

March-24 DEFAC Meeting	FY 2023 A Actual Collections	FY 2024				
		B DEFAC Dec-23	C % B over A	D DEFAC Mar-24	E % D over A	F \$ Increase D over B
Revenue Category						
<b>Personal Income Tax</b>	<b>2,396.2</b>	<b>2,400.4</b>	<b>0.2%</b>	<b>2,435.7</b>	<b>1.6%</b>	<b>35.3</b>
Less: Refunds	<u>(283.3)</u>	<u>(287.0)</u>	1.3%	<u>(287.0)</u>	1.3%	<u>0.0</u>
<b>PIT Less Refunds</b>	<b>2,112.9</b>	<b>2,113.4</b>	<b>0.0%</b>	<b>2,148.7</b>	<b>1.7%</b>	<b>35.3</b>
Franchise Tax	1,397.3	1,348.9	-3.5%	1,348.9	-3.5%	0.0
Limited Partnerships & LLC's	474.9	<u>460.8</u>	-3.0%	<u>460.8</u>	-3.0%	0.0
Subtotal Franchise + LP/LLC	1,872.1	1,809.7	-3.3%	1,809.7	-3.3%	0.0
Less: Refunds	<u>(15.0)</u>	<u>(20.0)</u>	33.0%	<u>(20.0)</u>	33.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,857.1	1,789.7	-3.6%	1,789.7	-3.6%	0.0
<b>Business Entity Fees</b>	<b>158.1</b>	<b>150.0</b>	<b>-5.1%</b>	<b>150.0</b>	<b>-5.1%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>28.2</b>	<b>26.5</b>	<b>-6.2%</b>	<b>26.5</b>	<b>-6.2%</b>	<b>0.0</b>
Unclaimed Property	554.0	554.0	0.0%	554.0	0.0%	0.0
Less: Refunds	<u>(138.3)</u>	<u>(160.0)</u>	15.7%	<u>(145.0)</u>	4.8%	<u>15.0</u>
Unclaimed Prop Less Refunds	415.7	394.0	-5.2%	409.0	-1.6%	15.0
<b>Gross Receipts Tax</b>	<b>353.2</b>	<b>358.7</b>	<b>1.6%</b>	<b>367.4</b>	<b>4.0%</b>	<b>8.7</b>
<b>Lottery</b>	<b>239.6</b>	<b>243.0</b>	<b>1.4%</b>	<b>240.0</b>	<b>0.2%</b>	<b>(3.0)</b>
Corporation Income Tax	457.4	400.0	-12.5%	434.0	-5.1%	34.0
Less: Refunds	<u>(73.5)</u>	<u>(80.0)</u>	8.8%	<u>(80.0)</u>	8.8%	<u>0.0</u>
CIT Less Refunds	383.9	320.0	-16.6%	354.0	-7.8%	34.0
<b>Realty Transfer Tax</b>	<b>246.7</b>	<b>205.0</b>	<b>-16.9%</b>	<b>194.0</b>	<b>-21.4%</b>	<b>(11.0)</b>
<b>Cigarette Taxes</b>	<b>104.9</b>	<b>98.6</b>	<b>-6.0%</b>	<b>98.6</b>	<b>-6.0%</b>	<b>0.0</b>
Bank Franchise Tax	105.8	101.0	-4.5%	97.2	-8.1%	(3.8)
Insurance Taxes and Fees	107.5	106.7	-0.8%	106.7	-0.8%	0.0
Hospital Board and Treatment	20.9	22.1	6.0%	22.0	5.5%	(0.1)
<b>Public Utility Tax</b>	<b>35.7</b>	<b>33.9</b>	<b>-4.9%</b>	<b>33.9</b>	<b>-4.9%</b>	<b>0.0</b>
<b>Alcoholic Beverage Tax</b>	<b>32.2</b>	<b>31.9</b>	<b>-1.0%</b>	<b>31.9</b>	<b>-1.0%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>37.3</b>	<b>127.1</b>	<b>240.9%</b>	<b>123.0</b>	<b>229.9%</b>	<b>(4.1)</b>
<b>Other Revenues</b>	<b>81.2</b>	<b>71.4</b>	<b>-12.1%</b>	<b>71.4</b>	<b>-12.1%</b>	<b>0.0</b>
Less: Other Refunds	<u>(25.8)</u>	<u>(15.7)</u>	-39.2%	<u>(15.2)</u>	-41.1%	0.5
<b>Net Receipts</b>	<b>6,295.1</b>	<b>6,177.3</b>	<b>-1.9%</b>	<b>6,248.8</b>	<b>-0.7%</b>	<b>71.5</b>

