	117	0	117
Part-Time	0	1	1	0	1
Seasonal	0	0	0	0	0
<b>Total</b>	<b>117</b>	<b>118</b>	<b>118</b>	<b>0</b>	<b>118</b>
Payroll	2,956,700	3,922,400	4,049,100	0	4,049,100
Operational	2,637,400	2,253,400	2,126,700	0	2,126,700
<b>Total</b>	<b>\$5,594,100</b>	<b>\$6,175,800</b>	<b>\$6,175,800</b>	<b>\$0</b>	<b>\$6,175,800</b>
State	3,028,100	6,143,800	6,143,800	0	6,143,800
Federal	0	0	0	0	0
Other	2,566,000	32,000	32,000	0	32,000

The Second Injury Fund provides funding for judgments against the State of Tennessee and for legal costs awarded by the state. The Second Injury Fund encourages employers to hire workers with prior injuries or disabilities.

#### **337.08 Second Injury Fund**

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	4,748,600	5,370,900	5,370,900	0	5,370,900
<b>Total</b>	<b>\$4,748,600</b>	<b>\$5,370,900</b>	<b>\$5,370,900</b>	<b>\$0</b>	<b>\$5,370,900</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	4,618,100	5,195,900	5,195,900	0	<b>5,195,900</b>
Federal	0	0	0	0	<b>0</b>
Other	130,500	175,000	175,000	0	<b>175,000</b>

The Uninsured Employers Fund was established to help protect workers from employers who fail to comply with the coverage requirements of the state's workers' compensation insurance laws. This division has the authority to assess civil penalties to employers and provide injunctive relief to affected employees.

### 337.14 Uninsured Employers Fund

Full-Time	0	10	10	6	<b>16</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>10</b>	<b>10</b>	<b>6</b>	<b>16</b>
Payroll	0	322,500	342,500	118,800	<b>461,300</b>
Operational	0	63,600	9,000	33,100	<b>42,100</b>
<b>Total</b>	<b>\$0</b>	<b>\$386,100</b>	<b>\$351,500</b>	<b>\$151,900</b>	<b>\$503,400</b>
State	0	386,100	351,500	151,900	<b>503,400</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

### Labor Standards

This division is responsible for the enforcement of several labor laws throughout the state. Included in the jurisdiction of the division are:

- The Wage Regulation Act which protects wage earners from unfair practices
- The Child Labor Act which regulates the number of hours a school-aged child can work
- The Prevailing Wage Act which protects workers regarding pay on construction projects involving state funds
- Administration of statistical research programs regarding work-related injuries, illnesses, and fatalities
- Administration of the Employee Assistance Professional Program
- Labor standards customer service.

### 337.06 Labor Standards

Full-Time	23	23	23	0	<b>23</b>
Part-Time	5	5	5	0	<b>5</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>28</b>	<b>28</b>	<b>28</b>	<b>0</b>	<b>28</b>
Payroll	656,900	810,100	810,100	0	<b>810,100</b>
Operational	275,300	262,800	262,800	0	<b>262,800</b>
<b>Total</b>	<b>\$932,200</b>	<b>\$1,072,900</b>	<b>\$1,072,900</b>	<b>\$0</b>	<b>\$1,072,900</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	775,700	935,400	935,400	0	<b>935,400</b>
Federal	141,900	126,500	126,500	0	<b>126,500</b>
Other	14,600	11,000	11,000	0	<b>11,000</b>

## Employment and Workforce Development

The Employment and Training Division administers the Workforce Investment Act, Tennessee Career Centers, Families First services, veterans services, and the Job Service programs. The Workforce Investment Act attempts to return many of the responsibilities formerly held by the federal government for workforce development to state and local authorities. The Tennessee Career Centers, in the process of being implemented across the state, can be used by employers seeking workers and anyone seeking job training, job placement, Families First services, unemployment insurance, and any other activity related to employment and training needs. The primary goal of this program is to be more responsive to the needs of geographical areas, labor markets, and individual industries. The Employment and Training Division is a key partner in working with other state agencies such as Economic and Community Development, Education, Human Services, and the Board of Regents, to implement the new workforce development system in the state. The Adult Basic Education Division administers funds to assist the adult population in obtaining GED diplomas and education necessary to return to the workforce.

### 337.07 Employment and Training

Full-Time	38	38	38	0	<b>38</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>38</b>	<b>38</b>	<b>38</b>	<b>0</b>	<b>38</b>
Payroll	1,462,800	1,811,800	1,811,800	0	<b>1,811,800</b>
Operational	95,344,600	89,455,200	78,599,200	0	<b>78,599,200</b>
<b>Total</b>	<b>\$96,807,400</b>	<b>\$91,267,000</b>	<b>\$80,411,000</b>	<b>\$0</b>	<b>\$80,411,000</b>
State	0	0	0	0	<b>0</b>
Federal	58,594,700	55,704,600	52,000,000	0	<b>52,000,000</b>
Other	38,212,700	35,562,400	28,411,000	0	<b>28,411,000</b>

### 337.09 Adult Basic Education

Full-Time	12	12	12	0	<b>12</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>12</b>	<b>12</b>	<b>12</b>	<b>0</b>	<b>12</b>
Payroll	511,900	657,100	657,100	0	<b>657,100</b>
Operational	18,299,100	18,474,100	18,474,100	1,594,300	<b>20,068,400</b>
<b>Total</b>	<b>\$18,811,000</b>	<b>\$19,131,200</b>	<b>\$19,131,200</b>	<b>\$1,594,300</b>	<b>\$20,725,500</b>
State	2,338,800	3,082,900	3,082,900	320,500	<b>3,403,400</b>
Federal	9,706,300	10,046,800	10,046,800	1,273,800	<b>11,320,600</b>
Other	6,765,900	6,001,500	6,001,500	0	<b>6,001,500</b>

## Employment Security

The Employment Security division administers the unemployment insurance program and provides job availability data to the general public. The division's primary programs are Unemployment Insurance, Job Service, and labor market information.

The Unemployment Insurance Program is administered in accordance with the provisions of the Tennessee Employment Security Act. This program determines eligibility and pays unemployment insurance benefits to workers who are unemployed, through no fault of their own, and collects appropriate premiums from liable employers.

The Job Service Program has administrative responsibility for providing a basic labor exchange system, job placement, and development services to special applicant groups such as:

- Veterans
- Families First recipients
- Job Training Partnership Act applicants
- Senior citizens
- Food stamp recipients
- Temporary Assistance for Needy Families recipients.

The Employment Development division collects, analyzes, and maintains data on the economic and demographic characteristics of the labor force in Tennessee. This labor market information assists in promoting better decisions by federal, state, and local government policy makers, employers, and individual citizens.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>337.10 Employment Security</b>					
Full-Time	913	889	889	0	889
Part-Time	377	376	376	0	376
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,290</b>	<b>1,265</b>	<b>1,265</b>	<b>0</b>	<b>1,265</b>
Payroll	31,698,100	38,399,500	39,098,500	0	39,098,500
Operational	9,793,600	11,560,400	10,644,400	0	10,644,400
<b>Total</b>	<b>\$41,491,700</b>	<b>\$49,959,900</b>	<b>\$49,742,900</b>	<b>\$0</b>	<b>\$49,742,900</b>
State	0	0	0	0	0
Federal	38,484,400	44,541,100	46,080,500	0	46,080,500
Other	3,007,300	5,418,800	3,662,400	0	3,662,400

### 337.11 Planning and Research

Full-Time	181	181	181	0	181
Part-Time	54	54	54	0	54
Seasonal	0	0	0	0	0
<b>Total</b>	<b>235</b>	<b>235</b>	<b>235</b>	<b>0</b>	<b>235</b>
Payroll	7,555,400	9,016,200	7,520,700	0	7,520,700
Operational	2,532,000	2,054,000	3,549,500	0	3,549,500
<b>Total</b>	<b>\$10,087,400</b>	<b>\$11,070,200</b>	<b>\$11,070,200</b>	<b>\$0</b>	<b>\$11,070,200</b>
State	41,200	300,000	300,000	0	300,000
Federal	7,643,200	10,389,800	7,796,200	0	7,796,200
Other	2,403,000	380,400	2,974,000	0	2,974,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>337.00 Department Total</b>					
Full-Time	1,561	1,548	1,548	8	<b>1,556</b>
Part-Time	468	468	468	0	<b>468</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>2,029</b>	<b>2,016</b>	<b>2,016</b>	<b>8</b>	<b>2,024</b>
Payroll	54,560,100	67,052,500	66,402,700	170,900	<b>66,573,600</b>
Operational	139,422,500	135,978,600	125,324,400	1,660,500	<b>126,984,900</b>
<b>Total</b>	<b>\$193,982,600</b>	<b>\$203,031,100</b>	<b>\$191,727,100</b>	<b>\$1,831,400</b>	<b>\$193,558,500</b>
State	16,131,300	23,144,600	23,110,000	472,400	<b>23,582,400</b>
Federal	122,630,000	129,827,700	124,780,400	1,273,800	<b>126,054,200</b>
Other	55,221,300	50,058,800	43,836,700	85,200	<b>43,921,900</b>

## Resources and Regulation

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Tennessee Arts Commission</b>				
<b>• Administration</b>				
Efficiently process and distribute grant funding and technical assistance contracts	Number of grants and contracts	500	500	550
<b>• Grantsmaking</b>				
Improve cultural life of Tennesseans by providing funding and technical assistance	Number of grants awarded	450	500	550
<b>• Services to the Field</b>				
Provide information and technical service	Number of people served through provided information	15,000	15,000	25,000
<b>Tennessee State Museum</b>				
<b>• Collection Management</b>				
Acquire and record artifacts	Artifact records	300	300	300
<b>• Public Programs</b>				
Coordinate exhibit programs	Program reviews	3	3	1
Guide tour groups	Visitor responses	1,200	1,200	1,200
Respond to public inquiries	Comment cards and letters	400	400	400
<b>• Exhibition Design and Fabrication</b>				
Effectively design new exhibits	Visitor responses	350	500	400
Install exhibits	Staff and visitor responses	300	300	300

