

**Budget Overview
2018-2019**

	Recurring	Non-Recurring	Earmarked
I. Available Revenues 2018-2019:			
1. Revenue Base Increase - FY 2017-2018 Revised Recurring Estimate @ 1.40% Growth	\$ 27,800,000	\$ -	\$ -
2. FY 2018-2019 Department of Revenue Growth @ 3.20%	375,600,000	(3,400,000)	-
3. 2017 Legislation - Department of Revenue Taxes - F&E Taxes - 2018-2019 Impact - Broadband Initiative Tax Credits	-	(5,000,000)	-
4. 2018 Legislation - Other State Revenue	110,000	60,000	(461,700)
5. Other State Revenue - Insurance Premium Tax	19,200,000	-	-
5a. Revenue Continuation - Hospital Coverage Assessment, Nursing Home Assessment, and Ambulance Service Assessment	-	-	577,884,500
6. Tobacco MSA Adjustment @ \$160.6 M	11,000,000	-	-
7. Metro Sports Authority Debt Service - Adjustment	(208,000)	-	-
8. Available Funds @ June 30, 2018:			
a. Budget Surplus - From FY 17 Closing - Available @ June 30, 2017	-	340,300,000	-
b. Less: FY 2017-2018 Supplemental Appropriations	-	(46,030,500)	-
c. FY 2017-2018 Tax Revenue Base Increase @ 1.40% - Unbudgeted FY 18 Revenue Growth Available @ June 30, 2018	-	27,300,000	-
d. FY 2017-2018 Debt Service Fund Transfer @ June 30, 2018	-	55,500,000	-
e. FY 2017-2018 Tobacco Master Settlement Agreement @ \$166.3 M (\$149.6 M Budgeted)	-	17,700,000	-
f. TennCare - Medicare Part D Savings	-	5,000,000	-
g. TennCare - Enhanced Match - Pharmacy Benefits Manager Information Technology Savings	-	20,700,000	-
h. TennCare - Additional Reversion	-	21,709,200	-
9. Reduction of Recurring Debt Service Requirements	20,700,000	-	-
10. FY 2017-2018 Enacted Budget Available Funds	5,993,900	2,718,000	-
11. Dedicated Revenue	-	-	3,783,100
Total Revenue	\$ 460,195,900	\$ 436,556,700	\$ 581,205,900
II. Cost Increases:			
1. Children's Services - Less Teacher Training and Experience	\$ 7,850,500	\$ 175,000	\$ -
2. Correction	26,072,000	1,450,000	429,300
3. Economic and Community Development	20,000	128,246,500	-
4. Education - Less Teacher Training and Experience	69,519,400	37,147,000	-
5. Health	3,040,000	5,757,500	385,600
6. Higher Education - Less Salary Pool	40,425,300	8,476,000	-
7. Higher Education - Drive to 55 Initiative	5,336,100	1,800,000	-
8. TennCare	112,787,200	23,433,700	-
a. TennCare Waiver Payments	3,012,000	-	-
b. TennCare for Children's Services	992,300	-	-
c. TennCare for Intellectual and Developmental Disabilities Services	78,400	-	-
9. Other Agencies - Less Salary and Benefits Increases, Capital Outlay, and Rainy Day Fund Deposit	56,692,700	52,195,200	762,500
Sub-Total Agency Cost Increases	\$ 325,825,900	\$ 258,680,900	\$ 1,577,400
10. Salary and Benefits:			
a. Mandated Salary Increases - AG, DAs, Judges, District PDs, Governor, Wildlife Officers, Teacher Training & Experience	\$ 4,047,100	\$ -	\$ 525,000
b. Salary Pool - State Employees:			
1. 2.5% Pool - Pay for Performance - TEAM Act Agencies	35,390,000	(17,695,000)	-
2. 2.5% Pool - Across the Board - Non-TEAM Act Agencies	8,065,800	-	-
3. Safety, Commerce & Insurance, and Wildlife Commissioned Officers @ 2.5%	1,683,000	-	1,159,000
c. Salary Policy - Higher Education - 2.5% Pool	37,015,000	-	-
d. Education - BEP - Salary Pool	55,124,000	-	-
e. Group Health Insurance Rate Increase	55,860,300	-	-
f. TCRS Retirement Rate Increase	32,025,600	-	-
g. Other Post Employment Benefits	-	-	-
Sub-Total Salary and Benefits	\$ 229,210,800	\$ (17,695,000)	\$ 1,684,000
11. Capital Outlay:			
a. Capital Outlay - Improvements	\$ 13,000,000	\$ 96,160,000	\$ -
b. Capital Outlay - Maintenance	-	88,448,000	-
Sub-Total Capital Outlay	\$ 13,000,000	\$ 184,608,000	\$ -
12. Rainy Day Fund	-	50,000,000	-
Total Cost Increases	\$ 568,036,700	\$ 475,593,900	\$ 3,261,400
III. Preliminary Base Budget Adjustments	(29,539,000)	-	577,884,500
IV. Total Cost Increases and Preliminary Base Budget Adjustments	\$ 538,497,700	\$ 475,593,900	\$ 581,145,900
V. Balance Before Reductions	\$ (78,301,800)	\$ (39,037,200)	\$ 60,000
VI. Base Budget Reductions and Reallocations	(78,645,400)	(40,000,000)	60,000
VII. Balance	\$ 343,600	\$ 962,800	\$ -

**Budget Overview
2018-2019 Preliminary**

**Statement of Adjustments to Tax Estimates,
Department of Revenue Taxes
2016-2017 Through 2018-2019
General Fund**

Increase / (Decrease)