DEFAC General Fund Revenue Worksheet

March-24 DEFAC Meeting	FY 2025					FY 2026				
	G DEFAC Dec-23	H % G over B	I DEFAC Mar-24	J % I over D	K \$ Increase I over G	L DEFAC Dec-23	M % L over G	N DEFAC Mar-24	O % L over I	P \$ Increase N over L
Revenue Category										
<b>Personal Income Tax</b>	<b>2,487.6</b>	<b>3.6%</b>	<b>2,529.9</b>	<b>3.9%</b>	<b>42.3</b>	<b>2,579.3</b>	<b>3.7%</b>	<b>2,623.2</b>	<b>3.7%</b>	<b>43.9</b>
Less: Refunds	<u>(272.7)</u>	-5.0%	<u>(272.7)</u>	-5.0%	<u>0.0</u>	<u>(245.7)</u>	-9.9%	<u>(245.7)</u>	-9.9%	<u>0.0</u>
<b>PIT Less Refunds</b>	<b>2,214.9</b>	<b>4.8%</b>	<b>2,257.2</b>	<b>5.0%</b>	<b>42.3</b>	<b>2,333.6</b>	<b>5.4%</b>	<b>2,377.5</b>	<b>5.3%</b>	<b>43.9</b>
Franchise Tax	1,348.9	0.0%	1,348.9	0.0%	0.0	1,348.9	0.0%	1,348.9	0.0%	0.0
Limited Partnerships & LLC's	<u>460.8</u>	0.0%	<u>460.8</u>	0.0%	0.0	<u>460.8</u>	0.0%	<u>460.8</u>	0.0%	<u>0.0</u>
Subtotal Franchise + LP/LLC	1,809.7	0.0%	1,809.7	0.0%	0.0	1,809.7	0.0%	1,809.7	0.0%	0.0
Less: Refunds	<u>(10.0)</u>	-50.0%	<u>(10.0)</u>	-50.0%	<u>0.0</u>	<u>(10.0)</u>	0.0%	<u>(10.0)</u>	0.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,799.7	0.6%	1,799.7	0.6%	0.0	1,799.7	0.0%	1,799.7	0.0%	0.0
<b>Business Entity Fees</b>	<b>150.0</b>	<b>0.0%</b>	<b>150.0</b>	<b>0.0%</b>	<b>0.0</b>	<b>150.0</b>	<b>0.0%</b>	<b>150.0</b>	<b>0.0%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>26.5</b>	<b>0.0%</b>	<b>26.5</b>	<b>0.0%</b>	<b>0.0</b>	<b>26.5</b>	<b>0.0%</b>	<b>26.5</b>	<b>0.0%</b>	<b>0.0</b>
Unclaimed Property	525.0	-5.2%	525.0	-5.2%	0.0	500.0	-4.8%	500.0	-4.8%	0.0
Less: Refunds	<u>(160.0)</u>	0.0%	<u>(150.0)</u>	3.4%	<u>10.0</u>	<u>(160.0)</u>	0.0%	<u>(150.0)</u>	0.0%	<u>10.0</u>
Unclaimed Prop Less Refunds	365.0	-7.4%	375.0	-8.3%	10.0	340.0	-6.8%	350.0	-6.7%	10.0
<b>Gross Receipts Tax</b>	<b>368.0</b>	<b>2.6%</b>	<b>381.4</b>	<b>3.8%</b>	<b>13.4</b>	<b>378.3</b>	<b>2.8%</b>	<b>392.1</b>	<b>2.8%</b>	<b>13.8</b>
<b>Lottery</b>	<b>247.8</b>	<b>2.0%</b>	<b>247.2</b>	<b>3.0%</b>	<b>(0.6)</b>	<b>250.8</b>	<b>1.2%</b>	<b>251.0</b>	<b>1.5%</b>	<b>0.2</b>
Corporation Income Tax	362.0	-9.5%	362.0	-16.6%	0.0	354.0	-2.2%	354.0	-2.2%	0.0
Less: Refunds	<u>(75.0)</u>	-6.3%	<u>(109.3)</u>	36.6%	<u>(34.3)</u>	<u>(75.0)</u>	0.0%	<u>(79.8)</u>	-27.0%	<u>(4.8)</u>
CIT Less Refunds	287.0	-10.3%	252.7	-28.6%	(34.3)	279.0	-2.8%	274.2	8.5%	(4.8)
<b>Realty Transfer Tax</b>	<b>223.2</b>	<b>8.9%</b>	<b>211.3</b>	<b>8.9%</b>	<b>(11.9)</b>	<b>233.9</b>	<b>4.8%</b>	<b>221.4</b>	<b>4.8%</b>	<b>(12.5)</b>
<b>Cigarette Taxes</b>	<b>93.7</b>	<b>-5.0%</b>	<b>93.7</b>	<b>-5.0%</b>	<b>0.0</b>	<b>89.0</b>	<b>-5.0%</b>	<b>89.0</b>	<b>-5.0%</b>	<b>0.0</b>
Bank Franchise Tax	109.9	8.8%	105.6	8.6%	(4.3)	112.1	2.0%	107.0	1.3%	(5.1)
Insurance Taxes and Fees	113.0	5.9%	113.0	5.9%	0.0	111.1	-1.7%	111.1	-1.7%	0.0
Hospital Board and Treatment	21.9	-0.9%	21.3	-3.2%	(0.6)	21.3	-2.7%	20.7	-2.8%	(0.6)
<b>Public Utility Tax</b>	<b>32.8</b>	<b>-3.2%</b>	<b>32.8</b>	<b>-3.2%</b>	<b>0.0</b>	<b>32.1</b>	<b>-2.1%</b>	<b>32.1</b>	<b>-2.1%</b>	<b>0.0</b>
<b>Alcoholic Beverage Tax</b>	<b>32.2</b>	<b>0.9%</b>	<b>32.2</b>	<b>0.9%</b>	<b>0.0</b>	<b>32.5</b>	<b>0.9%</b>	<b>32.5</b>	<b>0.9%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>150.6</b>	<b>18.5%</b>	<b>151.4</b>	<b>23.1%</b>	<b>0.8</b>	<b>143.0</b>	<b>-5.0%</b>	<b>143.7</b>	<b>-5.1%</b>	<b>0.7</b>
<b>Other Revenues</b>	<b>71.8</b>	<b>0.6%</b>	<b>71.8</b>	<b>0.6%</b>	<b>0.0</b>	<b>71.8</b>	<b>0.0%</b>	<b>71.8</b>	<b>0.0%</b>	<b>0.0</b>
Less: Other Refunds	<u>(15.7)</u>	0.0%	<u>(15.7)</u>	3.3%	0.0	<u>(15.7)</u>	0.0%	<u>(15.7)</u>	0.0%	<u>0.0</u>
<b>Net Receipts</b>	<b>6,292.3</b>	<b>1.9%</b>	<b>6,307.1</b>	<b>0.9%</b>	<b>14.8</b>	<b>6,389.0</b>	<b>1.5%</b>	<b>6,434.6</b>	<b>2.0%</b>	<b>45.6</b>