## Resources and Regulation

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Environment and Conservation</b>				
<b>•Historical Commission</b>				
Add properties to National Register of Historic Places	Properties added	56	40	35
Assist certified local governments in complying with National Historic Preservation Act	Certified local governments assisted	50	58	60
Assist in operation of historical sites	Historical sites	18	18	18
Assist in publication of historical journals	Historical societies	3	3	3
Assist in the Presidential Papers Project	Presidential Papers	3	3	3
Place historical markers	Historical markers placed per year	23	10	5
Review of historic properties impacted	Number of properties reviewed	2,917	3,000	3,000
Review Tax Act Certification Projects	Projects reviewed	93	98	102
Survey properties 50+ years old	Properties surveyed	2,140	2,250	2,250
Training for certified local governments and historic zoning commissions	Training sessions	5	5	5
<b>•Tennessee State Parks</b>				
Add trails and greenways	Miles added to trails and greenways	110	58	83
Increase revenues generated by state parks	Percent increase in revenues	10%	10%	10%
Increase state natural areas to 100,000 acres	Number of acres in state natural areas	81,310	87,312	95,771
<b>•Air Pollution Control</b>				
Improve air quality	Percent of Tennesseans breathing clean air	99.8%	99.8%	99.8%
<b>•Water Pollution Control</b>				
Improve public water system quality	Percent of customers with water meeting federal standard	98%	98%	98%
Improve quality of streams	Stream miles reduced from 303(d) list	0	950	950
<b>•Hazardous Waste Program</b>				
Clean hazardous waste sites	Number of inactive hazardous waste sites cleaned	4	5	5
Clean hazardous waste sites	Number of Resource Conservation and Recovery Act sites cleaned	102	100	100

## Resources and Regulation

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Underground Storage Tanks</b>				
Remediation of underground storage tank sites	Number of underground storage tank sites remediated	340	100	100

### Tennessee Wildlife Resources Agency

#### •Game Management

Administer Hunter Education Program	Students trained per year	18,673	19,700	20,700
Enhance the endangered species program	Species downlisted	13	0	0
Hold steady the number of farm game hunters	Hunter trips	1,024,482	1,058,632	1,092,782
Improve deer hunting experience	Deer hunter success rate	39%	41%	43%
Increase black bear opportunities	Hunter trips provided	9,600	11,500	13,400
Increase black bear population levels	Bears harvested	172	120	120
Increase Non Game Awareness	Days of wildlife viewing	4,680,000	4,740,000	4,780,000
Maintain a healthy wild turkey population	Hunter trips provided	348,228	377,148	406,068
Maintain farmgame harvest rate	Rabbits per hunt trip	1.3	1.4	1.5
Maintain farmgame harvest rates	Quail harvested per trip	1.6	1.7	1.8
Maintain healthy deer population	Deer harvested	143,497	155,000	160,000
Maintain healthy dove population	Hunter trips provided	407,616	439,680	471,744
Maintain or improve ruffed grouse populations	Annual hunter trips	64,028	90,000	105,000
Maintain or increase dove hunter participation	Dove hunters	92,640	102,200	111,760
Maintain squirrel populations	Hunter trips	1,022,143	1,250,000	1,400,000
Migrant goose harvest be based on a quota	Birds harvested annually	18,000	25,000	25,000
Provide firing ranges	Ranges developed per year	5	2	2
Provide improved turkey hunting	Hunter success rate	32	30	30
Provide maximum furbearer opportunities	Pelts sold	5,000	5,000	5,000
Provide proper duck habitat	Ducks wintered	368,481	500,000	500,000
Provide proper goose habitat	Average daily population	40,000	40,000	40,000
Stabilize or increase squirrel harvest	Squirrels per hunter trip	2	2.4	2.4

## Resources and Regulation

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Fish Management</b>				
Enhance reservoir fishing	Hours of reservoir fishing (millions)	10	10.1	10.2
Increase warmwater stream fish trips	Fishing trips (millions)	1.4	1.41	1.42
Maintain a commercial fishery program	Million pounds of fish	4.2	5	5.3
Maintain harvestable surplus of mussels	Tons of mussels	350	600	600
Maintain reservoir fish populations	Pounds of harvest (millions)	4	4	4
Optimum production in agency lakes	Fish trips annually	199,000	224,000	263,000
Provide quality coldwater fishing in streams/lakes	Trout fish trips (millions)	1.24	1.3	1.3
Provide quality fishing in ponds/small lakes	Fishing trips (millions)	4.3	4.3	4.5
<b>•Boating Safety</b>				
Maintain increase registrations	Boats registered	137,236	142,164	148,187
Provide training for boaters	Students trained	698	753	2,800
Provide water access	Build or repair launch ramps	6	6	6
Reduce annual accidents	Number of accidents	197	207	212
Reduce annual fatalities	Number of deaths	18	18	19
<b>Commerce &amp; Insurance</b>				
<b>•Division of Insurance</b>				
Administering and enforcing	Financial reviews	286,457	317,300	325,300
Collect taxes and fees	Process returns and audits	104,913	106,500	111,500
Provide services to the public	Consumer investigations	156,812	175,000	183,000
<b>•Fire Prevention</b>				
Combat arson and misuse of explosives	Annual change in dollar loss per scene examined	\$64,756	\$85,000	\$95,000
Enforce codes	Building plans reviewed	1,143	1,200	1,225
Inspect manufactured houses	Units inspected	29,315	29,400	29,400
Process permits	Permits licenses issued	235,295	258,825	284,700

## Resources and Regulation

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•TennCare Oversight</b>				
Administer claims processing examinations	Claims processing exams completed	8	17	14
Administer financial examinations	Number of exams completed	7	13	14
Review complaints	Provider complaints processed	175	140	100
Review financial statements	National Association of Insurance Commissioners (NAIC) financial statements reviewed	40	48	56
Review premium tax return	Premium tax returns reviewed	40	48	56
Review services independently	Disputed claims submitted for review	10	50	100
<b>•Securities</b>				
Investigation of securities	Securities investigations	55	30	50
Register and examine broker dealers	Applications processed	73,512	86,201	100,000
Review agents and investment advisers	Exams and registrations	666	746	850
Review and process securities registrations	Securities registrations	13,181	16,665	20,000
<b>•Consumer Affairs</b>				
Education of consumer protection	Telephone inquiries	70,000	70,000	70,000
Protection of the consumer	Consumer refunds	101,300	800,000	800,000
Protection of the consumer	Formal actions	23	30	35
Protection of the consumer	Written complaints	5,800	7,000	6,000
Registration of health clubs	Number of registrations	232	200	225
<b>•Fire and Codes Enforcement Academy</b>				
Provide training to all fire service and codes enforcement personnel	Onsite and field student contact hours	0	0	117,000
<b>•E-911 Emergency Communications Board</b>				
Determine criteria for raising landline 911 rates	Established procedures for 911 rate increases	0	0	1
Financial oversight of 911 districts	Acceptable revenue standards	0	0	1
Implement wireless E-911 service statewide	Wireless providers approved to deploy phase one	0	7	16

## Resources and Regulation

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Regulatory Boards</b>				
Administer examinations	Number of examinations	21,927	21,927	21,927
Licensure	Number of licensees	199,680	199,680	199,680
Process applications	Number of applications	32,233	32,233	32,233
Regulation	Number of cases closed	2,259	2,259	2,259
Regulation	Number of cases opened	2,822	2,822	2,822
<b>•Real Estate Education and Recovery</b>				
Provide educational materials	Number of licensees	40,396	40,396	40,396
<b>•Auctioneer Education and Recovery</b>				
Provide educational materials	Number of licensees	2,171	2,171	2,171
<b>•Fire Fighting Personnel Standards &amp; Education</b>				
Administer firefighter salary supplement	Supplements issued	5,246	5,400	5,670
Certification of firefighters	Certification exams administered	2,159	2,250	2,250
<b>Financial Institutions</b>				
<b>•Bank Division</b>				
Administer bank examinations	Banks examined in statutory cycle	71	72	70
<b>•Credit Union Division</b>				
Administer credit union examinations	Credit unions examined in statutory cycle	143	145	145
<b>•Compliance Division</b>				
Examination of required financial institutions	Number of institutions examined	1,836	1,873	2,094
<b>•Commissioner,Legal,Administrative, &amp; Support Svcs.</b>				
Process accounts payable transactions	Process within three days	2,002	2,050	2,050
Process accounts receivable transactions	Process within one day	228	250	250
<b>Labor and Workforce Development</b>				
<b>•Safety and Health Enforcement Program</b>				
Administration of program	Number of inspections (public sector)	1,683	1,690	1,690
Elimination of hazards	Number of serious hazards eliminated	2,445	2,450	2,450

## Resources and Regulation

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>• Claims and Settlements filed</b>				
Audit benefits	Claims reviewed	45,150	49,600	52,000
Receive claims	Claims received	135,700	149,300	152,200
<b>• Mine Safety</b>				
License mines	Number of mines licensed	35	45	43
Train Miners	Number of miners trained	3,163	3,450	3,555
<b>• Boiler Inspections</b>				
Insure safety of public	Number of inspections	27,109	8,500	8,500
<b>• Elevator Inspections</b>				
Insure safety of the general public	Number of elevators inspected	15,176	16,600	17,270
<b>• Labor Standards</b>				
Customer service	Number of phone calls received	74,648	75,000	75,000
<b>• Workforce Investment Act</b>				
Attainment of secondary school diplomas or equivalents	Titles II-B and II-C Youth Secondary School Diploma or GED completion rate	NA	60%	61.5%
Entry into unsubsidized employment (adult)	Adult and older worker entered employment rate	73%	74%	75.5%
Entry into unsubsidized employment (dislocated workers)	Dislocated worker entered employment rate	78%	79%	80.5%
Entry into unsubsidized employment (youth ages 19-21)	Youth age 19-21 entered employment rate	75%	70%	71.5%
<b>• Second Injury Fund</b>				
Payments to claimants	Cases closed	432	500	420
<b>• Adult Basic Education</b>				
Combat illiteracy	Number of GED's issued	13,168	14,000	5,750
Prepare clients for workforce	Number employed	3,812	4,000	4,000
<b>• GED and Adult High School</b>				
GED diplomas	Number issued	13,168	14,000	5,750



# Transportation, Business, and Economic Development

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# Transportation, Business, and Economic Development

Recommended Budget, Fiscal Year 2001 – 2002

**T**he Transportation, Business, and Economic Development functional group consists of the following five agencies and departments:

- Tennessee Housing Development Agency
- Department of Agriculture
- Department of Tourist Development
- Department of Economic and Community Development
- Department of Transportation.

These agencies are responsible for encouraging economic activity, thereby improving the livelihood of all Tennesseans through better job opportunities. The departments and agencies strive to accomplish this goal by bettering the state's infrastructure, creating a conducive environment for business, encouraging growth in the tourism industry, and building on the state's strong agricultural traditions. In addition to these general activities, this functional group also concentrates on consumer protection, marketing the state as a vacation destination, forest management, and assisting Tennesseans in securing affordable housing.

## Improvement Highlights

### Tennessee Housing Development Agency

The recommended budget includes \$103,000 in federal and departmental revenues to fund one compliance monitor position to

inspect low income housing tax program properties and two field representatives to manage additional caseload from the federal Section 8 program.

### Department of Agriculture

The recommended budget includes \$2.5 million for boll weevil eradication.

### Department of Tourist Development

The Administration recommends an improvement of \$1 million for advertising to promote Tennessee tourism.

### Department of Economic and Community Development

The Administration recommends an additional \$3.6 million for the Tennessee Industrial Infrastructure Program (TIIP). This program helps the state and communities recruit private sector firms to locate in Tennessee or expand in exchange for grants for infrastructure, site preparation, and job training services.

