



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

RICHARD J. GEISENBERGER
SECRETARY OF FINANCE

November 20, 2019

TO: The Honorable John Carney, Governor
Members of the 150th General Assembly

Attached is the monthly financial report for the month ending October 31, 2019. This report shows General Fund Activity and Financial Position on a cash basis of accounting. It can also be found on the Internet under Monthly Financial Report at the following address:

www.finance.delaware.gov/publications/Monthly.shtml

If you have any questions or desire additional information, please contact this office.

Sincerely,

A handwritten signature in blue ink that reads "Richard J. Geisenberger".

Richard J. Geisenberger
Secretary of Finance

Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

As of October 31, 2019, the General Fund cash balance has ending net operating cash of \$371.3 million. This is the result of a \$947.5 million beginning cash balance on July 1, 2019, a \$449.9 million operating cash deficit for FY 2020 and a transfer of \$126.3 million to the Budget Stabilization Fund.

There is no outstanding short-term general obligation debt for the fiscal year 2020.

(\$ Millions)

	<u>FY20</u>	<u>FY19</u>	<u>FY18</u>	<u>FY17</u>
Beginning Fiscal Year Cash	\$ 947.5	\$ 749.8	\$ 474.9	\$ 568.0
Operating Cash Surplus/(Deficit)	<u>(449.9)</u>	<u>(523.4)</u>	<u>(570.9)</u>	<u>(604.3)</u>
Net Operating Cash balance	497.6	226.4	(96.0)	(36.3)
Transfer to Budget Stabilization Fund	<u>(126.3)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Operating Cash Balance	<u>\$ 371.3</u>	<u>\$ 226.4</u>	<u>\$ (96.0)</u>	<u>\$ (36.3)</u>

As required by the Constitution of the State of Delaware, Article VIII, § 6. (d), \$252.4 million was dedicated to the Budget Reserve Account of the General Fund.

The combined General Fund/Special Fund Cash Balance was \$2,746.6 million.

Effective July 1, 2019 and per 82 Del Law c 64 (HB 225, § 77), \$126.3 million was allocated to the Budget Stabilization Fund, a special fund holding account. Funds in the account require an act of the General Assembly to enable appropriation and spending authority. As required by Executive Order 21 approved on June 30, 2018, §1(d), the Budget Stabilization Fund is increased by \$25.1 million, for reporting and planning purposes only.

State of Delaware
Statement of General Fund Cash Condition
as of 10/31/2019

	<u>Fiscal Year 2020</u>	<u>Fiscal Year 2019</u>	<u>Fiscal Year 2018</u>	<u>Fiscal Year 2017</u>
Beginning Fiscal Year Cash	\$ 947,475,209	\$ 749,818,248	\$ 474,926,973	\$ 567,980,980
Revenue				
Taxes	1,058,886,290	962,012,206	886,445,914	865,727,511
Licenses, Permits, Fines and Fees	56,277,342	52,914,700	48,918,282	44,846,603
Rentals & Sales	74,000,928	86,139,943	79,492,423	78,943,071
Earnings & Investments	17,184,786	6,597,052	4,116,154	3,129,901
Other Receipts	119,382,430	84,533,007	16,533,582	7,311,971
Total Receipts	<u>1,325,731,776</u>	<u>1,192,196,908</u>	<u>1,035,506,355</u>	<u>999,959,057</u>
Less Refund Disbursements	98,820,685	82,784,473	73,442,689	85,353,989
Total Revenue	<u>1,226,911,091</u>	<u>1,109,412,435</u>	<u>962,063,666</u>	<u>914,605,068</u>
Disbursements				
Legislature	6,216,133	6,071,113	5,981,874	5,386,079
Judicial	35,275,192	33,929,934	32,800,403	33,332,896
Executive	78,048,916	69,496,717	53,043,207	74,557,127
Department of Technology & Information	16,731,142	18,360,123	15,409,672	15,041,492
Other Elective Offices	113,506,192	128,854,443	139,091,943	126,572,599
Legal	22,408,205	22,169,240	21,402,911	21,086,777
Department of Human Resources	6,602,860	3,641,927	3,190,783	-
Department of State	34,154,929	33,053,327	7,490,593	8,320,104
Department of Finance	12,351,854	9,721,112	6,637,395	4,976,891
Department of Health & Social Services	382,717,832	392,741,846	394,481,989	388,304,805
Department of Services for Children, Youth, Families	58,779,848	59,715,190	54,058,857	52,423,259
Department of Correction	128,526,903	116,823,665	107,745,693	109,167,764
Department of Natural Resource & Environmental Control	18,240,023	16,286,891	12,021,157	13,134,970
Department of Safety & Homeland Security	50,370,195	49,520,633	47,627,068	45,540,437
Department of Transportation	2,966,687	2,565,127	2,093,245	1,270,332
Department of Labor	4,165,507	4,735,564	3,762,628	3,852,750
Department of Agriculture	2,696,546	2,709,903	2,695,686	2,788,295
Department of Elections	2,547,640	3,323,133	1,774,465	2,562,843
Fire Prevention Commission	1,961,251	1,861,484	1,793,347	1,750,180
Delaware National Guard	1,491,929	1,393,367	1,295,780	1,401,322
Advisory Council Exceptional Citizens	89,393	89,014	85,434	91,001
Higher Education	102,776,968	93,383,547	81,001,563	81,868,357
Department of Education	594,213,540	562,400,327	537,462,119	525,428,503
Total Disbursements	<u>1,676,839,685</u>	<u>1,632,847,627</u>	<u>1,532,947,812</u>	<u>1,518,858,783</u>
Ending Cash Balance	<u>\$ 497,546,615</u>	<u>\$ 226,383,056</u>	<u>\$ (95,957,173)</u>	<u>\$ (36,272,735)</u>