# Summary of Changes YTD

March-24

	<u>FY 2024</u>		<u>FY 2025</u>	
	<u>Amount</u>	<u>% Ch</u>	<u>Amount</u>	<u>% Ch</u>
June 2023 Estimate:	\$6,039.4		\$6,189.3	
Revenue Adjustments: Revenue Resolution	<u>0.0</u>	0.0%	<u>0.0</u>	0.0%
Revenue Resolution (less HB 89 w/ HA 1 adjustment)	<b>\$6,039.4</b>		<b>\$6,189.3</b>	
October Changes to Forecast:	<b>\$125.1</b>	<b>2.1%</b>	<b>\$69.5</b>	<b>1.1%</b>
December Changes to Forecast:	<b>\$12.8</b>	<b>0.2%</b>	<b>\$33.5</b>	<b>0.5%</b>
March Changes to Forecast:	<b>\$71.5</b>	<b>1.2%</b>	<b>\$14.8</b>	<b>0.2%</b>
May Changes to Forecast:		<b>0.0%</b>		<b>0.0%</b>
June Changes to Forecast:		<b>0.0%</b>		<b>0.0%</b>
TOTAL CHANGES YTD vs. June DEFAC:				
<b>Bottom Line: TOTAL CHANGES YTD vs. Rev. Resolution &amp; other tax law changes</b>	<b>\$209.4</b>	<b>3.5%</b>	<b>\$117.8</b>	<b>1.9%</b>
Current Estimate:	<b>\$6,248.8</b>		<b>\$6,307.1</b>	

**March 2024  
over  
December 2023**

		<u>FY 2024</u>	<u>FY 2025</u>
<b><u>WHERE WE STARTED</u></b>			
DEFAC Estimate:	Dec 23	\$6,177.3	\$6,292.3
<b><u>WHERE WE ARE NOW</u></b>			
Revenue Sub:	Mar 24	\$6,248.8	\$6,307.1
<b>\$\$ Change vs</b>	<b>Dec 23</b>	<b>DEFAC</b>	<b>\$71.5</b>
<b>% Change vs.</b>	<b>Dec 23</b>	<b>DEFAC</b>	<b>1.2%</b>
			<b>\$14.8</b>
			<b>0.2%</b>
<b>Major Positive Changes in:</b>		<b><u>FY 2024</u></b>	<b><u>FY 2025</u></b>
Net CIT		\$34.0	Net PIT \$42.3
Net PIT		\$35.3	Gross Receipts Tax \$13.4
Gross Receipts Tax		\$8.7	Net Unclaimed Property \$10.0
<b>Major Negative Changes in:</b>		<b><u>FY 2024</u></b>	<b><u>FY 2025</u></b>
Realty Transfer Tax		(\$11.0)	Net CIT (\$34.3)
Dividends and Interest		(\$4.1)	Realty Transfer Tax (\$11.9)
Bank Franchise Tax		(\$3.8)	Bank Franchise Tax (\$4.3)