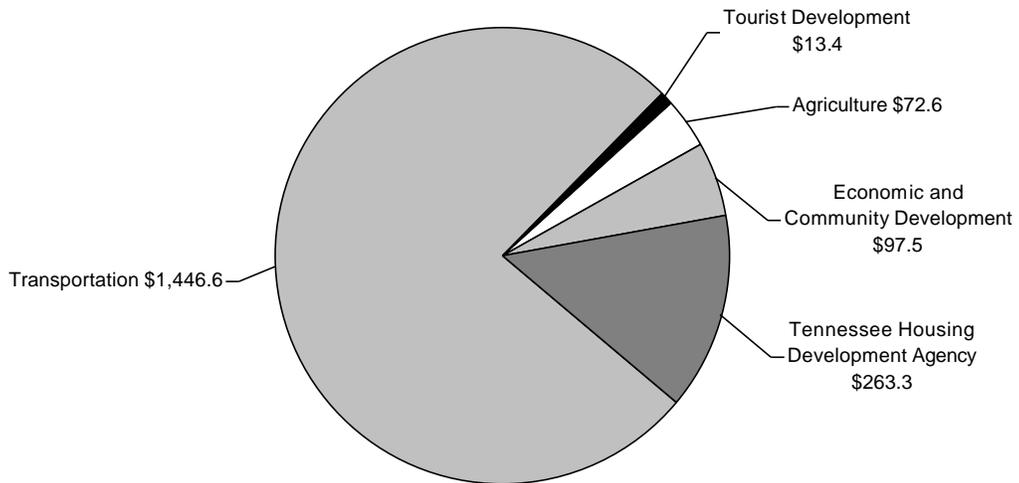
The Budget includes \$400,000 for an investment in the Tennessee Technological Development Corporation. This corporation provides in-state development and recruitment of advanced technology industries.

Funding of \$400,000 is also recommended for the second of three years of the Black Enterprise magazine conference. Funds are also recommended to pay for increased dues from the Appalachian Regional Commission.

The following graph depicts the manner in which funds are divided among the departments within this functional group. Funding mixes within each department vary,

as some are exclusively state funded and others represent state, federal, and other sources of funding.

### Transportation, Business and Economic Development FY 2001 - 2002 Recommended



In Millions  
\$1,893,437,200 Total

**Transportation, Business, and Economic Development  
Total Personnel and Funding**

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Recommended 2001-2002</u>
<b>Personnel</b>			
Full Time	6,418	6,418	6,421
Part Time	6	6	6
Seasonal	339	339	265
<b>TOTAL</b>	<b>6,763</b>	<b>6,763</b>	<b>6,692</b>
<b>Expenditures</b>			
Payroll	\$199,833,000	\$233,186,900	\$232,780,100
Operational	1,276,649,000	1,627,159,600	1,660,657,100
<b>TOTAL</b>	<b>\$1,476,482,000</b>	<b>\$1,860,346,500</b>	<b>\$1,893,437,200</b>
<b>Funding</b>			
State	\$791,547,600	\$848,706,100	\$868,617,500
Federal	623,881,300	945,515,500	960,183,000
Other	61,053,100	66,124,900	64,636,700

## Transportation, Business and Economic Development Improvements for Fiscal Year 2001-2002

	State	Federal	Other	Total	Positions
<b>Tennessee Housing Development Agency</b>					
<b>• Housing</b>					
To provide funding for one compliance monitor position to inspect low income housing tax credit program properties as required by Internal Revenue Service regulations and two field representatives to manage additional caseload from the federal Section 8 program, which subsidizes housing for eligible families.					
<b>316.20 Tennessee Housing Development Agency</b>	\$0	\$59,200	\$43,800	\$103,000	3
<b>Sub-total</b>	\$0	\$59,200	\$43,800	\$103,000	3
<b>Total Tennessee Housing Development Agency</b>	<b>\$0</b>	<b>\$59,200</b>	<b>\$43,800</b>	<b>\$103,000</b>	<b>3</b>
<b>Agriculture</b>					
<b>• Boll Weevil Eradication</b>					
To provide funding for boll weevil eradication.					
<b>325.01 Administration and Grants</b>	\$2,500,000	\$0	\$0	\$2,500,000	0
<b>Sub-total</b>	\$2,500,000	\$0	\$0	\$2,500,000	0
<b>Total Agriculture</b>	<b>\$2,500,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,500,000</b>	<b>0</b>
<b>Tourist Development</b>					
<b>• Advertising and Promotion</b>					
To provide funding to promote Tennessee tourism.					
<b>326.01 Administration and Marketing</b>	\$1,000,000	\$0	\$0	\$1,000,000	0
<b>Sub-total</b>	\$1,000,000	\$0	\$0	\$1,000,000	0
<b>Total Tourist Development</b>	<b>\$1,000,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,000,000</b>	<b>0</b>
<b>Economic and Community Development</b>					
<b>• Tennessee Industrial Infrastructure Program</b>					
To provide funding for industrial training and infrastructure grants to communities.					
<b>330.06 Tennessee Industrial Infrastructure Program (TIIP)</b>	\$2,500,000	\$0	\$0	\$2,500,000	0
<b>330.09 Industrial Training Service</b>	\$1,074,300	\$0	\$0	\$1,074,300	0
<b>Sub-total</b>	\$3,574,300	\$0	\$0	\$3,574,300	0

**Transportation, Business and Economic Development  
Improvements for Fiscal Year 2001-2002**

	<u>State</u>	<u>Federal</u>	<u>Other</u>	<u>Total</u>	<u>Positions</u>
<b>• High Technology Industry</b>					
To provide funding for in-state development and recruitment of advanced technology industries, through the Tennessee Technological Development Corporation.					
<b>330.01 Administrative Services</b>	\$400,000	\$0	\$0	\$400,000	0
<b>Sub-total</b>	\$400,000	\$0	\$0	\$400,000	0
<b>• Black Enterprise Conference</b>					
To provide funding for the second of three years of the Black Enterprise magazine conference.					
<b>330.05 Business Services</b>	\$400,000	\$0	\$0	\$400,000	0
<b>Sub-total</b>	\$400,000	\$0	\$0	\$400,000	0
<b>• Appalachian Regional Commission</b>					
To provide funding for increased membership dues of the Appalachian Regional Commission, which supports economic development of the region.					
<b>330.04 Regional Grants Management</b>	\$56,700	\$0	\$0	\$56,700	0
<b>Sub-total</b>	\$56,700	\$0	\$0	\$56,700	0
<b>Total Economic and Community Development</b>	<b>\$4,431,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,431,000</b>	<b>0</b>
<b>Total Transportation, Business and Economic Development</b>	<b>\$7,931,000</b>	<b>\$59,200</b>	<b>\$43,800</b>	<b>\$8,034,000</b>	<b>3</b>

# Tennessee Housing Development Agency

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The Tennessee Housing Development Agency (THDA) provides opportunities for decent, affordable housing for low and moderate income Tennesseans. THDA was created in response to a need for housing initiatives in rural areas, but it also performs activities in the major urban centers. The agency is authorized to sell tax-exempt revenue notes and bonds to provide funds for making below-market interest rate mortgage loans. Through the U.S. Department of Housing and Urban Development's Section 8 Program, THDA provides rental subsidies to assist renters in need and administers project based contracts. THDA also administers the HOME, a federally funded grant program that assists local housing providers in implementing affordable housing plans.

Activities include the rehabilitation and construction of rental and homeowner housing. The Low Income Housing Tax Credit program, administered by THDA, supports acquisition, rehabilitation and new construction of rental units for low income tenants. THDA has a governing board composed of state officials and gubernatorial and legislative appointees that are active and knowledgeable in their respective industries.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>316.20 Tennessee Housing Development Agency</b>					
Full-Time	171	171	171	3	174
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>171</b>	<b>171</b>	<b>171</b>	<b>3</b>	<b>174</b>
Payroll	5,515,500	7,193,800	7,193,800	91,000	7,284,800
Operational	46,347,400	256,025,100	256,025,100	12,000	256,037,100
<b>Total</b>	<b>\$51,862,900</b>	<b>\$263,218,900</b>	<b>\$263,218,900</b>	<b>\$103,000</b>	<b>\$263,321,900</b>
State	0	0	0	0	0
Federal	41,246,500	247,462,800	247,462,800	59,200	247,522,000
Other	10,616,400	15,756,100	15,756,100	43,800	15,799,900

# Department of Agriculture

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The Tennessee Department of Agriculture (TDA) was the very first state agency, established in 1854 to promote agriculture through fairs and livestock expositions. That tradition continues today as the department helps expand markets for farm and forest products through promotions and industry development activities. TDA provides an array of valuable consumer services from food safety and product quality assurance to pesticide regulation and environmental monitoring. Forestry services include landowner assistance, wildfire suppression and state forests management. Water quality programs encourage and promote wise stewardship of our natural resources. The department's mission is fulfilled within the four major areas:

- Administration and Grants
- Market Development
- Regulatory Services
- Forestry.

## **Administration and Grants**

Administration coordinates various duties including policy and strategic planning, budgeting, personnel administration, legal, and information services. The division also monitors grant-based programs in the areas of soil conservation and water quality, pesticide pollution and abatement, commodity distribution assistance to eligible recipients, forestry incentives, and volunteer fire department assistance. Overseeing the distribution of donated surplus USDA food is also an important function in this area. The department cooperates with the National Agricultural Statistics Service to collect, analyze, and publish reliable data for producers and decision makers in agriculture.

TDA administers programs to help reduce soil erosion on Tennessee farm and forestlands and to improve water quality. Through the Agricultural Resources Conservation Fund, cost-share grants are provided to farmers and other landowners that install best management practices to achieve these results.

The Tennessee Grain Indemnity Fund protects grain producers against the financial failure of a commodity dealer or warehouseman. The program is funded from interest income and grain producers' self-imposed assessments.

Funds deposited in the Certified Cotton Growers Organizational Fund are used for the Boll Weevil Eradication Program. The purpose of this program is to destroy, suppress, and eradicate boll weevils.

