

DEFAC Expenditures Forecast for General Fund Disbursements FY2022 (\$ in millions)																				
May 16, 2022																				
	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021							FY2022	
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual							Appropriation	
Budget Act	3,091.5	3,305.3	3,508.6	3,586.8	3,718.2	3,809.5	3,908.5	4,084.1	4,106.9	4,270.8	4,451.9	4,547.0							4,771.5	
Cash to Bond Bill	0.0	91.0	115.3	53.4	60.9	23.8	0.0	12.6	0.0	189.0	184.3	35.4							692.3	
Grant-in-Aid	35.4	35.2	41.2	44.2	44.8	45.4	43.0	45.9	37.3	52.1	55.1	54.5							63.2	
Continuing & Encumbered (from prior years)	183.7	184.9	303.7	301.1	276.4	194.8	201.3	181.5	178.6	184.1	329.6	431.3							495.8	
Supplementals	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.2	0.0	49.2	62.0	0.0							221.1	
<b>Fiscal Year Spending Authority</b>	<b>3,310.6</b>	<b>3,616.4</b>	<b>3,968.8</b>	<b>3,985.5</b>	<b>4,100.2</b>	<b>4,073.5</b>	<b>4,152.8</b>	<b>4,324.3</b>	<b>4,322.8</b>	<b>4,745.2</b>	<b>5,082.8</b>	<b>5,068.2</b>							<b>6,243.9</b>	
<b>LESS:</b>																				
													Oct	Dec	Mar	Apr	May	June		
Reversions to the General Fund	49.3	42.1	75.3	50.5	111.3	39.6	57.5	39.6	20.6	21.4	137.6	53.4	15.0	25.0	40.5		75.0			
Encumbered to next fiscal year	37.7	35.2	39.3	35.6	40.2	39.5	40.8	37.5	35.8	41.5	54.0	53.2	40.0	40.0	40.0		60.0			
Continuing to next fiscal year																				
Operating Budget																				
Bond Bill																				
Total Continuing	147.2	268.4	261.8	240.9	154.6	161.8	140.7	141.1	148.3	288.1	377.3	442.6	1089.50	1,086.3	1113.1		1075.1			
Subtotal	234.1	345.7	376.4	327.0	306.1	240.9	239.0	218.2	204.7	351.0	568.9	549.2	1,144.5	1,151.3	1,193.6	0.0	1,210.1	0.0	(1,210.1)	
<b>Fiscal Year Budgetary Expenditures</b>	<b>3,076.5</b>	<b>3,270.7</b>	<b>3,592.4</b>	<b>3,658.5</b>	<b>3,794.1</b>	<b>3,832.6</b>	<b>3,913.7</b>	<b>4,106.1</b>	<b>4,118.1</b>	<b>4,394.3</b>	<b>4,513.9</b>	<b>4,519.0</b>							<b>5,033.8</b>	
<b>% increase/(decrease)</b>		<b>6.31%</b>	<b>9.84%</b>	<b>1.84%</b>	<b>3.71%</b>	<b>1.01%</b>	<b>2.12%</b>	<b>4.92%</b>	<b>0.29%</b>	<b>6.71%</b>	<b>9.61%</b>	<b>2.84%</b>							<b>11.4%</b>	
<b>Comments:</b>	<b>FY2010</b>	<b>FY2011</b>	<b>FY2012</b>	<b>FY2013</b>	<b>FY2014</b>	<b>FY2015</b>	<b>FY2016</b>	<b>FY2017</b>	<b>FY2018</b>	<b>FY2019</b>	<b>FY2020</b>	<b>FY2021</b>	<b>5-Yr Avg</b>							<b>FY2022</b>
Expenditures / Spending Authority	92.9%	90.4%	90.5%	91.8%	92.5%	94.1%	94.2%	95.0%	95.3%	92.6%	88.8%	89.2%	92.2%							80.6%
Reversions / Spending Authority	1.5%	1.2%	1.9%	1.3%	2.7%	1.0%	1.4%	0.9%	0.5%	0.5%	2.7%	1.1%	1.1%							1.2%
Encumbered / Spending Authority	1.1%	1.0%	1.0%	0.9%	1.0%	1.0%	1.0%	0.9%	0.8%	0.9%	1.1%	1.0%	0.9%							1.0%
Total Continuing / Spending Authority	4.4%	7.4%	6.6%	6.0%	3.8%	4.0%	3.4%	3.3%	3.4%	6.1%	7.4%	8.7%	5.8%							17.2%