NOTES

1. This exhibit had been prepared using the best available data. It is however, preliminary in nature and subject to change pending formal audit.
2. The Fiscal Year is July 1 through June 30.

State of Delaware
Statement of General Fund Receipts and Refund Disbursements by Major Category
As of 10/31/2019

	Fiscal Year 2020	%	Fiscal Year 2019	%	Fiscal Year 2018	%	Fiscal Year 2017
		Change		Change		Change	
Receipts							
Personal Income Tax	\$ 521,792,820	8.3%	\$ 481,854,744	5.4%	\$ 457,074,083	4.6%	\$ 437,093,516
Franchise Tax	192,379,077	20.5%	159,714,692	11.5%	143,213,402	-6.2%	152,638,867
Limited Partnership & LLC	32,824,885	13.9%	28,818,491	6.6%	27,022,747	3.4%	26,121,658
Business Entity Fees	36,159,768	7.6%	33,610,422	9.1%	30,815,551	6.2%	29,022,181
Uniform Commercial Code	8,754,559	1.8%	8,602,915	12.1%	7,671,291	20.2%	6,380,877
Abandoned Property	117,529,607	40.7%	83,543,229	837.7%	8,909,519	50.2%	5,931,735
Gross Receipts Tax	97,311,230	-0.9%	98,229,533	9.7%	89,528,435	-1.8%	91,167,664
Lottery	68,166,846	-10.3%	75,993,761	8.9%	69,754,009	2.6%	67,956,096
Corporate Income Tax	54,817,995	50.3%	36,464,269	0.6%	36,251,501	-1.6%	36,844,008
Realty Transfer Tax	59,220,232	2.2%	57,953,571	47.9%	39,187,133	25.4%	31,245,105
Cigarette Tax	40,602,337	-8.4%	44,318,743	11.8%	39,649,064	19.2%	33,258,952
Bank Franchise Tax	20,053,392	14.2%	17,565,575	7.2%	16,382,592	-7.6%	17,731,192
Insurance Tax and Fees	12,872,967	-7.4%	13,900,218	31.6%	10,560,273	13.8%	9,338,489
Hospital Board & Treatment	5,608,619	-43.9%	9,996,419	3.2%	9,686,229	-11.6%	10,960,257
Public Utility Tax	13,555,560	44.0%	9,413,027	-33.2%	14,098,571	-3.7%	14,636,222
Alcohol Beverage Tax	8,529,498	0.1%	8,524,774	22.7%	6,945,042	3.9%	6,681,991
Dividends and Interest	17,184,607	160.5%	6,597,017	60.3%	4,116,154	31.6%	3,128,598
Other Revenue	18,367,777	7.4%	17,095,508	-30.6%	24,640,759	24.0%	19,821,649
Total Receipts	1,325,731,776	11.2%	1,192,196,908	15.1%	1,035,506,355	3.6%	999,959,057
Refund Disbursements							
Personal Income Tax	31,698,608		33,439,776		30,736,902		35,614,668
Franchise Tax	4,567,243		3,191,472		1,150,854		4,590,953
Abandoned Property	49,100,522		32,691,867		5,373,823		33,642,108
Gross Receipts Tax	398,287		3,559,799		710,670		3,970,655
Corporate Income Tax	12,470,027		9,261,696		34,568,197		6,724,737
Cigarette Tax	125,457		160,296		81,398		57,824
Bank Franchise Tax	-		8,046		68,944		13,833
Insurance Tax and Fees	691		59,079		358,063		29,320
Miscellaneous Refunds	459,850		412,442		393,838		709,891
Total Refund Disbursements	98,820,685	19.4%	82,784,473	12.7%	73,442,689	-14.0%	85,353,989
Net Receipts	\$ 1,226,911,091	10.6%	\$ 1,109,412,435	15.3%	\$ 962,063,666	5.2%	\$ 914,605,068