Administration also provides staff support and data management services for the Tennessee Tobacco Farmers Certifying Board. The Board is responsible for certifying tobacco farmers eligible to receive a share of the (Phase II) National Tobacco Growers Settlement Trust.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>325.01 Administration and Grants</b>					
Full-Time	68	68	68	0	<b>68</b>
Part-Time	1	1	1	0	<b>1</b>
Seasonal	1	1	1	0	<b>1</b>
<b>Total</b>	<b>70</b>	<b>70</b>	<b>70</b>	<b>0</b>	<b>70</b>
Payroll	2,745,200	3,118,200	3,118,200	0	<b>3,118,200</b>
Operational	41,644,200	11,845,700	9,299,400	2,500,000	<b>11,799,400</b>
<b>Total</b>	<b>\$44,389,400</b>	<b>\$14,963,900</b>	<b>\$12,417,600</b>	<b>\$2,500,000</b>	<b>\$14,917,600</b>
State	5,340,500	8,520,700	6,020,700	2,500,000	<b>8,520,700</b>
Federal	38,394,900	6,379,900	6,360,800	0	<b>6,360,800</b>
Other	654,000	63,300	36,100	0	<b>36,100</b>

**325.08 Agricultural Resources Conservation Fund**

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	2,416,700	3,005,000	3,005,000	0	<b>3,005,000</b>
<b>Total</b>	<b>\$2,416,700</b>	<b>\$3,005,000</b>	<b>\$3,005,000</b>	<b>\$0</b>	<b>\$3,005,000</b>
State	2,351,400	2,905,000	2,905,000	0	<b>2,905,000</b>
Federal	0	0	0	0	<b>0</b>
Other	65,300	100,000	100,000	0	<b>100,000</b>

**325.12 Tennessee Grain Indemnity Fund**

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	128,800	141,700	141,700	0	<b>141,700</b>
<b>Total</b>	<b>\$128,800</b>	<b>\$141,700</b>	<b>\$141,700</b>	<b>\$0</b>	<b>\$141,700</b>
State	0	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	128,800	141,700	141,700	0	<b>141,700</b>

**325.14 Certified Cotton Growers' Organization Fund**

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	0	0	0	0	0
Operational	2,559,800	15,435,000	15,435,000	0	15,435,000
<b>Total</b>	<b>\$2,559,800</b>	<b>\$15,435,000</b>	<b>\$15,435,000</b>	<b>\$0</b>	<b>\$15,435,000</b>
State	2,542,400	15,435,000	15,435,000	0	15,435,000
Federal	0	0	0	0	0
Other	17,400	0	0	0	0

## Market Development

The division works to develop domestic and foreign markets for Tennessee agricultural and forest products, and to attract agriculture and forest industry to the state. Marketing efforts promote a variety of products including horticultural material, livestock, fruits and vegetables, value-added products, aquaculture, Tennessee wines, and other products. Market Development also encourages local non-profit agricultural fairs and livestock shows throughout the state by providing financial assistance.

### 325.06 Market Development

Full-Time	25	26	26	0	26
Part-Time	2	2	2	0	2
Seasonal	0	0	0	0	0
<b>Total</b>	<b>27</b>	<b>28</b>	<b>28</b>	<b>0</b>	<b>28</b>
Payroll	1,012,600	1,099,200	1,140,300	0	1,140,300
Operational	1,147,400	1,452,600	1,430,000	0	1,430,000
<b>Total</b>	<b>\$2,160,000</b>	<b>\$2,551,800</b>	<b>\$2,570,300</b>	<b>\$0</b>	<b>\$2,570,300</b>
State	1,922,600	2,308,700	2,372,200	0	2,372,200
Federal	73,000	63,100	38,100	0	38,100
Other	164,400	180,000	160,000	0	160,000

## Regulatory Services

Regulatory Services is dedicated to the two main categories of production quality and consumer protection. Responsibilities of the division encompass various activities such as sampling the quality of feeds, seeds, and fertilizers; protecting animal and plant health; registering pesticides; ensuring food safety; and inspecting processing establishments. A state of the art laboratory supports other regulatory efforts by providing quality analytical data.

### 325.05 Regulatory Services

Full-Time	223	222	222	0	222
Part-Time	0	0	0	0	0
Seasonal	3	3	3	0	3
<b>Total</b>	<b>226</b>	<b>225</b>	<b>225</b>	<b>0</b>	<b>225</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	7,662,200	8,697,700	8,696,700	0	<b>8,696,700</b>
Operational	4,208,600	5,202,000	5,055,800	0	<b>5,055,800</b>
<b>Total</b>	<b>\$11,870,800</b>	<b>\$13,899,700</b>	<b>\$13,752,500</b>	<b>\$0</b>	<b>\$13,752,500</b>
State	8,232,700	10,172,500	10,172,500	0	<b>10,172,500</b>
Federal	981,600	899,100	730,000	0	<b>730,000</b>
Other	2,656,500	2,828,100	2,850,000	0	<b>2,850,000</b>

### 325.16 Agricultural Regulatory Fund

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	1,626,800	1,859,000	1,859,000	0	<b>1,859,000</b>
<b>Total</b>	<b>\$1,626,800</b>	<b>\$1,859,000</b>	<b>\$1,859,000</b>	<b>\$0</b>	<b>\$1,859,000</b>
State	1,431,400	1,739,000	1,739,000	0	<b>1,739,000</b>
Federal	0	0	0	0	<b>0</b>
Other	195,400	120,000	120,000	0	<b>120,000</b>

## Forestry

The Forestry Division provides operational support and maintenance to Tennessee's abundant public and private forest resources. TDA's forestry programs and services include fire suppression, water quality protection, insect and disease control, land owner assistance, tree improvement and seedling production, product utilization and promotion, urban forestry and state forest management. The Forestry Maintenance Division provides maintenance and support of forestry facilities and equipment.

### 325.10 Forestry

Full-Time	369	369	369	0	<b>369</b>
Part-Time	3	3	3	0	<b>3</b>
Seasonal	304	304	230	0	<b>230</b>
<b>Total</b>	<b>676</b>	<b>676</b>	<b>602</b>	<b>0</b>	<b>602</b>
Payroll	12,681,200	13,632,800	13,532,800	0	<b>13,532,800</b>
Operational	6,011,100	8,031,300	7,236,300	0	<b>7,236,300</b>
<b>Total</b>	<b>\$18,692,300</b>	<b>\$21,664,100</b>	<b>\$20,769,100</b>	<b>\$0</b>	<b>\$20,769,100</b>
State	12,976,200	16,545,300	16,445,300	0	<b>16,445,300</b>
Federal	1,891,800	1,835,900	1,974,500	0	<b>1,974,500</b>
Other	3,824,300	3,282,900	2,349,300	0	<b>2,349,300</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>325.11 Forestry Maintenance</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	224,900	223,500	158,500	0	158,500
<b>Total</b>	<b>\$224,900</b>	<b>\$223,500</b>	<b>\$158,500</b>	<b>\$0</b>	<b>\$158,500</b>
State	160,300	158,500	158,500	0	158,500
Federal	0	0	0	0	0
Other	64,600	65,000	0	0	0

**325.00 Department Total**

Full-Time	685	685	685	0	685
Part-Time	6	6	6	0	6
Seasonal	308	308	234	0	234
<b>Total</b>	<b>999</b>	<b>999</b>	<b>925</b>	<b>0</b>	<b>925</b>
Payroll	24,101,200	26,547,900	26,488,000	0	26,488,000
Operational	59,968,300	47,195,800	43,620,700	2,500,000	46,120,700
<b>Total</b>	<b>\$84,069,500</b>	<b>\$73,743,700</b>	<b>\$70,108,700</b>	<b>\$2,500,000</b>	<b>\$72,608,700</b>
State	34,957,500	57,784,700	55,248,200	2,500,000	57,748,200
Federal	41,341,300	9,178,000	9,103,400	0	9,103,400
Other	7,770,700	6,781,000	5,757,100	0	5,757,100

# Department of Tourist Development

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The Department of Tourist Development is responsible for planning and implementing marketing and service programs that increase the economic impact of tourism. These programs are designed to enhance Tennessee's image as a primary tourist destination, thus increasing the number of travel and tourism customers coming to Tennessee. The programs also help in developing new tourism programs in smaller communities to positively impact local economic development, while providing visitors to our welcome centers with a safe, positive impression of Tennessee. To achieve these and other program activities, the department is organized into two functional areas:

- Administration and Marketing
- Welcome Centers.

## Administration and Marketing

This division is responsible for the overall administration of the department including financial services, information system services, and support services. In addition, the management and implementation of the department's marketing programs and services are accomplished in this division. Some of the specific marketing programs include:

- Creating, producing, and placing broadcast and print media campaigns
- Developing direct sales programs which target group tour companies, travel agents, and international tour operators
- Promoting Tennessee to the media and national travel press by writing and distributing camera-ready travel articles and the sponsorship of travel writer press trips to Tennessee locations
- Developing brochures and travel literature promoting Tennessee for distribution to customers
- Collecting travel data and developing marketing research information
- Developing rural and heritage tourism promotional opportunities by directly working with local communities
- Providing co-op advertising, marketing, and promotional opportunities to businesses in the travel industry.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>326.01 Administration and Marketing</b>					
Full-Time	28	28	28	0	28
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>28</b>	<b>28</b>	<b>28</b>	<b>0</b>	<b>28</b>
Payroll	1,207,800	1,277,600	1,277,600	0	1,277,600
Operational	6,761,900	6,932,100	6,932,100	1,000,000	7,932,100
<b>Total</b>	<b>\$7,969,700</b>	<b>\$8,209,700</b>	<b>\$8,209,700</b>	<b>\$1,000,000</b>	<b>\$9,209,700</b>
State	7,963,000	8,149,700	8,149,700	1,000,000	9,149,700
Federal	0	0	0	0	0
Other	6,700	60,000	60,000	0	60,000

## Welcome Centers

This division is responsible for the operation of the thirteen welcome centers located on Tennessee's interstate highways. These centers are the initial contact point for travelers entering Tennessee. The staff at the welcome centers provide free travel information, brochures, literature, and reservations to the millions of visitors who stop at the centers each year.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>326.03 Welcome Centers</b>					
Full-Time	123	123	123	0	123
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>123</b>	<b>123</b>	<b>123</b>	<b>0</b>	<b>123</b>
Payroll	2,918,000	3,238,000	3,238,000	0	3,238,000
Operational	949,000	993,300	993,300	0	993,300
<b>Total</b>	<b>\$3,867,000</b>	<b>\$4,231,300</b>	<b>\$4,231,300</b>	<b>\$0</b>	<b>\$4,231,300</b>
State	1,467,000	183,100	0	0	0
Federal	0	0	0	0	0
Other	2,400,000	4,048,200	4,231,300	0	4,231,300
<b>326.00 Department Total</b>					
Full-Time	151	151	151	0	151
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>151</b>	<b>151</b>	<b>151</b>	<b>0</b>	<b>151</b>
Payroll	4,125,800	4,515,600	4,515,600	0	4,515,600
Operational	7,710,900	7,925,400	7,925,400	1,000,000	8,925,400
<b>Total</b>	<b>\$11,836,700</b>	<b>\$12,441,000</b>	<b>\$12,441,000</b>	<b>\$1,000,000</b>	<b>\$13,441,000</b>
State	9,430,000	8,332,800	8,149,700	1,000,000	9,149,700
Federal	0	0	0	0	0
Other	2,406,700	4,108,200	4,291,300	0	4,291,300

# Department of Economic and Community Development

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The Department of Economic and Community Development (ECD) encourages new job creation throughout the state in an effort to increase the incomes of Tennesseans. The philosophy of the Department of Economic & Community Development is to invest in Tennessee's greatest resources: the state's communities and people, through assistance in community-based infrastructure and training investments. ECD's top priorities are preparing local communities for economic development opportunities, training Tennessee's workers, recruiting new industries and assisting existing firms.

