

**JOINT LEGISLATIVE BUDGET COMMITTEE**



**FY 2021  
BUDGET RECOMMENDATION**

## FY 2021 LBR Goals

- **Maintain 2% Set-Aside in General Funds**
- **Strengthen state's financial reserves**
- **Build a budget using only recurring funds**

## General Fund Revenue Estimates

- **FY 2020 - \$5,996,200,000**
  - Revised Revenue Upward by \$137.8M
  - 0.5% Increase over FY19 Actual Collections
- **FY 2021 - \$5,965,500,000**
  - Adopted by Governor and Joint Legislative Budget Committee
- **FY 2021 Revenue Estimate is \$30.7M below the FY20 Revision, -0.5% Decrease**

## General Fund Budget Recommendation

- **\$5,740,994,431 General Fund for FY 2021**  
( $\$5,965,500,000 \times 98\% = \$5,846,190,000$ )
- **\$4.9M Less Than FY 2020 Appropriated**
- **0.1% Less Than FY 2020 Appropriated**

## State Support Budget Recommendation

- **\$6,270,033,886 State Support for FY 2021**
- **\$93.7M Less Than FY 2020 Appropriated**
- **1.5% Less Than FY 2020 Appropriated**

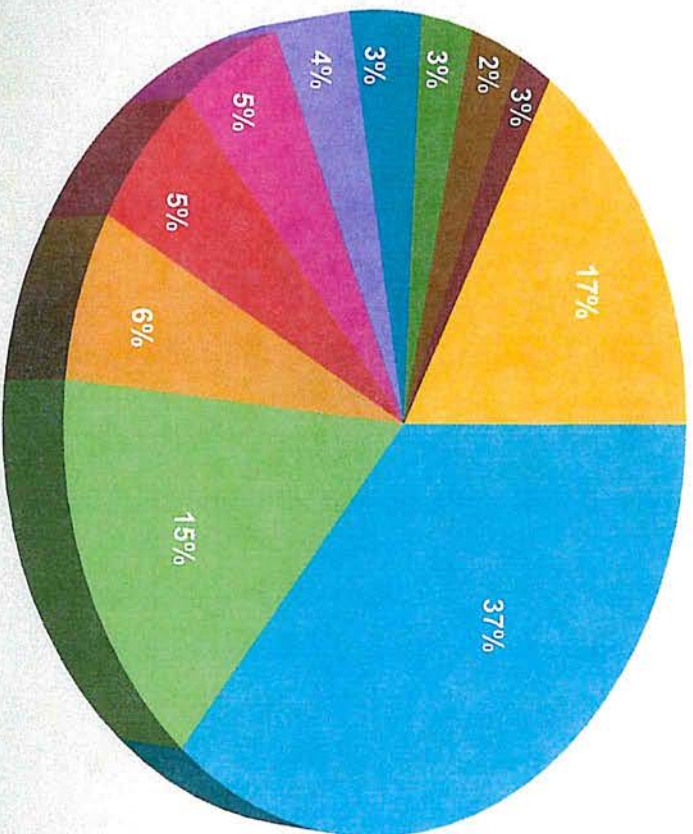
## FY 2021 Increased Funding

- . **Education**
  - Fund FY20 Teacher Pay Raise Shortfall      **\$18.4M**
  
- . **Public Safety**
  - Fund Hwy Patrol Cadet Class Salaries      **\$4.4M**
  
- . **Public Safety**
  - Fund Sworn Officer Salary Increases      **\$1.0M**

## State Support for 10 Largest Budgets

	<u>LBR</u>	<u>% Change From FY20</u>
· MS Adequate Education	\$2,303.0M	3.5%
· Medicaid	929.5M	(0.2%)
· Debt Service	385.2M	0.0%
· IHL – General Support	358.9M	(4.2%)
· Corrections	310.9M	(2.3%)
· Comm College – Support	236.4M	(3.7%)
· Mental Health	232.5M	(0.1%)
· IHL – Univ Medical Center	172.3M	(1.1%)
· General Education	171.7M	(27.3%)
· Child Protection Services	114.9M	(8.6%)

## State Support 10 Largest Budgets



- MS Adequate Education
- Medicaid
- Debt Service
- IHL - General Support
- Corrections
- Comm College - Support
- Mental Health
- General Education
- IHL - Univ Medical Center
- Child Protection Services
- All Others

## Remaining at FY 2020 State Support Levels

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- District Attorneys & Staff
- Supreme Court - Office of
- Supreme Court - Trial Judges
- Supreme Court - Court of Appeals
- Ethics Commission
- Governor's Office - Support & Mansion
- DFA - State Property Insurance
- Tax Appeals Board
- Schools for the Blind & Deaf
- Vocational Education
- IHL - Student Financial Aid
- Rehabilitation Services
- Emergency Management - Disaster Relief
- Debt Service



## **FY 2021 State Support Reductions**

- Deleted Funding for Most Vacant Positions
- Deleted 3,406 Vacant Positions
- Reduced funding for travel and contractual services
- Eliminated Funds for One-Time Expenditures
- Utilized Available Cash Balances

## Available Unallocated Funds

· Working Cash Stabilization Reserve	\$678.9M
· Capital Expense Funds	234.7M
· 2% Set-Aside in General Fund	119.3M
· General Fund	105.2M
· Gulf Coast Restoration Funds	87.4M
· BP Settlement Funds	20.0M
· Idle Special Fund Cash Balances	16.0M
· Education Enhancement Funds	11.0M
· Health Care Expendable Funds	8.5M
· Budget Contingency Funds	7.6M
· Tobacco Control Funds	<u>2.3M</u>
<b>Total Available Unallocated Funds</b>	<b><u>\$1,290.9M</u></b>

## FY 2021 Budget Highlights

- **Maintained the 2% Set-Aside in General Funds**
- **Utilized Recurring Funds to Support Recurring Expenditures**
- **Maintained FY 2020 Level of State Support for Many Important Budgets**
- **Retained Reserves of \$1,290.9M**

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