Recommended by Expenditures Subcommittee;  
May 16, 2022

DEFAC Expenditures Forecast for General Fund Disbursements FY2022 (\$ in millions)																							
May 16, 2022																							
	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022	FY2022	Difference	% change	Annual Avg.		FY2022 YTD	% spent	% of	% of	% of	% of					
	Actual	Actual	Actual	Actual	Actual	Actual	Mar	May	22 vs. '21	'22 vs. '21	22 vs. '17		(actual 04/30/22)	(actual 04/30/22)	FY2021	FY2020	FY2019	FY2018					
<b>Salaries</b>	1,361.8	1,402.9	1,421.1	1,499.9	1,558.6	1,593.0	1,662.8	1,662.8	69.8	4.4%	3.46%		1,424.7	33.0%	35.3%	34.5%	34.1%	34.5%					
<b>Fringe Benefits</b>	453.7	480.5	479.6	494.4	506.1	513.3	516.1	516.1	2.8	0.5%	1.44%		443.7	10.3%	11.4%	11.2%	11.3%	11.6%					
Health Care	334.1	359.0	357.9	362.6	369.0	372.5	369.9	369.9	(2.6)	-0.7%	0.60%		318.0	7.4%	8.2%	8.2%	8.3%	8.7%					
Other	119.6	121.5	121.7	131.8	137.1	140.8	146.2	146.2	5.4	3.8%	3.77%		125.7	2.9%	3.1%	3.0%	3.0%	3.0%					
<b>Pension</b>	297.3	317.7	316.7	360.8	360.1	372.6	413.3	413.3	40.7	10.9%	5.40%		359.6	8.3%	8.2%	8.0%	8.2%	7.7%					
Contribution	150.6	152.4	167.6	201.5	205.0	212.1	235.3	235.3	23.2	10.9%	9.07%		204.7	4.7%	4.7%	4.5%	4.6%	4.1%					
Health Care	105.0	130.2	136.0	145.4	145.9	139.2	154.4	167.5	28.3	20.3%	5.16%		145.7	3.4%	3.1%	3.2%	3.3%	3.3%					
Other	41.7	35.1	13.1	13.9	9.2	21.3	23.6	10.5	(10.7)	-50.5%	-21.37%		9.2	0.2%	0.5%	0.2%	0.3%	0.3%					
<b>Debt Service</b>	169.4	179.0	187.2	183.9	184.1	187.3	205.7	205.7	18.4	9.8%	2.82%		202.6	4.7%	4.1%	4.1%	4.2%	4.5%					
<b>Grants</b>	349.6	365.7	362.9	445.2	507.1	433.2	683.9	683.9	250.7	57.9%	13.34%		589.7	13.7%	9.6%	11.2%	10.1%	8.8%					
<b>Medicaid</b>	689.1	739.7	750.2	733.4	702.0	734.1	830.7	811.7	77.6	10.6%	1.88%		678.9	15.7%	16.2%	15.6%	16.7%	18.2%					
<b>Contractual Services</b>	513.6	537.6	526.1	589.0	600.5	607.5	652.3	652.3	44.8	7.4%	3.94%		537.1	12.4%	13.4%	13.3%	13.4%	12.8%					
<b>Supplies &amp; Materials</b>	66.9	68.7	61.9	69.3	64.7	60.9	64.0	64.0	3.1	5.1%	-1.41%		52.2	1.2%	1.3%	1.4%	1.6%	1.5%					
<b>Capital Outlay</b>	12.3	14.3	12.4	18.5	30.6	17.2	21.5	24.0	6.8	39.5%	10.91%		27.8	0.6%	0.4%	0.7%	0.4%	0.3%					
<b>FY Budgetary Expenditures</b>	3,913.7	4,106.1	4,118.1	4,394.3	4,513.9	4,519.0	5,050.3	5,033.8	514.8	11.4%	4.16%		4316.4	100.0%	100.0%	100.0%	100.0%	100.0%					
<b>Comments:</b>																							