The Department of Economic and Community Development has six functional areas:

- Administrative and Support Services
- Recruiting and Marketing Services
- Tennessee Business Services
- Industrial and Job Skills Training Services
- Community Development Services
- Energy Services.

## Administrative and Support Services

Administrative and Support Services performs and coordinates research, advertising, communications and various administrative services. The Industrial Research Section provides statistical data in support of other divisions and services to existing industries. Specific services include maintaining a database on manufacturing companies in the state, conducting prospect feasibility studies, and preparing business cost comparisons. The Advertising and Communications Office serves the public affairs needs of each division, coordinates the advertising needs and produces informational publications. The Tennessee Technology Development Corporation promotes in-state technology development and the recruitment of high technology industries.

The Tennessee Film, Entertainment and Music Commission is administratively attached to ECD. The commission attracts television, commercial, movie, and videotape projects to Tennessee and promotes the use of Tennessee locations and artists in those productions. The activities include:

- Reading scripts and storyboards
- Acting as liaison with local communities
- Assisting with advance scouting and accommodations
- Matching scenes to Tennessee locations.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>330.01 Administrative Services</b>					
Full-Time	39	39	39	0	<b>39</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>39</b>	<b>39</b>	<b>39</b>	<b>0</b>	<b>39</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	1,740,900	1,890,300	1,890,300	0	<b>1,890,300</b>
Operational	2,281,600	2,449,700	2,449,700	400,000	<b>2,849,700</b>
<b>Total</b>	<b>\$4,022,500</b>	<b>\$4,340,000</b>	<b>\$4,340,000</b>	<b>\$400,000</b>	<b>\$4,740,000</b>
State	3,520,100	4,137,900	4,093,900	400,000	<b>4,493,900</b>
Federal	82,200	84,200	84,200	0	<b>84,200</b>
Other	420,200	117,900	161,900	0	<b>161,900</b>

## Recruiting and Marketing Services

Marketing Services personnel, through the Division of Industrial Development, act as the state's sales force to recruit new industry from national and international markets. The Office of International Affairs, also within this Division, works to boost Tennessee's global business connections and elevate the state's image as a premier international business location and a source of quality products and services.

### 330.02 Industrial Development

Full-Time	26	26	26	0	<b>26</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>26</b>	<b>26</b>	<b>26</b>	<b>0</b>	<b>26</b>
Payroll	1,207,100	1,254,500	1,286,400	0	<b>1,286,400</b>
Operational	4,342,200	4,465,000	4,403,800	0	<b>4,403,800</b>
<b>Total</b>	<b>\$5,549,300</b>	<b>\$5,719,500</b>	<b>\$5,690,200</b>	<b>\$0</b>	<b>\$5,690,200</b>
State	4,855,300	5,129,700	5,050,200	0	<b>5,050,200</b>
Federal	0	0	0	0	<b>0</b>
Other	694,000	589,800	640,000	0	<b>640,000</b>

## Tennessee Business Services

Business Services addresses the needs of existing businesses. Specific programs include:

- Existing Industry Services
- Office of Small Business Services
- Office of Minority Business Enterprise.

### 330.05 Business Services

Full-Time	15	15	15	0	<b>15</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>0</b>	<b>15</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	881,900	802,200	802,200	0	<b>802,200</b>
Operational	1,153,600	724,900	894,500	400,000	<b>1,294,500</b>
<b>Total</b>	<b>\$2,035,500</b>	<b>\$1,527,100</b>	<b>\$1,696,700</b>	<b>\$400,000</b>	<b>\$2,096,700</b>
State	1,558,700	1,344,200	1,321,000	400,000	<b>1,721,000</b>
Federal	10,100	35,700	35,700	0	<b>35,700</b>
Other	466,700	147,200	340,000	0	<b>340,000</b>

The Small and Minority Owned Telecommunications Program provides loan guarantees, education and training, consulting, and technical assistance to help small, minority and/or women-owned telecommunications businesses grow in Tennessee.

### **330.03 Small and Minority Owned Telecommunications Program**

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	80,000	80,100	80,100	0	<b>80,100</b>
<b>Total</b>	<b>\$80,000</b>	<b>\$80,100</b>	<b>\$80,100</b>	<b>\$0</b>	<b>\$80,100</b>
State	0	80,100	80,100	0	<b>80,100</b>
Federal	0	0	0	0	<b>0</b>
Other	80,000	0	0	0	<b>0</b>

## **Industrial and Job Skills Training Services**

Industrial Training Services provides customized training assistance to new and expanding business and industry in Tennessee. The training assistance acts as an incentive for these employers to locate or expand in Tennessee.

### **330.09 Industrial Training Services**

Full-Time	7	7	7	0	<b>7</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>7</b>	<b>7</b>	<b>7</b>	<b>0</b>	<b>7</b>
Payroll	292,500	257,700	292,900	0	<b>292,900</b>
Operational	3,875,100	4,096,500	2,037,300	1,074,300	<b>3,111,600</b>
<b>Total</b>	<b>\$4,167,600</b>	<b>\$4,354,200</b>	<b>\$2,330,200</b>	<b>\$1,074,300</b>	<b>\$3,404,500</b>
State	2,949,700	2,330,200	2,330,200	1,074,300	<b>3,404,500</b>
Federal	0	24,000	0	0	<b>0</b>
Other	1,217,900	2,000,000	0	0	<b>0</b>

The Job Skills Fund is a workforce development incentive program designed to enhance employment opportunities and to meet the needs of existing and new industries in Tennessee by

providing training grants to eligible employers. Priority is given to employers who promote high-skill, high-wage jobs in advanced technology, emerging occupations, or skilled manufacturing.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>330.13 Job Skills Fund</b>					
Full-Time	4	4	4	0	4
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>4</b>	<b>4</b>	<b>4</b>	<b>0</b>	<b>4</b>
Payroll	202,700	247,300	247,300	0	247,300
Operational	3,063,700	18,865,100	18,865,100	0	18,865,100
<b>Total</b>	<b>\$3,266,400</b>	<b>\$19,112,400</b>	<b>\$19,112,400</b>	<b>\$0</b>	<b>\$19,112,400</b>
State	2,342,900	18,212,400	18,212,400	0	18,212,400
Federal	0	0	0	0	0
Other	923,500	900,000	900,000	0	900,000

### Community Development Services

Community Development Services works with communities to ensure they develop and maintain the leadership, organizations, and community facilities essential for economic growth. The Tennessee Industrial Infrastructure Program (TIIP) assists local communities with economic growth by providing grants for infrastructure improvements, industrial site preparation, and industrial training. Infrastructure improvements involve activities such as water, wastewater, and rail services. Industrial site preparation includes grading, leveling, and drainage projects. Other primary activities of Community Development Services include:

- Administering Community Development Block grants, Appalachian Regional Commission grants and the Tennessee Industrial Infrastructure Program
- Administering the Three-Star Community Economic Preparedness Program and providing local planning services.

### 330.04 Regional Grants Management

Full-Time	19	19	19	0	19
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>19</b>	<b>19</b>	<b>19</b>	<b>0</b>	<b>19</b>
Payroll	743,200	836,400	853,000	0	853,000
Operational	30,448,000	32,924,700	32,858,800	56,700	32,915,500
<b>Total</b>	<b>\$31,191,200</b>	<b>\$33,761,100</b>	<b>\$33,711,800</b>	<b>\$56,700</b>	<b>\$33,768,500</b>
State	1,597,100	1,760,000	1,760,000	56,700	1,816,700
Federal	29,339,000	31,881,800	31,881,800	0	31,881,800
Other	255,100	119,300	70,000	0	70,000

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>330.06 Tennessee Industrial Infrastructure Program (TIIP)</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	10,844,100	14,532,000	14,532,000	2,500,000	17,032,000
<b>Total</b>	<b>\$10,844,100</b>	<b>\$14,532,000</b>	<b>\$14,532,000</b>	<b>\$2,500,000</b>	<b>\$17,032,000</b>
State	10,813,000	14,500,000	14,500,000	2,500,000	17,000,000
Federal	0	0	0	0	0
Other	31,100	32,000	32,000	0	32,000

### 330.07 Community Development

Full-Time	79	79	79	0	79
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>79</b>	<b>79</b>	<b>79</b>	<b>0</b>	<b>79</b>
Payroll	3,056,500	3,375,700	3,334,100	0	3,334,100
Operational	783,900	892,300	869,700	0	869,700
<b>Total</b>	<b>\$3,840,400</b>	<b>\$4,268,000</b>	<b>\$4,203,800</b>	<b>\$0</b>	<b>\$4,203,800</b>
State	2,478,100	2,535,200	2,681,900	0	2,681,900
Federal	0	144,400	144,400	0	144,400
Other	1,362,300	1,588,400	1,377,500	0	1,377,500

## Energy Services

Energy Services promotes efficient and economic use of energy by public and private sectors of the Tennessee economy. The Energy Division, through grants from the U. S. Department of Energy, renders technical and financial assistance to Tennessee's existing businesses, local governments, schools, and hospitals in order to reduce energy costs. The Small Business Energy Loan Program and Local Government Energy Loan Program assist small business and local governments respectively in identifying, purchasing, and installing energy efficiency measures through low interest loans. Both programs are administered by the Energy Division.