	<u>Total</u>	<u>Recurring</u>	<u>Non-Recurring</u>
I. <u>FY 2016-2017</u>			
a. Actual Accrual Collections	\$ 11,764,922,000	\$ 11,576,709,000	\$ 188,213,000
b. Revised Estimate	11,720,200,000	11,535,300,000	184,900,000
Sub-Total Revised Estimate	<u>\$ 11,720,200,000</u>	<u>\$ 11,535,300,000</u>	<u>\$ 184,900,000</u>
Total FY 2016-2017 Net of Estimate (a. - b.)	<u>\$ 44,722,000</u>	<u>\$ 41,409,000</u>	<u>\$ 3,313,000</u>
II. <u>FY 2017-2018</u>			
February 1, 2017 Budget Document Estimate	\$ 11,969,200,000	\$ 11,966,200,000	\$ 3,000,000
Plus / (Less): Tax Acts	(261,900,000)	(255,200,000)	(6,700,000)
Budgeted Estimate @ July 1, 2017	<u>\$ 11,707,300,000</u>	<u>\$ 11,711,000,000</u>	<u>\$ (3,700,000)</u>
Revenue Base Increase @ 1.40% Recurring Growth Rate over FY 2016-2017 Actual	\$ 27,300,000	\$ 27,800,000	\$ (500,000)
Total FY 2017-2018 Revised Estimate	<u>\$ 11,734,600,000</u>	<u>\$ 11,738,800,000</u>	<u>\$ (4,200,000)</u>
III. <u>FY 2018-2019</u>			
Revenue Base (2017-2018 Revised Recurring Estimate)	\$ 11,738,800,000	\$ 11,738,800,000	\$ -
Revenue Growth from Revised Recurring Estimate @ 3.20%	375,600,000	375,600,000	-
Plus / (Less): Gatlinburg and Pigeon Forge - State Shared Sales Tax	(3,400,000)	-	(3,400,000)
Total FY 2018-2019 Estimate	<u>\$ 12,111,000,000</u>	<u>\$ 12,114,400,000</u>	<u>\$ (3,400,000)</u>

**Selected State Revenue Adjustments
Fiscal Year 2018-2019**

**Increase / (Decrease)
from July 1, 2017, Budgeted Estimates**

	<u>Recurring</u>	<u>Non-Recurring</u>	<u>Earmarked</u>
I. Tax Legislation: *			
1. Dept. of Revenue Taxes - 2017 Public Acts:	\$ -	\$ (5,000,000)	\$ -
a. Public Chapter 228 - F&E Taxes - Broadband Initiative	-	(5,000,000)	-
b. Public Chapter 390 - Sales Tax - Gatlinburg and Sevier County State Shared Taxes - Reflected in Revenue Estimate	-	-	-
2. 2018 Legislation:	110,000	60,000	(461,700)
Other State Revenue:			
a. Commerce & Insurance - Insurance Fees - Modernization	50,000	-	-
b. Commerce & Insurance - Regulatory Boards - Revenue Loss	-	-	(6,500)
c. Labor and Workforce Development - Employment Security - Filing Fees	60,000	60,000	-
d. Correction - Earned Discharge Credits - Probation/Parole	-	-	(450,000)
e. Health - Laboratory Personnel Licensure Exemption	-	-	(5,200)
Total Tax Legislation	110,000	(4,940,000)	(461,700)
II. Other State Revenue:			
1. C&I - HMO Premium Taxes	\$ 19,200,000	\$ -	\$ -
2. Hospital Coverage Assessment @ \$446.6 M	-	-	446,579,800
3. Nursing Home Bed Assessment @ \$121.0 M	-	-	121,000,000
4. Ambulance Service Provider Assessment @ \$10.3 M	-	-	10,304,700
Total Other State Revenue	\$ 19,200,000	\$ -	\$ 577,884,500

* 2017 and 2018 Tax Legislation - Adjustments are included in 2018-2019 Budget Overview, entitled "General Fund and Education Fund, Comparison of Appropriation Requirements and State Revenues."

**Budget Overview
2018-2019**

2017-2018 Available Funds

2016-2017 Closing

Unappropriated Budget Surplus

(Reserved for Future Requirements @ June 30, 2017)

I. Dept. of Revenue Taxes - Net of Estimate @ \$11,814,401,000 Cash Basis (Aug.-July)	\$ 94,201,000
Plus / (Less): Accrual Adjustment	<u>(52,777,800)</u>
Total Dept. of Revenue Taxes - Net of Estimate (Revised Est. \$11,720,200,000)	<u>\$ 41,423,200</u>
II. Other State Revenue - Over / (Under) Collection	
Dept. of Commerce and Insurance @ \$949,184,600 (Revised Estimate \$877.050 M)	\$ 72,134,600
Other Agencies	<u>64,374,800</u>
Sub-Total Other State Revenue - Net Over / (Under) Collection	<u>\$ 136,509,400</u>
III. Miscellaneous Revenue - Over / (Under) Collection	7,112,400
IV. Debt Service Fund Transfer @ June 30, 2017 @ \$60,698,800 M (\$57,400,000 M Estimated)	3,298,800
V. Tobacco Master Settlement Agreement @ \$157,087,300 Collection (Budgeted Estimate \$143.8 M)	13,287,300
VI. All Other Net Revenue Adjustments in Accounts	<u>3,681,800</u>
VII. Net Over / (Under) Collection (I + II + III + IV + V + VI = VII)	<u>\$ 205,312,900</u>
VIII. Reversion Excess / (Deficiency) @ \$295,885,400 (April 2017 Revised Est. \$160,898,300)	<u>134,987,100</u>
IX. Total Over / (Under) Collection (VII + VIII = IX)	<u>\$ 340,300,000</u>

Available Funds Fiscal Year 2017-2018

I. Unappropriated Budget Surplus / (Deficit) @ June 30, 2017	\$ 340,300,000
II. Revenue Adjustments and Other Available Funds:	
1. Dept. of Revenue Tax Base Increase @ 1.4% Growth over FY 2016-2017 Actual	\$ 27,300,000
2. Debt Service Fund Transfer @ June 30, 2018	55,500,000
3. 2017-2018 Tobacco Master Settlement Agreement at \$167.3 M (\$149.6 M Budgeted)	17,700,000
4. 2017-2018 Enacted Budget Available Funds	2,718,000
5. TennCare - Medicare Part D Savings	5,000,000
6. TennCare - Enhanced Match - Pharmacy Benefits Manager Information Technology Savings	20,700,000
7. TennCare - Additional Reversion	21,709,200
Sub-Total Revenue Adjustments and Other Available Funds	\$ 150,627,200
III. Total Budget Surplus and Adjustments (I + II)	\$ 490,927,200
IV. Appropriation and Transfer Requirements:	
1. Less: 2017-2018 Supplemental Appropriations	\$ (46,030,500)
Sub-Total Appropriation and Transfer Requirements	\$ (46,030,500)
V. Total Available Funds at June 30, 2018 (III + IV)	\$ 444,896,700