State of Delaware
Statement of General Fund Appropriation Balances
as of 10/31/2019

Departmental Expenditures	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislature	\$ 17,281,400	\$ 6,392,815	\$ 6,216,133	\$ (44)	\$ 1,702,266	\$ 15,755,860
Judicial	101,220,500	3,051,434	35,275,192	4,169	3,218,234	65,774,339
Executive	276,591,588	134,887,095	78,048,916	772,611	30,485,174	302,171,982
Department of Technology & Information	45,151,210	3,973,185	16,731,142	9,105	7,178,589	25,205,559
Other Elective Offices	220,585,451	401,419	113,506,192	717	730,687	106,749,274
Legal	64,732,700	470,943	22,408,205	41,876	2,603,188	40,150,374
Department of Human Resources	22,508,300	4,456,102	6,602,860	1,231	159,177	20,201,134
Department of State	67,090,500	3,354,140	34,154,929	-	3,030,100	33,259,611
Department of Finance	25,272,543	3,217,821	12,351,854	-	2,154,714	13,983,796
Department of Health & Social Services	1,264,985,304	47,735,169	382,717,832	827,971	142,731,498	786,443,172
Department of Services for Children, Youth, Families	182,588,940	9,506,461	58,779,848	-	49,195,472	84,120,081
Department of Correction	363,615,147	13,758,675	128,526,903	(3,528)	93,713,436	155,137,011
Department of Natural Resources & Environmental Control	71,600,100	16,684,463	18,240,023	8,151	12,799,594	57,236,795
Department of Safety & Homeland Security	145,929,033	9,856,039	50,370,195	-	16,233,706	89,181,171
Department of Transportation	5,000,000	630,271	2,966,687	-	2,663,584	-
Department of Labor	10,986,000	1,225,981	4,165,507	6,338	491,341	7,548,794
Department of Agriculture	12,121,800	322,112	2,696,546	5,520	656,367	9,085,479
Department of Elections	8,031,500	42,405	2,547,640	-	1,376,703	4,149,563
Fire Prevention Commission	5,768,300	60,000	1,961,251	864	174,108	3,692,077
Delaware National Guard	4,980,100	395,296	1,491,929	-	1,418,870	2,464,597
Advisory Council Exceptional Citizens	306,200	-	89,393	-	-	216,807
Higher Education	254,602,850	16,511,336	102,776,968	(3,511)	5,055,312	163,285,417
Department of Education	1,582,305,706	52,618,535	594,213,540	298,099	67,312,217	973,100,385
Total	\$ 4,753,255,172	\$ 329,551,697	\$ 1,676,839,685	\$ 1,969,569	\$ 445,084,337	\$ 2,958,913,278

NOTES

1. Exhibit has been prepared using the best available data. Committed expenditures are representative of expenditures expected to be paid but have not been as of the date of this report. Additionally, the negative balances are expenditures that have been released from payment but not fully processed at the date of this report. However, the data is preliminary in nature and subject to change pending formal audit.

2. Fiscal Year is July 1 through June 30.

State of Delaware
Statement of General Fund Expenditures by Major Category
As of 10/31/2019
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2020	Change	2019	Change	2018	Change	2017
Salaries and Wages	\$ 574,431.0	5.1%	\$ 546,456.6	3.6%	\$ 527,439.7	3.8%	\$ 508,374.3
Fringe Benefits (less Pension)	175,899.0	2.8%	171,154.9	2.3%	167,255.6	2.8%	162,711.8
Pension Costs	144,747.6	3.4%	139,985.6	6.9%	130,948.6	1.6%	128,883.6
Medicaid	245,070.9	-0.2%	245,573.2	-2.7%	252,478.5	2.8%	245,573.0
Grants	201,377.1	5.2%	191,449.4	52.8%	125,274.1	-12.6%	143,390.3
Contractual Services	203,366.8	4.9%	193,862.0	11.1%	174,463.8	-5.4%	184,394.5
Supplies and Materials	27,165.1	-5.8%	28,825.5	25.0%	23,057.4	-19.6%	28,694.0
Capital Outlay	11,304.7	84.0%	6,143.4	8.8%	5,645.9	-10.7%	6,319.3
Debt Service	93,477.4	-14.6%	109,397.0	-13.4%	126,384.2	14.4%	110,518.0
Total	\$ 1,676,839.6	2.7%	\$ 1,632,847.6	6.5%	\$ 1,532,947.8	0.9%	\$ 1,518,858.8