### 330.08 Energy

Full-Time	15	15	15	0	15
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>0</b>	<b>15</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	629,900	748,800	748,800	0	<b>748,800</b>
Operational	553,300	2,806,700	1,826,600	0	<b>1,826,600</b>
<b>Total</b>	<b>\$1,183,200</b>	<b>\$3,555,500</b>	<b>\$2,575,400</b>	<b>\$0</b>	<b>\$2,575,400</b>
State	0	38,900	38,900	0	<b>38,900</b>
Federal	1,169,900	3,516,600	2,536,500	0	<b>2,536,500</b>
Other	13,300	0	0	0	<b>0</b>

### 330.10 Small Business Energy Loan Program

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	390,100	1,250,000	1,250,000	0	<b>1,250,000</b>
<b>Total</b>	<b>\$390,100</b>	<b>\$1,250,000</b>	<b>\$1,250,000</b>	<b>\$0</b>	<b>\$1,250,000</b>
State	0	0	0	0	<b>0</b>
Federal	390,100	1,250,000	1,250,000	0	<b>1,250,000</b>
Other	0	0	0	0	<b>0</b>

### 330.11 Local Government Energy Loan Program

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	1,208,600	3,500,000	3,500,000	0	<b>3,500,000</b>
<b>Total</b>	<b>\$1,208,600</b>	<b>\$3,500,000</b>	<b>\$3,500,000</b>	<b>\$0</b>	<b>\$3,500,000</b>
State	0	0	0	0	<b>0</b>
Federal	1,208,600	3,500,000	3,500,000	0	<b>3,500,000</b>
Other	0	0	0	0	<b>0</b>

### 330.00 Department Total

Full-Time	204	204	204	0	<b>204</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>204</b>	<b>204</b>	<b>204</b>	<b>0</b>	<b>204</b>
Payroll	8,754,700	9,412,900	9,455,000	0	<b>9,455,000</b>
Operational	59,024,200	86,587,000	83,567,600	4,431,000	<b>87,998,600</b>
<b>Total</b>	<b>\$67,778,900</b>	<b>\$95,999,900</b>	<b>\$93,022,600</b>	<b>\$4,431,000</b>	<b>\$97,453,600</b>
State	30,114,900	50,068,600	50,068,600	4,431,000	<b>54,499,600</b>
Federal	32,199,900	40,436,700	39,432,600	0	<b>39,432,600</b>
Other	5,464,100	5,494,600	3,521,400	0	<b>3,521,400</b>

# Department of Transportation

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The Department of Transportation plans, designs, constructs, and maintains the state's highway network. The department is also responsible for other modes of transportation such as aeronautics, public transit, railroads, and waterways. The Department of Transportation consists of three major program areas:

- Headquarters
- Bureau of Administration
- Bureau of Engineering.

## Headquarters

Transportation Headquarters consists of the commissioner's office, staff, and the Aeronautics Division. This office also provides support functions as well as necessary liaison activities with other branches of state government to ensure compliance with all legal and policy requirements.

The Division of Insurance Premiums provides funding for claims payment when litigation requires payment to third parties.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>401 Headquarters</b>					
Full-Time	93	93	93	0	93
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>93</b>	<b>93</b>	<b>93</b>	<b>0</b>	<b>93</b>
Payroll	3,547,900	3,915,800	4,471,200	0	4,471,200
Operational	4,753,900	5,586,000	7,284,400	0	7,284,400
Reallocated	156,500	159,200	245,400	0	245,400
<b>Total</b>	<b>\$8,458,300</b>	<b>\$9,661,000</b>	<b>\$12,001,000</b>	<b>\$0</b>	<b>\$12,001,000</b>
State	8,458,300	9,661,000	12,001,000	0	12,001,000
Federal	0	0	0	0	0
Other	0	0	0	0	0
<b>414 Insurance Premiums</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	6,196,800	7,536,000	8,490,000	0	8,490,000
Reallocated	0	0	0	0	0
<b>Total</b>	<b>\$6,196,800</b>	<b>\$7,536,000</b>	<b>\$8,490,000</b>	<b>\$0</b>	<b>\$8,490,000</b>
State	6,196,800	7,536,000	8,490,000	0	8,490,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

## Bureau of Administration

This bureau provides funding for the administrative activities of the department. Functions include central services, finance, human resources, information technology, strategic planning and departmental safety. These areas provide general management support to the department.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>402 Bureau of Administration</b>					
Full-Time	239	239	239	0	<b>239</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	31	31	31	0	<b>31</b>
<b>Total</b>	<b>270</b>	<b>270</b>	<b>270</b>	<b>0</b>	<b>270</b>
Payroll	8,478,300	10,284,300	10,714,000	0	<b>10,714,000</b>
Operational	15,258,100	26,324,000	24,768,100	0	<b>24,768,100</b>
Reallocated	(52,200)	(317,300)	(183,100)	0	<b>(183,100)</b>
<b>Total</b>	<b>\$23,684,200</b>	<b>\$36,291,000</b>	<b>\$35,299,000</b>	<b>\$0</b>	<b>\$35,299,000</b>
State	23,684,200	36,291,000	35,299,000	0	<b>35,299,000</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

## Bureau of Engineering

The Bureau of Engineering is responsible for the department's long-range planning and coordinates the construction, maintenance, and inspection of highways, bridges, airports, and navigational equipment. Such activities include:

- Constructing, resurfacing, restoring, and rehabilitating Tennessee's interstate system
- Conducting studies and surveys required by various federal agencies
- Constructing industrial highways, national forest roads, connector routes, bridges, airports, water port facilities, and rail short lines
- Constructing or replacing plant facilities for the Bureau of Engineering
- Providing engineering and administrative support to other state agencies' construction not involving roads in the state highway system
- Eliminating junkyards and control of outdoor advertising and easements
- Providing for high-hazard and roadside obstacle warnings, rail-highway crossings, pavement marking, and railroad safety
- Providing funds for mass transit projects including rideshare programs
- Operating a fleet management program to replace and purchase new mobile equipment
- Conducting a congestion mitigation and air quality program in Tennessee's non-attainment areas
- Maintaining the state's existing motorized equipment (with the exception of the executive line and motor pool vehicles)
- Building and maintaining bicycle trails
- Collecting travel data
- Monitoring affected environment
- Bridge design.

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>403 Bureau of Engineering</b>					
Full-Time	1,134	1,134	1,134	0	1,134
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,134</b>	<b>1,134</b>	<b>1,134</b>	<b>0</b>	<b>1,134</b>
Payroll	43,069,600	51,228,900	51,505,000	0	51,505,000
Operational	1,819,300	4,257,600	4,010,600	0	4,010,600
Reallocated	(23,997,900)	(26,251,500)	(26,193,600)	0	(26,193,600)
<b>Total</b>	<b>\$20,891,000</b>	<b>\$29,235,000</b>	<b>\$29,322,000</b>	<b>\$0</b>	<b>\$29,322,000</b>
State	20,891,000	29,235,000	29,322,000	0	29,322,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

#### 412 Field Engineering

Full-Time	596	596	596	0	596
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>596</b>	<b>596</b>	<b>596</b>	<b>0</b>	<b>596</b>
Payroll	20,109,200	22,713,900	23,162,500	0	23,162,500
Operational	3,141,800	4,872,100	5,363,100	0	5,363,100
Reallocated	(2,104,600)	(2,507,000)	(3,116,600)	0	(3,116,600)
<b>Total</b>	<b>\$21,146,400</b>	<b>\$25,079,000</b>	<b>\$25,409,000</b>	<b>\$0</b>	<b>\$25,409,000</b>
State	21,146,400	25,079,000	25,409,000	0	25,409,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

#### 416 Mass Transit

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	35,087,200	42,905,500	46,614,800	0	46,614,800
Reallocated	1,300	19,500	1,200	0	1,200
<b>Total</b>	<b>\$35,088,500</b>	<b>\$42,925,000</b>	<b>\$46,616,000</b>	<b>\$0</b>	<b>\$46,616,000</b>
State	24,211,100	22,900,000	28,789,000	0	28,789,000
Federal	10,175,700	19,838,000	17,625,000	0	17,625,000
Other	701,700	187,000	202,000	0	202,000

#### 418 Field Construction

Full-Time	1,135	1,135	1,135	0	1,135
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>1,135</b>	<b>1,135</b>	<b>1,135</b>	<b>0</b>	<b>1,135</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	34,660,100	40,623,800	39,307,500	0	<b>39,307,500</b>
Operational	0	0	0	0	<b>0</b>
Reallocated	(34,660,100)	(40,623,800)	(39,307,500)	0	<b>(39,307,500)</b>
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
State	0	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

#### 419 Field Maintenance Operations

Full-Time	1,733	1,733	1,733	0	<b>1,733</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>1,733</b>	<b>1,733</b>	<b>1,733</b>	<b>0</b>	<b>1,733</b>
Payroll	40,103,200	48,462,500	47,382,600	0	<b>47,382,600</b>
Operational	4,400	0	0	0	<b>0</b>
Reallocated	(40,107,600)	(48,462,500)	(47,382,600)	0	<b>(47,382,600)</b>
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
State	0	0	0	0	<b>0</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

#### 430 Equipment Purchases and Operations

Full-Time	277	277	277	0	<b>277</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>277</b>	<b>277</b>	<b>277</b>	<b>0</b>	<b>277</b>
Payroll	7,367,500	8,287,500	8,493,900	0	<b>8,493,900</b>
Operational	31,730,900	36,505,900	36,836,400	0	<b>36,836,400</b>
Reallocated	(23,673,200)	(23,943,400)	(24,129,300)	0	<b>(24,129,300)</b>
<b>Total</b>	<b>\$15,425,200</b>	<b>\$20,850,000</b>	<b>\$21,201,000</b>	<b>\$0</b>	<b>\$21,201,000</b>
State	15,425,200	20,850,000	21,201,000	0	<b>21,201,000</b>
Federal	0	0	0	0	<b>0</b>
Other	0	0	0	0	<b>0</b>

#### 440 Planning and Research

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	6,418,100	9,929,500	15,870,400	0	<b>15,870,400</b>
Reallocated	4,557,800	4,020,500	4,229,600	0	<b>4,229,600</b>
<b>Total</b>	<b>\$10,975,900</b>	<b>\$13,950,000</b>	<b>\$20,100,000</b>	<b>\$0</b>	<b>\$20,100,000</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	2,195,200	3,450,000	9,400,000	0	<b>9,400,000</b>
Federal	8,780,700	10,500,000	10,700,000	0	<b>10,700,000</b>
Other	0	0	0	0	<b>0</b>

#### 451 Highway Maintenance

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	169,459,500	198,948,100	207,731,900	0	<b>207,731,900</b>
Reallocated	59,456,500	67,122,900	67,814,100	0	<b>67,814,100</b>
<b>Total</b>	<b>\$228,916,000</b>	<b>\$266,071,000</b>	<b>\$275,546,000</b>	<b>\$0</b>	<b>\$275,546,000</b>
State	228,916,000	264,971,000	274,446,000	0	<b>274,446,000</b>
Federal	0	0	0	0	<b>0</b>
Other	0	1,100,000	1,100,000	0	<b>1,100,000</b>

#### 453 Highway Betterments

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	5,830,300	6,651,200	6,925,800	0	<b>6,925,800</b>
Reallocated	1,108,600	1,313,800	1,039,200	0	<b>1,039,200</b>
<b>Total</b>	<b>\$6,938,900</b>	<b>\$7,965,000</b>	<b>\$7,965,000</b>	<b>\$0</b>	<b>\$7,965,000</b>
State	6,938,900	7,865,000	7,865,000	0	<b>7,865,000</b>
Federal	0	0	0	0	<b>0</b>
Other	0	100,000	100,000	0	<b>100,000</b>