# Balance and Appropriations Worksheet

March-24

## FY 2024 EXPENDITURES

Total Spending Authority	\$8,201.7
Less: Continuing Appropriations & Encumbrances from FY 2024	(\$1,888.9)
Less: Reversions	<u>(\$54.6)</u>
<b>Total Expenditures</b>	<b>\$6,258.2</b>

## FY 2024 BALANCES

Total Expenditures	\$6,258.2
vs. FY 2024 Revenues	6,248.8
Operating Balance	(9.4)
Prior Year Cash Balance	3039.5
Less: Budget Stabilization Fund (84 Del Law c 91; HB 195, Section 65)	<u>(\$410.1)</u>
Cumulative Cash Balance	2,620.0
Less: Continuing Appropriations & Encumbrances from FY 2024	(1,888.9)
Less: Budgetary Reserve Account	<u>(\$328.8)</u>
<b>Unencumbered Cash Balance 6/30</b>	<b>\$402.4</b>

## FY 2025 APPROPRIATION LIMITS

FY 2025 Revenue Estimate	\$6,307.1
Unencumbered Cash Balance from FY 2024	<u>\$402.4</u>
100% Appropriation Limit	\$6,709.5
98% Appropriation Limit	<u>\$6,575.3</u>
Prior 98% Appropriation Limit	\$6,490.7
Increase (Decrease) from Prior Meeting	\$84.6
October 2023 98% Appropriation Limit	\$6,401.6
Increase (Decrease) from October 2023	\$173.7

## FY 2024 BUDGET

Budget	\$5,606.7
Grants	\$72.0
Supplemental	\$948.0
Total Appropriations	\$6,626.7
Plus: Continuing Appropriations & Encumbrances from Prior Years	<u>\$1,575.0</u>
<b>Total Spending Authority</b>	<b>\$8,201.7</b>

# DEFAC FORECAST SUMMARY

\$ Amounts in Millions

March-24

## ECONOMIC OUTLOOK

- ▶ GDP growth in 2024 from unsustainable gains in productivity
- ▶ Growth generally stabilizing
- ▶ Monetary easing delayed until mid-year

	Average	Annual % Change		
	FY21-23	FY 24	FY 25	FY 26
GDP	2.7	3.0	1.7	1.5
US Employment	1.7	1.8	0.6	-0.1
DE Employment	1.8	1.5	0.6	-0.3

## REVENUE UPDATE

	<u>FY 23</u>	<u>FY24 (Est)</u>	<u>FY25 (Est)</u>	<u>FY26 (Est)</u>
<b>NET GENERAL FUND</b>	\$6,295.1	\$6,248.8	\$6,307.1	\$6,434.6
<b>ANNUAL GROWTH RATES</b>	8.0%	-0.7%	0.9%	2.0%

## MAJOR CHANGES SINCE LAST MEETING

	<u>FY 24</u>		<u>FY 25</u>
Corporation Income Tax	\$34.0	CIT Refunds	(\$34.3)
Personal Income Tax	\$35.3	Personal Income Tax	\$42.3
Realty Transfer Tax	(\$11.0)	Gross Receipts Tax	\$13.4
<b>TOTAL CHANGE</b>	<b>\$71.5</b>	<b>TOTAL CHANGE</b>	<b>\$14.8</b>

## EXPENDITURE UPDATE

	<u>FY 24 Estimate</u>		
		<u>\$ Change</u>	<u>% Change</u>
<b>COMPARISON VERSUS</b>	\$6,258.2		
DEFAC's last meeting		(\$98.6)	-1.6%
FY 2023 Actual Expenditures		\$397.3	6.8%

## Appropriation Limit

## FY 25 BUDGET OUTLOOK

		<u>\$ Change</u>	<u>% Change</u>
<b>COMPARISON VERSUS</b>	\$6,575.3		
DEFAC's last meeting		\$84.6	1.3%
Since Governor's FY 25 Recommended Budget		\$84.6	1.3%
Current Budget (FY 24)		\$968.6	17.3%