**Supplemental Appropriations
General Fund
Fiscal Year 2017-2018**

	2017-2018	Recurring 2018-2019
Legislature		
301.00 Rent Adjustment - Move to Cordell Hull Building	\$ 1,564,000	\$ 2,345,900
Environment and Conservation		
327.01 Historic Preservation - Restore Reserve Due to FY 2016 Closing Error	1,216,500	-
Economic and Community Development		
330.06 Capital Grant - DENSO (Blount County)	\$ 20,000,000	\$ -
330.06 FastTrack - Tyson Foods (Gibson County)	18,000,000	-
Sub-Total Economic and Community Development	\$ 38,000,000	\$ -
Mental Health and Substance Abuse Services		
339.11 Middle Tennessee Regional Mental Health Institute	1,250,000	-
Health		
343.60 Health Access Incentive Program	3,000,000	3,000,000
Miscellaneous Appropriations		
351.00 Legal Expenses - Pending Lawsuit	1,000,000	-
Total General Fund	\$ 46,030,500	\$ 5,345,900

2018-2019 Agency Cost Increases

	General Fund		
	Recurring	Non-Recurring	Dedicated
1. Agriculture	0	200,000	0
1. Future Farmers of America - Grant		100,000	
2. 4-H - Grant		100,000	
2. Attorney General and Reporter	4,900	0	0
1. AG's Salary Increase @ CPI Inflation Rate	4,900		
3. Children's Services - See also TennCare for DCS	7,858,100	175,000	0
1. Teacher Training and Experience	7,600		
2. Custodial Case Management - Staff increase (30 FT)	798,900		
3. Adoption Assistance Growth	2,659,200		
4. Subsidized Permanent Guardianship Caseload Growth	487,300		
5. Private Provider Rate Increase	2,655,100		
6. Adverse Childhood Experience Prevention - Grant	1,250,000		
7. Governor's Opioid Initiative - Court Initiative for Children Aged 0 to 3 - Transportation Assistance		175,000	
4. Commerce and Insurance	622,600	203,200	0
1. Statutory Salary Increase - TLETA Commissioned Officers	23,000		
2. TLETA - Finalize Support for Two Additional Basic Law Enforcement Recruit Training Schools (5 FT)	197,100	57,500	
3. TLETA - Purchase Ten Training Track Police-Package Vehicles	36,400	145,700	
4. Insurance Division - Captive Insurance - Positions and contract (2 FT)	366,100		
5. Comptroller	265,000	0	0
1. Technology Solutions Salary Increases	265,000		
6. Correction	26,072,000	1,450,000	429,300
1. Public Safety Act - 2019 - Year 3 (38 FT)	2,211,000		
2. Contract Inflaters for Private Prisons	4,344,900		
3. New Medical Contract	15,500,000		
4. COMET System - Hosting for Increased Active Users	523,700		
5. Additional Probation & Parole Managers and Probation & Parole Officer 2s to Reduce Caseloads (50 FT)	2,434,700	1,000,000	
6. Protective Vests Worn by Probation/Parole Officers and Correctional Officers		450,000	429,300
7. Earned Discharge Credits - Probation/Parole - Additional Personnel (12 FT)	771,400		
8. Governor's Opioid Initiative - Incarceration	286,300		
7. Court System	10,591,400	1,000,000	0
1. Judge's Salary Increase @ CPI Inflation Rate	847,400		
2. Increase Compensation for Appointed Attorneys Providing Indigent Representation and Guardians ad Litem	9,744,000		
3. Courtroom Security - Grants		1,000,000	
8. District Attorneys General Conference	1,338,500	0	0
1. Statutory Salary Increase - Assistant DAs and CIs	1,338,500		
9. District Public Defenders Conference	839,300	0	0
1. Statutory Salary Increase - Assistant Public Defenders and Criminal Investigators	678,400		
2. Davidson County and Shelby County Adjustment (Shelby Co. \$112,000; Davidson Co. \$48,900)	160,900		
10. Economic and Community Development	20,000	128,246,500	0
1. FastTrack Job Development		80,000,000	
2. Rural Development Fund		12,500,000	
3. Broadband Accessibility Grants - Year 2 of 3		10,000,000	
4. TN Film and Entertainment Commissions - Grants		3,246,500	
5. LaunchTN Grants		3,000,000	
6. Rural Opportunity Fund		2,000,000	
7. Housing and Urban Development (HUD) Grant - State Match - Year 3 of 3		2,000,000	
8. St. Jude Children's Research Hospital - Grant - Year 3 of 3		12,000,000	
9. Oak Ridge Manufacturing Research - Institute for Advanced Composite Manufacturing Innovation - Grant - Yr 4 of 5		3,000,000	
10. Development District Grants	20,000		
11. London Direct Flights - Grant		500,000	

2018-2019 Agency Cost Increases

	General Fund		
	Recurring	Non-Recurring	Dedicated
11. Education	69,519,400	37,147,000	0
1. Basic Education Program - Growth and Inflationary Costs	48,820,000		
2. Basic Education Program - Current Year Growth - Fully Fund	4,000,000	14,000,000	
3. Read to be Ready (18 FT)		4,447,000	
4. Priority Schools Improvement Grants - Year 2 of 2		10,000,000	
5. Charter Schools Facilities Fund - Year 2 of 3		6,000,000	
6. Administration Legislation - Basic Education Program – Response to Intervention	13,334,000		
7. Principal Leadership Program	1,250,000	500,000	
8. Centers of Regional Excellence (CORE) (19 FT)	1,000,000		
9. Office of School Improvement (2 FT)	276,000		
10. Accountability and School Improvement Analyst (1 FT)	50,000		
11. Standards-Based Professional Learning		700,000	
12. Textbook Commission	130,000		
13. Tennessee Educator Survey	230,000		
14. English Language Learner Support to Districts (1 FT)			
15. Content Specialists (8 FT)			
16. State Board of Education - Compliance Attorney (1 FT)	87,700		
17. Standards Review Process	106,700		
18. Arts & Music Education Administration (1 FT)	135,000		
19. TN Arts Academy	100,000		
20. Teach for America - Grant		1,500,000	
12. Environment and Conservation	111,100	1,000,000	557,900
1. Division of Water Resources Digitization Project		1,000,000	
2. Cummins Falls Visitor Center and Maintenance Shed (2 FT)	111,100		
3. Ocoee River Recreation and Economic Development Fund (4 FT)			557,900
13. Finance and Administration	50,100	0	0
1. Additional Funding for Capital Accounting Staff	35,000		
2. Office of Criminal Justice Programs - Financial Oversight (2 FT)	15,100		
14. Financial Institutions	0	0	144,600
1. Credit Union and Compliance Examiners - Salary Increase			144,600
15. General Services	600,200	0	0
1. Books from Birth - Enrollment Growth	600,200		
16. Governor's Office	4,900	0	0
1. Governor's Salary Increase @ CPI Inflation Rate	4,900		
17. Health	3,040,000	5,757,500	385,600
1. Tobacco Master Settlement Continuation - County Health Prevention Grants		4,000,000	
2. Sterile Compound Pharmacist Investigators (2 FT)			385,600
3. Healthy Start and Child Health and Development (CHAD) Early Childhood Home Visiting Program	1,950,000		
4. Laboratory Services - Core Public Health Environmental Services	850,000		
5. Governor's Opioid Initiative - Data Initiatives	100,000	1,500,000	
6. Governor's Opioid Initiative - Health Care Collaborative		250,000	
7. Governor's Opioid Initiative - Special Commission		7,500	
8. Men's Health Awareness	140,000		
18. Higher Education	77,440,300	8,476,000	0
1. Academic Formula Units			
a. Outcomes-Based Funding	28,565,300		
b. Salary Pool	26,434,700		
2. TN Student Assistance Corp. - TSAA Grants	10,000,000		
3. Non-Formula Units			
a. Salary Pool	10,580,300		
b. Mobile Adaptive Training Unit		1,000,000	
c. Relational Advising	1,000,000		
d. University of Tennessee, Institute of Agriculture - Genomics Center	860,000		
4. THEC - University Research Fund - Support research aligned with economic development priorities & initiatives		5,000,000	
5. THEC - Mechatronics Pilot Program - Expand mechatronics education opportunities through high school & post-secondary partnership		276,000	
6. Tennessee Tech - Cyber Security / National Science Foundation - Year 2 of 4		500,000	
7. Board of Regents - Cost Allocation Support		750,000	
8. Medical Education Program		750,000	
9. University of Tennessee - Minority Scholarships		200,000	