#### 455 State Aid

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	26,760,500	41,614,200	41,591,600	0	<b>41,591,600</b>
Reallocated	228,000	210,800	233,400	0	<b>233,400</b>
<b>Total</b>	<b>\$26,988,500</b>	<b>\$41,825,000</b>	<b>\$41,825,000</b>	<b>\$0</b>	<b>\$41,825,000</b>
State	19,701,600	30,682,000	30,682,000	0	<b>30,682,000</b>
Federal	0	0	0	0	<b>0</b>
Other	7,286,900	11,143,000	11,143,000	0	<b>11,143,000</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
<b>470 State Industrial Access</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	8,544,600	9,852,000	10,018,900	0	10,018,900
Reallocated	1,054,900	1,163,000	996,100	0	996,100
<b>Total</b>	<b>\$9,599,500</b>	<b>\$11,015,000</b>	<b>\$11,015,000</b>	<b>\$0</b>	<b>\$11,015,000</b>
State	9,599,500	10,815,000	10,815,000	0	10,815,000
Federal	0	0	0	0	0
Other	0	200,000	200,000	0	200,000
<b>472 Interstate Construction</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	125,370,300	118,301,500	129,186,800	0	129,186,800
Reallocated	4,188,400	7,923,500	4,038,200	0	4,038,200
<b>Total</b>	<b>\$129,558,700</b>	<b>\$126,225,000</b>	<b>\$133,225,000</b>	<b>\$0</b>	<b>\$133,225,000</b>
State	11,660,300	12,525,000	17,325,000	0	17,325,000
Federal	115,307,200	112,200,000	114,400,000	0	114,400,000
Other	2,591,200	1,500,000	1,500,000	0	1,500,000
<b>475 Forest Highways</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	1,631,500	848,500	855,000	0	855,000
Reallocated	46,400	51,500	45,000	0	45,000
<b>Total</b>	<b>\$1,677,900</b>	<b>\$900,000</b>	<b>\$900,000</b>	<b>\$0</b>	<b>\$900,000</b>
State	335,600	200,000	200,000	0	200,000
Federal	1,342,300	700,000	700,000	0	700,000
Other	0	0	0	0	0
<b>478 Local Interstate Connectors</b>					
Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
Payroll	0	0	0	0	0
Operational	3,160,300	2,718,000	2,826,100	0	2,826,100
Reallocated	130,400	232,000	123,900	0	123,900
<b>Total</b>	<b>\$3,290,700</b>	<b>\$2,950,000</b>	<b>\$2,950,000</b>	<b>\$0</b>	<b>\$2,950,000</b>
State	1,645,400	1,475,000	1,475,000	0	1,475,000
Federal	0	0	0	0	0
Other	1,645,300	1,475,000	1,475,000	0	1,475,000

#### 480 State Highway Construction

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	596,556,900	607,076,100	590,929,100	0	590,929,100
Reallocated	44,651,500	48,965,900	52,321,900	0	52,321,900
<b>Total</b>	<b>\$641,208,400</b>	<b>\$656,042,000</b>	<b>\$643,251,000</b>	<b>\$0</b>	<b>\$643,251,000</b>
State	288,543,800	215,042,000	194,401,000	0	194,401,000
Federal	333,428,400	428,200,000	435,900,000	0	435,900,000
Other	19,236,200	12,800,000	12,950,000	0	12,950,000

#### 481 Capital Improvements

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	3,980,600	12,544,300	11,210,100	0	11,210,100
Reallocated	(300,200)	598,700	489,900	0	489,900
<b>Total</b>	<b>\$3,680,400</b>	<b>\$13,143,000</b>	<b>\$11,700,000</b>	<b>\$0</b>	<b>\$11,700,000</b>
State	3,680,400	13,143,000	11,700,000	0	11,700,000
Federal	0	0	0	0	0
Other	0	0	0	0	0

#### 488 Bridge Replacement

Full-Time	0	0	0	0	0
Part-Time	0	0	0	0	0
Seasonal	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	0
Operational	35,074,200	68,890,500	72,390,000	0	72,390,000
Reallocated	9,288,400	10,309,500	8,710,000	0	8,710,000
<b>Total</b>	<b>\$44,362,600</b>	<b>\$79,200,000</b>	<b>\$81,100,000</b>	<b>\$0</b>	<b>\$81,100,000</b>

	<u>Actual 1999-2000</u>	<u>Estimated 2000-2001</u>	<u>Base 2001-2002</u>	<u>Improvement 2001-2002</u>	<u>Recommended 2001-2002</u>
State	5,767,100	5,100,000	5,400,000	0	<b>5,400,000</b>
Federal	35,490,100	70,500,000	72,100,000	0	<b>72,100,000</b>
Other	3,105,400	3,600,000	3,600,000	0	<b>3,600,000</b>

#### 494 Air, Water, and Rail Transportation

Full-Time	0	0	0	0	<b>0</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	0	0	0	0	<b>0</b>
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Payroll	0	0	0	0	<b>0</b>
Operational	22,819,000	24,065,300	38,672,200	0	<b>38,672,200</b>
Reallocated	27,100	14,700	24,800	0	<b>24,800</b>
<b>Total</b>	<b>\$22,846,100</b>	<b>\$24,080,000</b>	<b>\$38,697,000</b>	<b>\$0</b>	<b>\$38,697,000</b>
State	18,048,400	15,700,000	23,000,000	0	<b>23,000,000</b>
Federal	4,569,200	6,500,000	12,700,000	0	<b>12,700,000</b>
Other	228,500	1,880,000	2,997,000	0	<b>2,997,000</b>

#### 400 Department Total

Full-Time	5,207	5,207	5,207	0	<b>5,207</b>
Part-Time	0	0	0	0	<b>0</b>
Seasonal	31	31	31	0	<b>31</b>
<b>Total</b>	<b>5,238</b>	<b>5,238</b>	<b>5,238</b>	<b>0</b>	<b>5,238</b>
Payroll	157,335,800	185,516,700	185,036,700	0	<b>185,036,700</b>
Operational	1,103,598,200	1,229,426,300	1,261,575,300	0	<b>1,261,575,300</b>
Reallocated	0	0	0	0	<b>0</b>
<b>Total</b>	<b>\$1,260,934,000</b>	<b>\$1,414,943,000</b>	<b>\$1,446,612,000</b>	<b>\$0</b>	<b>\$1,446,612,000</b>
State	717,045,200	732,520,000	747,220,000	0	<b>747,220,000</b>
Federal	509,093,600	648,438,000	664,125,000	0	<b>664,125,000</b>
Other	34,795,200	33,985,000	35,267,000	0	<b>35,267,000</b>

## Transportation, Business and Economic Development

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Tennessee Housing Development Agency</b>				
<b>•Mortgage Administration</b>				
Loan servicing	Number of loans serviced	31,036	31,000	30,000
<b>•Homeownership</b>				
Commitment of loans	Number of loans funded	6,135	3,000	2,750
<b>•Housing Management</b>				
Rental assistance	Existing units under lease	4,524	6,312	6,500
<b>Agriculture</b>				
<b>•Commodity Distribution</b>				
Maximize federal commodity allocation distributed - Emergency Food Assistance Program	Percent of allocation distributed	97.6%	98%	99%
Maximize federal commodity allocation distributed - School Lunch	Percent of allocation distributed	97.7%	98%	99%
<b>•Regulatory Services</b>				
Agricultural inputs	Number of inspections	6,893	6,500	6,500
Environmental protection	Number of inspections	4,356	4,500	4,500
Food safety	Number of inspections	23,226	24,000	23,000
Laboratory support	Number of agricultural input samples	5,775	5,000	5,000
Laboratory support	Number of animal pathology tests	40,822	40,000	40,000
Laboratory support	Number of environmental protection samples	560	450	450
Laboratory support	Number of food safety samples	6,032	6,000	5,500
Laboratory support	Number of metrology tests	5,160	4,500	4,500
Plant certification	Number of inspections	3,410	3,400	3,400
Weights and measures	Number of inspections	176,246	175,000	175,000
<b>•Market Development</b>				
Develop markets for Tennessee agricultural products	Sales of Tennessee products from direct recruitment (millions)	\$3.1	\$3.5	\$3.5
Increase economic opportunities	New farm investment (millions)	\$7.3	\$8.0	\$8.0
Increase international sales of Tennessee agricultural products	Companies participating in sales programs	15	20	15

## Transportation, Business and Economic Development

### Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Agricultural Resources Conservation Fund</b>				
Effective and efficient management of programs	Best management practices installed	1,228	1,290	1,350
Promote resource conservation	Demonstration events funded	30	35	40
<b>•Forestry</b>				
Effectively manage private lands	Landowner assistance plans prepared	816	900	900
Protect forest land from fire	Average fire size (acres)	12.3	19.7	12
Reforest private lands	Acres reforested	10,000	10,000	10,000
<b>•Water Quality</b>				
Effective and efficient management of 319 grant pool	Best management practices installed	54	65	78
Increase participation in Nonpoint Source Partnership Conference	Conference attendance	105	85	110
Increase participation in Soil Conservation District supervisor meetings	Meeting participants	4,845	5,200	5,500
Increase participation in state soil conservation meetings	Meeting participants	21	28	28
Promote water quality	Demonstration events funded	30	32	34
<b>Tourist Development</b>				
<b>•Travel Promotion</b>				
Assist the travel industry in promotion of Tennessee	Number of brochures displayed in welcome centers	3,500	3,500	3,500
Encourage travelers to stay in Tennessee	Reservations made at welcome centers	13,652	14,500	14,500
Increase number of visitors to Tennessee	Number of visitors (millions)	\$38.7	\$39.4	\$43.4
Increase tax revenue for state and local government	Tourism generated state and local tax revenue (millions)	\$779.2	\$779.0	\$816.0
Monitor economic impact of tourism on Tennessee	Revenue from tourist spending (billions)	\$9.2	\$9.4	\$9.6
Provide jobs	State wide tourism employment	172,200	175,500	179,000
<b>•Welcome Center Operations</b>				
Manage 13 full service welcome centers	People using facilities	14,334,800	15,000,000	15,000,000

## Transportation, Business and Economic Development Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>Economic and Community Development</b>				
<b>•Regional Offices</b>				
Assist counties in economic growth	Number of the 95 counties assisted	95	95	95
<b>•Industrial Development</b>				
Reach \$6.5 billion in new private investment	Capital investment (in billions)	\$7.0	\$6.5	\$5.0
<b>•National Marketing</b>				
Make business contacts with companies	Number of contacts	1,500	1,000	2,000
<b>•Workforce Development</b>				
Recruit new industry	Number of new companies	107	110	110
<b>•International Marketing</b>				
Recruit foreign investment	Number of new companies	20	23	25
<b>•International Development Group</b>				
Conduct trade missions to recruit international business prospects	Number of contacts made	400	400	400
<b>•Conferences</b>				
Heighten awareness of economic development in Tennessee	Number of people attending conferences	800	800	850
<b>•Advertising</b>				
Promote Tennessee nationally and internationally	Number of leads	500	500	550
<b>•Small and Minority-Owned Telecommunications Prog.</b>				
Increase number of loan guarantees	Number of new loan guarantees	1	5	10
Increase number of participants	Number of new participants	25	35	50
<b>•Business Services Administration</b>				
Provide and coordinate assistance to Tennessee companies	Increase in number of companies assisted	1,800	2,000	2,300