DEFAC Expenditures Forecast for General Fund Disbursements FY2023-2026 (\$ in millions)												
<b>May 16, 2022</b>												
	FY2016	FY2017	FY2018	FY2019	FY2020	FY2021	FY2022		FY2023	FY2024	FY2025	FY2026
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>May</u>		<u>May</u>	<u>May</u>	<u>May</u>	<u>May</u>
Salaries	1,361.8	1,402.9	1,421.1	1,499.9	1,558.6	1593.0	1662.8		1771.1	1832.3	1895.7	1961.2
Fringe Benefits	453.7	480.5	479.6	494.4	506.1	513.3	516.1		589.1	597.7	606.5	615.5
Health Care	334.1	359.0	357.9	362.6	369.0	372.5	369.9		430.7	433.3	435.9	438.5
Other	119.6	121.5	121.7	131.8	137.1	140.8	146.2		158.4	164.4	170.6	177.0
Pension	297.3	317.7	316.7	360.8	360.1	372.6	413.3		424.0	450.6	480.4	513.3
Contribution	150.6	153.7	167.6	201.5	205.0	212.1	235.3		234.4	255.6	278.8	304.1
Health Care	105.0	131.3	136.0	145.4	145.9	139.2	167.5		172.9	181.8	191.2	201.1
Other	41.7	32.7	13.1	13.9	9.2	21.3	10.5		16.7	13.1	10.3	8.1
Debt Service	169.4	179.0	187.2	183.9	184.1	187.3	205.7		218.4	224.6	230.9	237.4
Grants	349.6	365.7	362.9	445.2	507.1	433.2	683.9		564.0	639.2	724.5	821.1
Medicaid	689.1	739.7	750.2	733.4	702.0	734.1	811.7		805.9	821.0	836.4	852.1
Contractual Services	513.6	537.6	526.1	589.0	600.5	607.5	652.3		951.6	989.1	1028.1	1068.7
Supplies & Materials	66.9	68.7	61.9	69.3	64.7	60.9	64.0		86.3	85.1	83.9	82.7
Capital Outlay	<u>12.3</u>	<u>14.3</u>	<u>12.4</u>	<u>18.5</u>	<u>30.6</u>	<u>17.2</u>	<u>24.0</u>		<u>32.8</u>	<u>36.4</u>	<u>40.3</u>	<u>44.8</u>
FY Budgetary Expenditures	3,913.7	4,106.1	4,118.1	4,394.3	4,513.9	4,519.1	5033.8		5,443.2	5,676.0	5,926.7	6,196.8
Comments:												
Forecast FY2024-FY2026 is based on the annual average growth rate for each category FY2017-FY2022(May Estimate).												

Recommended by Expenditures Subcommittee;  
May 16, 2022

**OMB General Assumptions FY2023 Forecast**

**The FY2023 projected spend takes the following into consideration:**

1. FY2023 Recommended Operating Budget \$4,991.3 million
2. FY2023 Recommended Grant in Aid Budget \$56.9 million
3. FY2023 Recommended One Time Supplemental Budget \$215.9 million
4. FY2023 Recommended Capital Budget - General Fund cash projects \$591.6 million
5. Continuing Funds from prior year(s) Cash Projects and One Time funds, currently estimating \$580 million

**Salary** - Includes increase for Steps/CBAs, Unit Count growth, a salary policy providing no less than 2% salary increase for all employees, as well as the 27th pay that occurs in FY 2023 (occurs every 11 years)

**Pension** - Includes a decrease in the State Employee rate from 23.80% to 21.80% (stemming from the Basic Rate portion decreasing from 13.4

13.55% to 12.05%)

**Fringe Other** - No change from the 6.2% rate for FY2022

**Healthcare** - No change from the rates for FY 2022

**Debt Service** - Increased \$12.7M for both existing and new debt from 2022 bond sale

**Grants** - Includes the recommended \$56.9M from the Grant in Aid Budget, \$139M for UD and Housing from the Operating Budget, \$70M from the Capital General Fund Budget, and \$75M spend of the continued cash projects. The decrease from current year spend is being driven by the large amount of pass-through funds included in the FY22 Capital Budget-General Fund cash projects, such as Community Reinvestments \$70M and S Market St \$40M whereas the larger FY23 Budget items fall into different categories and expected longer spend timelines, such as the Kent/Sussex Courthouse \$80M, ERP Cloud Migration \$25M.

**Medicaid** - Includes pre-Covid 35.4% state share in conjunction with higher level of Eligible participants that will gradually decrease with monthly redeterminations throughout the year. The decrease from current year spend is being driven by the federal reconciliation payment expected to be paid out in the current year and it is non-recurring.

**Contractual Services** - Includes recommended programmatic base budget increases \$75M from the Operating Budget, \$110M from the One Time Supplemental Budget, \$129M from the Capital General Fund Budget, and \$75M spend of the continued cash projects.

**Supplies** - projected at FY2022 level, with \$5M spend from continued cash projects

**Capital** - projected at FY2022 operational level and \$15M continued cash projects