2018-2019 Agency Cost Increases

	General Fund		
	Recurring	Non-Recurring	Dedicated
<u>19. Higher Education - Drive to 55 Initiative</u>	5,336,100	1,800,000	0
1. Seamless Alignment and Integrated Learning Support (SAILS) Capacity	750,000		
2. Tennessee Reconnect Coordinator (1 FT)	84,000		
3. Veteran Reconnect Grants		1,000,000	
4. TN Promise Forward Grants - Institutional use for outreach		800,000	
5. Tennessee Promise Bridge Grants	500,000		
6. Adult Learner Program (2 FT)	200,000		
7. Labor Education Alignment Program (LEAP) (1 FT)	96,300		
8. Advise TN (3 FT)	2,455,800		
9. College Coaching	1,250,000		
<u>20. Human Services</u>	92,400	312,000	0
1. Child Support Assistant District Attorneys Step Raises	44,900		
2. Administration Legislation - Multi-State Program Integrity (SNAP/TANF)	47,500	62,000	
3. Agape Child & Family Services - Grant		250,000	
<u>21. Intellectual and Developmental Disabilities Services</u>	667,100	35,000	0
1. Auditor Positions (3 FT)	17,100		
2. Enabling Technology Pilot Project	500,000		
3. Replacement Equipment for the Community Homes	150,000		
4. Computer Numeric Control (CNC) Machine for the Seating and Positioning Clinic		35,000	
<u>22. Labor and Workforce Development</u>	426,800	577,500	0
1. Amusement Devices (5 FT)	426,800		
2. Bureau of Workers' Compensation Computer System Enhancements		577,500	
<u>23. Legislature</u>	2,345,900	0	0
1. Rent Adjustment - Move to Cordell Hull Building	2,345,900	-	0
<u>24. Mental Health and Substance Abuse Services</u>	15,000,000	1,050,000	0
1. Targeted Provider Rate Increases to Sustain Critical Mental Health and Substance Abuse Services	6,000,000		
2. Governor's Opioid Initiative - Expand prevention, treatment and recovery services	8,250,000		
3. Governor's Opioid Initiative - Lifeline Network - Recovery specialists in hospitals in targeted, high-need areas	750,000		
4. Governor's Opioid Initiative - Opioid Inhibitor - Treatment - Naltrexone in Recovery Courts		750,000	
5. Governor's Opioid Initiative - County Jail Treatment Pilot Program		300,000	
<u>25. Military</u>	43,300	0	0
1. TEMA Computer Services Network Upgrade to Modern Standards	43,300		
<u>26. Post-Conviction Defender</u>	28,400	0	0
1. Statutory Salary Increase - Assistant Post-Conviction Defenders	28,400		
<u>27. Revenue</u>	0	10,555,600	0
1. Revenue and Tax Collection System Replacement - Year 3 of 4 (16 FT)		10,555,600	
<u>28. Safety</u>	3,059,100	0	0
1. Highway Patrol - Step Raises for Commissioned Officers	1,069,100		
2. Maintenance/Services on Statewide Radio System	950,000		
3. Homeland Security Positions (8 FT)	790,000		
4. Driver License Examiner Positions (5 FT)	250,000		
<u>29. State Museum</u>	3,512,600	(325,600)	0
1. Additional Positions for New Museum (12 FT)	540,400		
2. Salary Equity Funding	189,700		
3. Supplies & Equipment		75,500	
4. Museum Retail Store Inventory Start-Up		150,000	
5. Addition, Replacement & Public Awareness Costs for New Museum Galleries and Programs	578,100		
6. Additional Costs - New Museum Building	2,204,400	(551,100)	
<u>Tennessee Bureau of Investigation</u>	1,300,000	855,000	0
<u>30.</u> 1. Governor's Opioid Initiative - Drug Investigation Special Agents (10 FT)	1,300,000	855,000	