## Transportation, Business and Economic Development Performance Measures and Program Information

Program Objective	Measure	Actual 1999-2000	Estimated 2000-2001	Estimated 2001-2002
<b>•Small Business</b>				
Expand minority automotive supplier development program	Number of businesses recruited into program	10	20	30
Identify additional resources	Number of new small business partners	3	5	5
Provide seminars and training programs to assist small and minority businesses	Number of seminars	25	25	25
<b>•Manufacturing Services</b>				
Increase capital investment to 70% of total yearly investment in Tennessee	Percent of total investment that equals capital investment	70%	72%	73%
Increase penetration in industrial sector	Company visits	750	800	850
<b>•Local Planning Assistance</b>				
Provide technical planning assistance to local governments	Number of local government contracts	208	208	208
<b>•Federal Energy Grant Programs</b>				
Administer energy loan programs	Number of loan programs	2	2	2
Implement federal programs	Number of grant programs	10	10	10
<b>•Industrial Training Service</b>				
Provide training to Tennessee companies	Number of companies receiving training services	95	100	100
<b>•Small Business Energy Loan Fund</b>				
Make financially sound energy efficiency loans to small businesses in Tennessee	Number of loans	15	15	15
<b>•Local Government Energy Loan Program</b>				
Make financially sound energy efficiency loans to local governments in Tennessee	Number of loans	20	20	20
<b>•Tennessee Job Skills Program</b>				
Provide training to Tennessee companies	Number of companies receiving Job Skills training	68	70	70



# Glossary and Index

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# Glossary of Budget Terms

## A

**ACCENT** - A computer system, also known as Automated Client Certification Eligibility Network for Tennessee, which determines eligibility for Food Stamps, Families First, and Medicaid programs.

**Agency** - Any department, commission, board, authority, government-owned corporation, or other independent governmental entity.

**Allotment** - Funds established for agency expenditure, in accordance with the appropriations made by the General Assembly.

**Allotment Code** - The five-digit number used to designate a program or programs for budgeting and accounting purposes.

**Appropriation** - The amount authorized by the General Assembly to be allocated from a fund to an allotment code. Also, in the context of funding type, the general state revenue allocated to an allotment code by the General Assembly.

**Appropriations Bill** - Annual legislation authorizing the allocation and expenditure of funds for a two-year period: the year of bill passage and the subsequent year. The Appropriations Bill sets policies, assigns certain responsibilities, and at times specifies legislative intent on certain issues.

**Authorized Positions** - The maximum number of positions an agency may establish at any given time. Authorized positions must receive legislative approval by legislation, by

expansion, or by inclusion in the Governor's recommended budget document.

## B

**Base Budget** - The estimated expenditures and associated revenues or appropriation necessary to maintain the current level of service or activity.

**Budget Request** - The annual spending and revenue plan submitted by each agency for review by the Department of Finance and Administration, the State Comptroller, and the Fiscal Review Committee.

## C

**Capital Budget** - The portion of the budget devoted to proposed additions or maintenance to capital assets and the means of financing those additions.

**Capital Maintenance** - Major non-routine repairs and replacements unrelated to new construction. Improvements of this type have a cost of \$100,000 or more.

**Capital Outlay** - Expenditures which result in the acquisition of or addition to major fixed assets (e.g., land, buildings, and equipment related to construction).

**Capital Projects Fund** - The fund used to account for financial resources related to the acquisition, construction, or maintenance of major capital facilities.

## Glossary of Budget Terms

**ConnecTen** - A Department of Education initiative to provide internet access to all public schools in Tennessee.

**Cramming** - Charging telephone customers for services they have never ordered or received.

**Current Services Revenue** - Program funds generated by a specific activity to support that activity. This includes fees and assessments, gifts, and interest from reserves or endowments (e.g., licenses, permit and certificate fees, inspection fees).

### D

**Debt Service** - Expenses for principal, interest, and discounts on bonds and other types of borrowed money.

### E

**Earmarked Revenue** - Funds that are legislatively limited in how they can be expended.

**Econometric Model** - A quantitative forecasting method used to project revenues based on historical data and growth estimates for the economy.

**Education Trust Fund** - The fund into which all revenues earmarked and allocated exclusively for educational purposes are deposited.

**EEO** - Also known as equal employment opportunity. Policies and procedures enacted by Department of Personnel to comply with federal laws governing fair employment practices as provided in the Equal Employment Opportunity Act.

**EMS** - Also known as emergency medical services. Provides pre-hospital emergency medical care and medical transportation system, primarily ambulatory services.

### F

**Facilities Revolving Fund** - A self-perpetuating fund for the maintenance and renovation of state-owned buildings and the leasing of office space.

**Families First** - This program, administered by the Department of Human Services, replaces Aid to Families with Dependant Children (AFDC) and provides time-limited cash grants, education, job training, child care, employment assistance, and transitional benefits to poor or low income Tennesseans in order to reduce or eliminate welfare dependency.

**Federal Funds** - Funds received from federal government agencies for the support of programs at state and local levels. Federal funds are received by way of block grants, entitlement programs, and specific grants.

**Federal Mandates** - A provision of federal law or regulation which requires state government implementation. This includes the creation of new programs, changes in existing programs, and increases in state financial participation in jointly funded federal programs.

**Fiscal Year** - A 12-month accounting period; in Tennessee, July 1 through June 30.

**Full-time Equivalent (FTE) Enrollment** - A standard measure of student enrollment designed to equate part-time students to full-

## Glossary of Budget Terms

time students on the basis of total hours of course work for which they are registered.

**Fund** - A repository of money set aside for a specific purpose.

**Fund Balance** - Excess of the assets of a fund over its liabilities and reserves.

### G

**Gateway Tests** – Tests for Algebra I, Biology, and English II required for high school graduation beginning in the 2001-2002 school year.

**General Fund** - The fund maintained by the Treasurer into which revenues collected by the state, other than highway taxes, are deposited for appropriation by the General Assembly to support the operation of state agencies.

**Geographic Information System (GIS)** – A computer-based system for managing spatial data and mapping applications. Spatial data includes roads, elevation data, streams and lakes, imagery, and parcel boundaries.

### H

**Healthy Start** – Administered by the Department of Health, this program targets first time parents and places emphasis on health promotion and child abuse prevention.

**Highway Fund** - The fund maintained by the Treasurer into which certain revenues collected by the state are deposited for appropriation by the General Assembly to the Department of Transportation. Revenues generated mostly from petroleum-related taxes comprise the Highway Fund.

### I

**IGT** – Intergovernmental Transfer. In this document, the abbreviation “IGT” means revenue collected as state tax revenue from a city or county government.

**Improvements** - Increases in departmental budgets needed to implement mandated requirements, compensate for revenue reductions, initiate new programs, or enhance the base level.

**Interdepartmental Revenue** - Revenue received by one entity of state government from another entity of state government. These funds are received as reimbursement of shared costs, as a grant, or as some other inter-agency agreement.

### N

**NAIC** – Also known as the National Association of Insurance Commissioners. This organization provides policy development and technical support to state insurance regulators.

**Ned McWherter Scholars Program** – Encourages outstanding Tennessee high school graduates to attend college in Tennessee by offering scholarships.

**Non-Recurring Funds** - Funds that are appropriated to be used for a one-time expense.

### O

**Operating Budget** - That money which is necessary to maintain a program, excluding the cost of capital construction.

## Glossary of Budget Terms

**Other Revenue** - A collection of funding sources, excluding state appropriations and federal funds. These funding sources are generally from local governments, current services, and interdepartmental activities.

**Over-appropriation** - The anticipated savings resulting from position vacancies and other unexpended funds.

### P

**Performance Measure** – A quantitative or qualitative tool that is used to gauge progress toward attaining a program goal or objective.

**Program** - Any of the major activities of an agency expressed as a primary function.

### R

**Rainy Day Fund** - A fund established to ensure stability in the event of an extended economic downturn (also referred to as the Revenue Fluctuation Reserve Fund).

**Reappropriation** - The extension of the termination date for the availability of appropriated money.

**Reclassification** - A change in the duties and responsibilities of a state employee's job.

**Recommended Funds** - The funds proposed by the Governor for legislative approval, including the base budget and improvements.

**Recurring Funds** - Funds that are appropriated on an ongoing basis.

**Reserve Funds** - Funds held for future needs or a special purpose.

**Reversion** - The return of the unused portion of an appropriation to the fund from which the appropriation was made.

**Revolving Fund** - A fund provided to carry out a cycle of operations. The amounts expended from a fund of this type are restored by earnings from operations or by transfer from other funds. Thus, the fund is always intact in the form of cash, receivables, inventory, or other assets.

### S

**Second Injury Fund** – A fund providing money for judgements against the State of Tennessee and for legal costs awarded by the state in order to encourage employers to hire workers with prior injuries or disabilities.

**Section 8** – A federally funded rental subsidy program offered through the Tennessee Housing Development Agency for individuals and families with very low income.

**Sinking Fund** - Funds used to retire bonds in an orderly process over the bonds life. Each year, the state sets aside a sum of money equal to a certain percentage of the total bond issue.

**Slamming** – Changing a customer's telephone service provider – whether for long distance, local toll calls, or local calls – without customer permission.

**Special Schools** – Schools operated by the state Department of Education to provide educational opportunities in residential settings for legally blind, deaf, and multi-disabled children ages preschool to 21 and to provide a model rural high school.

## Glossary of Budget Terms

**Supplemental Appropriation** - Additional appropriations to the original allotment authorized by the General Assembly after the beginning of the fiscal year.

### T

**TANF** - Also known as Temporary Assistance for Needy Families. Administered by the Department of Human Services, this program provides cash grants for families with financial need and dependent children deprived of support or care.

**THEC** – Also known as Tennessee Higher Education Commission. This commission provides coordination, communication, policy analysis, and financial recommendations for the University of Tennessee System and the Tennessee Board of Regents System.

**TRICOR** – Also known as Tennessee Rehabilitative Initiative in Correction. This agency administers the prison industry and farm program.

**TSAC** – Also known as Tennessee Student Assistance Corporation. This non-profit agency administers state and federal student assistance programs.



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or commission.*

State of Tennessee

# The Budget 2001 - 2002

Don Sundquist, Governor

## Department of Finance and Administration

C. Warren Neel, Commissioner  
Gerald Adams, Deputy Commissioner

## Division of Budget

Peter Abernathy	Kathy Gammill
Crystal Allen	Boyd Glover
Bill Bradley	Susan Irby
Charles Brown	John Lamar
George Brummett	Jerry Lee
John Carr	Jeremy Nagoshiner
Jason Cavender	Rick Newton
David Chaffin	Scott Pierce
Beth Coddling	Winfield Shiers
Casey Dungan	Eric Van Allen
Carolyn Everett	

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