2018-2019 Agency Cost Increases

	General Fund		
	Recurring	Non-Recurring	Dedicated
<u>31. TennCare (FY 18-19 Match Rate - 34.142% Recurring)</u>	112,787,200	23,433,700	0
1. Medical and Pharmacy Inflation and Utilization	51,384,100		
2. Health Insurer Fee	11,130,100		
3. Pharmacy	17,071,000		
4. TN Eligibility Determination System (TEDS) - Software development & implementation	14,998,000	21,709,200	
5. MMIS Contracts	10,934,700		
6. Employment and Community First (ECF) CHOICES - Waiver Attrition	7,269,300		
7. Medication Therapy Management (2017 PC 363)		1,724,500	
<u>32. TennCare Waiver Payments - DIDD Recommendation</u>	3,012,000	0	0
1. Transition from Facility to Community - Base Care	847,300		
2. Transition from Large Group Home	353,200		
3. DIDD Provider Rate Increase	1,811,500		
<u>33. TennCare for Children's Services</u>	992,300	0	0
1. Custodial Case Management Staff	408,900		
2. Provider Rate Increase	583,400		
<u>34. TennCare for Intellectual and Developmental Disabilities</u>	78,400	0	0
1. Auditor Positions	78,400		
<u>35. Tourist Development</u>	289,000	4,000,000	0
1. Direct Marketing		4,000,000	
2. Welcome Centers Security	289,000		
<u>36. Treasury</u>	0	450,000	60,000
1. DUI Monitoring Fund Claims Examiner (1 FT)			60,000
2. TN Stars College Savings 529 Program		450,000	
<u>37. Wildlife Resources Agency</u>	0	0	525,000
1. Statutory Step Raises - Wildlife Officers and Biologists			525,000
<u>38. TCRS - Retirement Contribution Rate Increase</u>	32,025,600	0	0
1. Retirement Contribution Increase - State Employees & Higher Education	9,811,600		
2. Retirement Contribution Increase - BEP	22,214,000		
<u>39. FY 19 Health Insurance and Other Post Employment Benefits (OPEB)</u>	30,078,700	0	0
1. State Agencies @ 4.76%	6,679,700		
2. Higher Education @ 4.7%	6,070,000		
3. K-12 BEP @ 9.04%	17,329,000		
<u>40. Group Health Insurance - 1-1-19 Rate Increase</u>	25,781,600	0	0
1. State Agencies @ 5.0%	8,156,100		
2. Higher Education @ 5.0%	7,161,500		
3. K-12 BEP @ 5.0%	10,464,000		
<u>41. Salary Increase</u>	100,262,800	(17,695,000)	1,159,000
1. State Employees Salary Pool			
a. Salary Pool - Pay for Performance - TEAM Act agencies - Effective 1/1/2019	35,390,000	(17,695,000)	
b. Salary Pool - Across the Board - Non-TEAM Act agencies - Effective 7/1/2018	8,065,800		
2. K-12 BEP - Salary Pool	55,124,000		
3. Safety - Commissioned Officers Salary Survey Raise	1,662,000		
4. Commerce & Insurance - Commissioned Officers Salary Survey Raise	21,000		
5. Wildlife Salary Survey Raise			1,159,000

2018-2019 Agency Cost Increases

	General Fund		
	Recurring	Non-Recurring	Dedicated
42. Miscellaneous Appropriations	<u>19,539,600</u>	<u>32,282,500</u>	<u>0</u>
1. Administration Amendment	11,500,000		
2. Legislative Initiatives	5,000,000	10,000,000	
3. DOE Mountain Recreation Authority - Grant - Year 3 of 3		100,000	
4. Governor's Transition Office	200,000	400,000	
5. Citizen Plaza Building Bond Defeasance		10,200,000	
6. Aeronautics Economic Development Fund		10,000,000	
7. NextGen IT Salary Increase	357,700		
8. IT Infrastructure Security Upgrades	1,500,000		
9. MyTN.Gov Implementation	900,000		
10. Historic Promise Land School Building - Reroof		7,500	
11. Camp Blount Historic Site		500,000	
12. Medal of Honor Heritage Center - Chattanooga		250,000	
13. Van Buren County - Grant		200,000	
14. City of Kingston - Infrastructure Grant		500,000	
15. Capt. Jeff Kuss USMC Memorial - Smyrna - Grant		125,000	
16. Volunteer Firefighters & Rescue Squad Members - Exemption from Motor Vehicle Registration Fee	12,500		
17. HB 149 / SB 280 - Prohibits Judicial Diversion for Persons Charged with Incest	69,400		
Sub-Total Cost Increases - Agency Requests	<u>555,036,700</u>	<u>240,985,900</u>	<u>3,261,400</u>
43. Capital Outlay Budget	<u>13,000,000</u>	<u>184,608,000</u>	<u>0</u>
1. Debt Service @ \$118.5 M Bonds	13,000,000		
2. Capital Improvements		96,160,000	
3. Capital Maintenance - Higher Education and General Government		85,178,000	
4. Capital Maintenance - FRF		3,270,000	
44. Rainy Day Fund - Deposit	<u>0</u>	<u>50,000,000</u>	<u>0</u>
1. Rainy Day Fund Deposit @ 10% of Revenue Growth		38,600,000	
2. Rainy Day Fund - Additional Deposit to \$850 M Balance		11,400,000	
Total Cost Increases	<u>568,036,700</u>	<u>475,593,900</u>	<u>3,261,400</u>
Other Requirements and Adjustments			
45. Preliminary Base Adjustments	<u>(29,539,000)</u>	<u>0</u>	<u>577,884,500</u>
1. Preliminary Base Adjustments	(29,539,000)	0	0
2. TennCare - From Hospital Coverage Assessment	0	0	446,579,800
3. TennCare - From Nursing Home Bed Tax	0	0	121,000,000
4. TennCare - Ambulance Service Assessment	0	0	10,304,700
5. Base Reallocations - Cost / (Savings)	0	0	0
Grand Total	<u>538,497,700</u>	<u>475,593,900</u>	<u>581,145,900</u>

**2018 Administration Legislation with Fiscal Impact
General Fund and Education Fund
Fiscal Year 2018-2019**

Description	General Fund		Dedicated Funds	
	Recurring	Non-Recurring	Recurring	Non-Recurring
I. Tax Adjustments - (Decrease) / Increase:				
1. Correction - Earned Discharge Credits - Probation/Parole (12 FT)	\$ -	\$ -	\$ (450,000)	\$ -
2. Health - Laboratory Personnel Licensure Exemption	-	-	(5,200)	-
3. Commerce & Insurance - Regulatory Boards - Revenue Loss	-	-	(6,500)	-
4. Commerce & Insurance - Insurance Fees - Modernization	50,000	-	-	-
5. Labor - Employment Security - Filing Fees	60,000	60,000	-	-
Total Tax Adjustments - (Decrease) / Increase	\$ 110,000	\$ 60,000	\$ (461,700)	\$ -
II. Cost Increase - (Cost) / Savings:				
1. Finance & Administration - Transfer of Revenue (DUI Monitoring Fund)	\$ -	\$ -	\$ 60,000	\$ -
2. Safety - Transfer of Revenue (DUI Monitoring Fund)	-	-	(60,000)	-
3. Education - Basic Education Program - Response to Intervention - Resolution	(13,334,000)	-	-	-
4. Correction - Earned Discharge Credits - Probation/Parole (12 FT)	2,216,600	-	-	-
5. Health - Laboratory Personnel Licensure Exemption	-	-	5,200	-
6. Human Services - Multi-State Program Integrity (SNAP/TANF)	(47,500)	(62,000)	-	-
7. Governor's Opioid Initiative:	-	-	-	-
a. Correction - Incarceration - Controlled Substances Schedule Update	\$ (286,300)	\$ -	\$ -	\$ -
b. Correction - Treatment Credit for Incarcerated	2,665,400	-	-	-
Sub-Total Governor's Opioid Initiative	\$ 2,379,100	\$ -	\$ -	\$ -
Total Cost Increase - (Cost) / Savings	\$ (8,785,800)	\$ (62,000)	\$ 5,200	\$ -

**Tennessee Together Opioid Initiative
2018-2019**

	Recurring	Non-Recurring
Cost Increases:		
Department of Mental Health and Substance Abuse Services:		
Substance Abuse Treatment Services	\$ 8,250,000	\$ -
To provide recurring funding to expand prevention, treatment, and recovery services.		
Lifeline Network	750,000	-
To provide recurring funding for non-state staffing of peer recovery specialists in hospital emergency departments in targeted, high-need areas of the state.		
Naltrexone in Recovery Courts	-	750,000
To provide non-recurring funding to expand a pilot program that supplies recovery courts with long-acting, injectable naltrexone to effectively treat opioid dependence.		
Naltrexone in County Jails	-	300,000
To provide non-recurring funding for a pilot program in county jails to make long-acting, injectable naltrexone available for the treatment of opioid dependence.		
Department of Health:		
Data Initiatives and Improvements	100,000	1,500,000
To provide funding for improved data access and sharing to better and more timely identify critical hotspots for targeting resources and to increase information about patient and community risks.		
Health Care Collaborative	-	250,000
To provide non-recurring funding for a collaborative of health-care stakeholders to study, formulate, and implement best practices around pain management.		
Special Commission for Improved Prescriber Training	-	7,500
To provide non-recurring funding for travel and other expenses for a special commission to formulate current, evidence-based pain and addiction medicine competencies for adoption by schools of medicine.		
Department of Children Services:		
Transportation for Zero to Three Courts	-	175,000
To provide non-recurring funding to the state's Zero to Three court programs for transportation needs relative to therapeutic and family support services.		
Department of Correction:		
Controlled Substances Schedule Update	286,300	-
To provide recurring funding to reclassify certain controlled substances for the purpose of enhancing criminal penalties for possession, distribution, and/or trafficking of those substances.		
Tennessee Bureau of Investigation:		
TBI Drug Investigation Special Agents	1,300,000	855,000
To provide funding to address the illicit sale and trafficking of opioids through additional agents and training.		
Subtotal Cost Increases	\$ 10,686,300	\$ 3,837,500
Program Savings:		
Department of Correction:		
Treatment Credit for Incarcerated	\$ (2,665,400)	\$ -
Reduce costs for sentence reduction credits for nonviolent offenders completing intensive substance use treatment programs while incarcerated.		
Subtotal Program Savings	\$ (2,665,400)	\$ -
Total Tennessee Together Opioid Initiative	\$ 8,020,900	\$ 3,837,500

**Preliminary Base Budget Adjustments
Fiscal Year 2018-2019
(Savings) / Cost**

	General Fund		Dedicated / Other Funds	Total
	Recurring	Non-Recurring		
Finance and Administration				
317.06 Administration Legislation - Transfer of DUI Monitoring Fund Revenue to the Department of Safety	\$ -	\$ -	\$ (60,000)	\$ (60,000)
TennCare				
318.00 Hospital Coverage Assessment	\$ -	\$ -	\$ 446,579,800	\$ 446,579,800
318.00 Nursing Home Bed Assessment	-	-	121,000,000	121,000,000
318.00 Ambulance Service Assessment	-	-	10,304,700	10,304,700
Sub-Total TennCare	\$ -	\$ -	\$ 577,884,500	\$ 577,884,500
Education				
331.25 Basic Education Program - Retirement Contribution Offset	\$ (22,214,000)	\$ -	\$ -	\$ (22,214,000)
331.25 Basic Education Program - Health Insurance Offset	(10,000,000)	-	-	(10,000,000)
Sub-Total Education	\$ (32,214,000)	\$ -	\$ -	\$ (32,214,000)
Health				
343.60 Health Access Incentive Program - Funding Restoration	3,000,000	-	-	3,000,000
Safety				
349.17 Administration Legislation - Transfer of DUI Monitoring Fund Revenue from the Department of Finance and Administration	-	-	60,000	60,000
Children's Services				
359.63 Recognize Organizational Restructure	(325,000)	-	-	(325,000)
Total - Budget File	\$ (29,539,000)	\$ -	\$ 577,884,500	\$ 548,345,500

**Base Budget Reduction Plans
State Appropriations
Fiscal Year 2018-2019**

Program	a. General Fund		c.	d. (b + c)		e. Dedicated Funds	f. (b + c + e) Net	
	Discretionary Base	Recurring Reduction		Pct.	Non-Recurring		Total	Reduction
301.00 Legislature	\$ 35,414,100	\$ -	0.0%	\$ -	\$ -	\$ -	\$ -	0.0%
301.50 Fiscal Review Committee	1,670,300	-	0.0%	-	-	-	-	0.0%
302.00 Court System	37,774,400	-	0.0%	-	-	-	-	0.0%
303.00 Attorney General and Reporter	24,940,400	-	0.0%	-	-	-	-	0.0%
304.00 District Attorneys General	87,898,100	-	0.0%	-	-	-	-	0.0%
305.00 Secretary of State	31,814,400	-	0.0%	-	-	-	-	0.0%
306.00 District Public Defenders	51,091,000	-	0.0%	-	-	-	-	0.0%
307.00 Comptroller of the Treasury	55,250,600	(245,400)	-0.4%	-	(245,400)	-	(245,400)	-0.4%
309.00 Treasury Department	3,059,500	-	0.0%	-	-	-	-	0.0%
Sub-Total Non-Executive	\$ 328,912,800	\$ (245,400)	-0.1%	\$ -	\$ (245,400)	\$ -	\$ (245,400)	-0.1%
315.00 Executive Department	\$ 5,412,900	\$ -	0.0%	\$ -	\$ -	\$ -	\$ -	0.0%
316.01 Children and Youth Commission	3,183,800	-	0.0%	-	-	-	-	0.0%
316.02 Aging and Disability Commission	14,810,200	-	0.0%	-	-	-	-	0.0%
316.03 Alcoholic Beverage Commission	-	-	0.0%	-	-	-	-	0.0%
316.04 Human Rights Commission	1,836,000	-	0.0%	-	-	-	-	0.0%
316.07 Health Services and Development Agency	-	-	0.0%	-	-	-	-	0.0%
316.11 Tennessee Public Utility Commission	-	-	0.0%	-	-	(122,800)	(122,800)	0.0%
316.12 TACIR	201,700	(5,000)	-2.5%	-	(5,000)	-	(5,000)	-2.5%
316.14 Council on Developmental Disabilities	215,700	-	0.0%	-	-	-	-	0.0%
316.25 Arts Commission	1,841,700	-	0.0%	-	-	-	-	0.0%
316.27 State Museum	4,409,600	-	0.0%	-	-	-	-	0.0%
317.00 Finance and Administration	18,958,400	-	0.0%	-	-	-	-	0.0%
318.00 TennCare Programs	\$ 2,710,506,900	\$ (45,481,700)	-1.7%	\$ -	\$ (45,481,700)	\$ -	\$ (45,481,700)	-1.7%
TennCare Waiver Payments	241,868,800	(7,269,300)	-3.0%	-	(7,269,300)	-	(7,269,300)	-3.0%
TennCare for Children's Services	102,637,900	(130,800)	-0.1%	-	(130,800)	-	(130,800)	-0.1%
TennCare for Intellectual Disabilities	46,410,700	(439,800)	-0.9%	-	(439,800)	-	(439,800)	-0.9%
TennCare for Human Services	9,075,300	(2,565,500)	-28.3%	-	(2,565,500)	-	(2,565,500)	-28.3%
TennCare for Commerce and Insurance	1,285,100	-	0.0%	-	-	-	-	0.0%
TennCare for F&A Office of Inspector General	2,472,000	-	0.0%	-	-	-	-	0.0%
Sub-total TennCare Programs	\$ 3,114,256,700	\$ (55,887,100)	-1.8%	\$ -	\$ (55,887,100)	\$ -	\$ (55,887,100)	-1.8%
319.00 Human Resources	-	-	0.0%	-	-	-	-	0.0%
321.00 General Services	11,276,300	(183,900)	-1.6%	-	(183,900)	-	(183,900)	-1.6%
323.00 Veterans Services	6,379,700	-	0.0%	-	-	-	-	0.0%
324.00 Board of Parole	8,172,400	-	0.0%	-	-	-	-	0.0%
325.00 Agriculture	38,289,400	(718,000)	-1.9%	-	(718,000)	188,000	(530,000)	-1.4%
326.00 Tourist Development	15,324,800	-	0.0%	-	-	-	-	0.0%
327.00 Environment and Conservation	100,180,900	-	0.0%	-	-	-	-	0.0%
328.00 Tennessee Wildlife Resources Agency	-	-	0.0%	-	-	-	-	0.0%
329.00 Correction	175,577,000	(11,719,100)	-6.7%	-	(11,719,100)	-	(11,719,100)	-6.7%
330.00 Economic and Community Development	25,613,000	(397,800)	-1.6%	-	(397,800)	-	(397,800)	-1.6%
331.00 Education (K-12)	154,724,200	(1,600,000)	-1.0%	-	(1,600,000)	-	(1,600,000)	-1.0%
332.00 Higher Ed. State-Administered Programs	\$ 33,763,400	\$ (75,700)	-0.2%	\$ -	\$ (75,700)	\$ -	\$ (75,700)	-0.2%
332.10 University of Tennessee System	572,915,300	-	0.0%	-	-	-	-	0.0%
332.60 State Univ. and Comm. College System	784,012,100	-	0.0%	-	-	-	-	0.0%
Sub-Total Higher Education	\$ 1,390,690,800	\$ (75,700)	0.0%	\$ -	\$ (75,700)	\$ -	\$ (75,700)	0.0%
335.00 Commerce and Insurance	10,111,300	(65,800)	-0.7%	-	(65,800)	-	(65,800)	-0.7%
336.00 Financial Institutions	-	-	0.0%	-	-	-	-	0.0%
337.00 Labor and Workforce Development	22,067,400	(510,400)	-2.3%	-	(510,400)	-	(510,400)	-2.3%
339.00 Mental Health & Substance Abuse Services	15,575,400	-	0.0%	-	-	-	-	0.0%
341.00 Military	13,206,700	(130,000)	-1.0%	-	(130,000)	-	(130,000)	-1.0%
343.00 Health	152,691,800	(1,716,300)	-1.1%	-	(1,716,300)	(5,200)	(1,721,500)	-1.1%
344.00 Intellectual and Developmental Disabilities	24,282,100	(51,100)	-0.2%	-	(51,100)	-	(51,100)	-0.2%
345.00 Human Services	102,622,300	-	0.0%	-	-	-	-	0.0%
347.00 Revenue	75,856,100	(1,896,000)	-2.5%	-	(1,896,000)	-	(1,896,000)	-2.5%
348.00 Tennessee Bureau of Investigation	35,730,500	-	0.0%	-	-	-	-	0.0%
349.00 Safety	153,008,800	-	0.0%	-	-	-	-	0.0%
350.00 Strategic Health-Care Programs	529,400	(376,100)	-71.0%	(40,000,000)	(40,376,100)	-	(40,376,100)	-7,626.8%
351.00 Miscellaneous Appropriations	-	(885,300)	0.0%	-	(885,300)	-	(885,300)	0.0%
359.00 Children's Services	33,014,300	(2,182,400)	-6.6%	-	(2,182,400)	-	(2,182,400)	-6.6%
Sub-Total Executive	\$ 5,730,051,300	\$ (78,400,000)	-1.4%	\$ (40,000,000)	\$ (118,400,000)	\$ 60,000	\$ (118,340,000)	-2.1%
Total Reductions - Budget File	\$ 6,058,964,100	\$ (78,645,400)	-1.3%	\$ (40,000,000)	\$ (118,645,400)	\$ 60,000	\$ (118,585,400)	-2.0%
Overappropriation:								
305.00 Secretary of State	\$ -	\$ -	NA	\$ -	\$ -	\$ -	\$ -	NA
307.00 Comptroller of the Treasury	-	-	NA	-	-	-	-	NA
309.00 State Treasurer	-	-	NA	-	-	-	-	NA
300.00 State Agencies - Reduce	-	-	NA	-	-	-	-	NA
Sub-total Overappropriation	\$ -	\$ -	NA	\$ -	\$ -	\$ -	\$ -	NA
Total Reductions	\$ 6,058,964,100	\$ (78,645,400)	-1.3%	\$ (40,000,000)	\$ (118,645,400)	\$ 60,000	\$ (118,585,400)	-2.0%

**Salary Policy Recommendation
Fiscal Year 2018-2019**

	<u>General Fund</u>	<u>Dedicated</u>
I. Discretionary Raises:		
1. State Employees Salary Pool:		
a. 2.5% Salary Pool - Pay for Performance - TEAM Act agencies - Effective 1/1/2019	\$ 35,390,000	\$ -
b. 2.5% Salary Pool - Across the Board - Non-TEAM Act agencies - Effective 7/1/2018	8,065,800	-
2. Higher Education - Included in Funding Formula		
a. 2.5% Salary Pool - Formula Units	26,434,700	-
b. 2.5% Salary Pool - Non-Formula Units	10,580,300	-
3. K-12 Basic Education Program (BEP) - Teachers and Other Certified Staff	55,124,000	-
4. Safety - Commissioned Officers (Troopers) - Salary Survey Raise at 2.5%	1,662,000	-
5. Commerce and Insurance - TLETA Commissioned Officers - Salary Survey Raise at 2.5%	21,000	-
6. TWRA - Wildlife Officers - Salary Survey Raise at 2.5%	-	1,159,000
Sub-Total Discretionary Raises	\$ 137,277,800	\$ 1,159,000
II. Mandated Salary Increases:		
A. Statutory Step Raises:		
1. District Attorneys General - Assistant District Attorneys and Criminal Investigators (Includes Human Services: \$44,900 State)	\$ 1,383,400	\$ -
2. District Public Defenders - Assistant Public Defenders and Investigators	678,400	-
3. Post-Conviction Defender - Assistant Post-Conviction Defenders	28,400	-
4. Commerce and Insurance - TLETA Commissioned Officers	23,000	-
5. Safety - Commissioned Officers (Troopers)	1,069,100	-
6. TWRA - Wildlife Officers, Biologists, and Unique Positions	-	525,000
Sub-Total Statutory Step Raises	\$ 3,182,300	\$ 525,000
B. Cost of Living Adjustments:		
1. Court System - Judges salary increase - CPI Adjustment	\$ 847,400	\$ -
2. Attorney General and Reporter statutory salary increase - CPI Adjustment	4,900	-
3. Governor's statutory salary increase - CPI Adjustment	4,900	-
Sub-Total Cost of Living Adjustments	\$ 857,200	\$ -
III. Other Salary Increases:		
1. Children's Services - Teacher Training and Experience	7,600	-
Sub-Total Other Salary Increases	\$ 7,600	\$ -
Sub-Total Mandated and Other Salary Increases	\$ 4,047,100	\$ 525,000
Total Recommended Salary Policy	\$ 141,324,900	\$ 1,684,000

**Base Appropriations Preserved
by Proposed Assessment Legislation**

Fiscal Year 2018-2019

Legislation is proposed to continue the hospital, nursing home, and ambulance service assessments for one year. The following base appropriations are preserved by this revenue proposal. Failure to enact this legislation will result in the following base budget reductions.

Description	State	Federal	Total
I. Hospital Assessment			
Essential Access Hospital Payments	\$ 42,677,500	\$ 82,322,500	\$ 125,000,000
Disproportionate Share Hospital Payments	27,528,000	53,100,000	80,628,000
Graduate Medical Education	17,071,000	32,929,000	50,000,000
Critical Access Hospital Payments	3,414,200	6,585,800	10,000,000
Medicare Part A Reimbursement	12,137,600	23,412,800	35,550,400
Provider Reimbursement and Co-Pay	56,511,800	109,008,100	165,519,900
Hospital Reimbursement Ceiling	11,027,700	21,271,700	32,299,400
In-Patient Services	44,882,800	86,576,500	131,459,300
Lab and X-Ray Procedures	14,221,600	27,432,600	41,654,200
Therapies	8,636,200	16,658,800	25,295,000
Out-Patient Services	32,063,500	61,848,600	93,912,100
Office Visits	18,315,100	35,328,900	53,644,000
Match for ADT Contract Payments	125,000	125,000	250,000
Directed Hospital Payments	155,346,100	299,653,900	455,000,000
Non-Emergent Care at Hospitals	573,200	1,105,600	1,678,800
340B Pricing Provision of MCO Contractor Agreement	2,048,500	3,951,500	6,000,000
Total Hospital Assessment	\$ 446,579,800	\$ 861,311,300	\$ 1,307,891,100
II. Nursing Home Assessment	\$ 121,000,000	\$ 233,402,200	\$ 354,402,200
III. Ambulance Service Assessment	\$ 10,304,700	\$ 19,842,400	\$ 30,147,100
IV. Total Proposed Assessments	\$ 577,884,500	\$ 1,114,555,900	\$ 1,692,440,400

**Rainy Day Fund and Unobligated TennCare Reserve
Fiscal Years 2015-2016 Through 2018-2019**

	<u>Rainy Day Fund</u>	<u>TennCare Reserve</u>	<u>Total</u>
1. 2015-2016:			
Total Reserve at June 30, 2016	\$ 568,000,000	\$ 230,394,300	\$ 798,394,300
2. 2016-2017:			
Plus: Deposit at June 30, 2017	100,000,000	-	100,000,000
Plus: Program Savings	-	12,099,600	12,099,600
Total Reserve at June 30, 2017	\$ 668,000,000	\$ 242,493,900	\$ 910,493,900
3. 2017-2018:			
Plus: Deposit at June 30, 2018	132,000,000	-	132,000,000
Less: Expenditures for Eligibility Determination System	-	(21,709,200)	(21,709,200)
Total Reserve at June 30, 2018	\$ 800,000,000	\$ 220,784,700	\$ 1,020,784,700
4. 2018-2019:			
Plus: Deposit at June 30, 2019	50,000,000	-	50,000,000
Total Reserve at June 30, 2019	\$ 850,000,000	\$ 220,784,700	\$ 1,070,784,700