

December-23 DEFAC Meeting	FY 2023 A Actual Collections	FY 2024				
		B DEFAC Oct-23	C % B over A	D DEFAC Dec-23	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>2,400.4</b>	<b>0.2%</b>	<b>0.0</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>2,113.4</b>	<b>0.0%</b>	<b>0.0</b>
Franchise Tax	1,397.3	1,328.9	-4.9%	1,348.9	-3.5%	20.0
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	1,789.7	-4.4%	1,809.7	-3.3%	20.0
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	1,769.7	-4.7%	1,789.7	-3.6%	20.0
<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>(150.0)</u>	8.4%	<u>(160.0)</u>	15.7%	<u>(10.0)</u>
Unclaimed Prop Less Refunds	415.7	404.0	-2.8%	394.0	-5.2%	(10.0)
<b>Gross Receipts Tax</b>	<b>353.2</b>	<b>358.7</b>	<b>1.6%</b>	<b>358.7</b>	<b>1.6%</b>	<b>0.0</b>
<b>Lottery</b>	<b>239.6</b>	<b>243.0</b>	<b>1.4%</b>	<b>243.0</b>	<b>1.4%</b>	<b>0.0</b>
Corporation Income Tax	457.4	400.0	-12.5%	400.0	-12.5%	0.0
Less: Refunds	<u>(73.5)</u>	<u>(76.0)</u>	3.4%	<u>(80.0)</u>	8.8%	<u>(4.0)</u>
CIT Less Refunds	383.9	324.0	-15.6%	320.0	-16.6%	(4.0)
<b>Realty Transfer Tax</b>	<b>246.7</b>	<b>205.0</b>	<b>-16.9%</b>	<b>205.0</b>	<b>-16.9%</b>	<b>0.0</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	104.2	-1.5%	101.0	-4.5%	(3.2)
Insurance Taxes and Fees	107.5	106.7	-0.8%	106.7	-0.8%	0.0
Hospital Board and Treatment	20.9	22.6	8.4%	22.1	6.0%	(0.5)
<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>118.1</b>	<b>216.8%</b>	<b>127.1</b>	<b>240.9%</b>	<b>9.0</b>
<b>Other Revenues</b>	<b>81.2</b>	<b>69.9</b>	<b>-14.0%</b>	<b>71.4</b>	<b>-12.1%</b>	<b>1.5</b>
Less: Other Refunds	<u>(25.8)</u>	<u>(15.7)</u>	-39.2%	<u>(15.7)</u>	-39.2%	0.0
<b>Net Receipts</b>	<b>6,295.1</b>	<b>6,164.5</b>	<b>-2.1%</b>	<b>6,177.3</b>	<b>-1.9%</b>	<b>12.8</b>

## DEFAC General Fund Revenue Worksheet

December-23 DEFAC Meeting	FY 2025					FY 2026				
	G DEFAC Oct-23	H % G over B	I DEFAC Dec-23	J % I over D	K \$ Increase I over G	L DEFAC Oct-23	M % L over G	N DEFAC Dec-23	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>2,487.6</b>	<b>3.6%</b>	<b>0.0</b>	<b>2,579.3</b>	<b>3.7%</b>	<b>2,579.3</b>	<b>3.7%</b>	<b>0.0</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>2,214.9</b>	<b>4.8%</b>	<b>0.0</b>	<b>2,333.6</b>	<b>5.4%</b>	<b>2,333.6</b>	<b>5.4%</b>	<b>0.0</b>
Franchise Tax	1,328.9	0.0%	1,348.9	0.0%	20.0	1,328.9	0.0%	1,348.9	0.0%	20.0
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	1,789.7	0.0%	1,809.7	0.0%	20.0	1,789.7	0.0%	1,809.7	0.0%	20.0
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	1,779.7	0.6%	1,799.7	0.6%	20.0	1,779.7	0.0%	1,799.7	0.0%	20.0
<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	500.0	-9.7%	525.0	-5.2%	25.0	500.0	0.0%	500.0	-4.8%	0.0
Less: Refunds	<u>(150.0)</u>	0.0%	<u>(160.0)</u>	0.0%	<u>(10.0)</u>	<u>(150.0)</u>	0.0%	<u>(160.0)</u>	0.0%	<u>(10.0)</u>
Unclaimed Prop Less Refunds	350.0	-13.4%	365.0	-7.4%	15.0	350.0	0.0%	340.0	-6.8%	(10.0)
<b>Gross Receipts Tax</b>	<b>368.0</b>	<b>2.6%</b>	<b>368.0</b>	<b>2.6%</b>	<b>0.0</b>	<b>378.3</b>	<b>2.8%</b>	<b>378.3</b>	<b>2.8%</b>	<b>0.0</b>
<b>Lottery</b>	<b>247.8</b>	<b>2.0%</b>	<b>247.8</b>	<b>2.0%</b>	<b>0.0</b>	<b>250.8</b>	<b>1.2%</b>	<b>250.8</b>	<b>1.2%</b>	<b>0.0</b>
Corporation Income Tax	362.0	-9.5%	362.0	-9.5%	0.0	354.0	-2.2%	354.0	-2.2%	0.0
Less: Refunds	<u>(70.0)</u>	-7.9%	<u>(75.0)</u>	-6.3%	<u>(5.0)</u>	<u>(70.0)</u>	0.0%	<u>(75.0)</u>	0.0%	<u>(5.0)</u>
CIT Less Refunds	292.0	-9.9%	287.0	-10.3%	(5.0)	284.0	-2.7%	279.0	-2.8%	(5.0)
<b>Realty Transfer Tax</b>	<b>223.2</b>	<b>8.9%</b>	<b>223.2</b>	<b>8.9%</b>	<b>0.0</b>	<b>233.9</b>	<b>4.8%</b>	<b>233.9</b>	<b>4.8%</b>	<b>0.0</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	110.2	5.8%	109.9	8.8%	(0.3)	112.5	2.1%	112.1	2.0%	(0.4)
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	-3.1%	21.9	-0.9%	0.0	21.3	-2.7%	21.3	-2.7%	0.0
<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>146.8</b>	<b>24.3%</b>	<b>150.6</b>	<b>18.5%</b>	<b>3.8</b>	<b>139.2</b>	<b>-5.2%</b>	<b>143.0</b>	<b>-5.0%</b>	<b>3.8</b>
<b>Other Revenues</b>	<b>71.8</b>	<b>2.7%</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>	0.0%	0.0	<u>(15.7)</u>	0.0%	<u>(15.7)</u>	0.0%	<u>0.0</u>
<b>Net Receipts</b>	<b>6,258.8</b>	<b>1.5%</b>	<b>6,292.3</b>	<b>1.9%</b>	<b>33.5</b>	<b>6,380.6</b>	<b>1.9%</b>	<b>6,389.0</b>	<b>1.5%</b>	<b>8.4</b>

# Summary of Changes YTD

## December-23

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	<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	
October Changes to Forecast:	\$125.1	2.1%	\$69.5	1.1%
December Changes to Forecast:	\$12.8	0.2%	\$33.5	0.5%
March Changes to Forecast:		0.0%		0.0%
May Changes to Forecast:		0.0%		0.0%
June Changes to Forecast:		0.0%		0.0%
TOTAL CHANGES YTD vs. June DEFAC:				
<b>Bottom Line: TOTAL CHANGES YTD vs. Rev. Resolution &amp; other tax law changes</b>	<b>\$137.9</b>	<b>2.3%</b>	<b>\$103.0</b>	<b>1.7%</b>
Current Estimate:	\$6,177.3		\$6,292.3	

**December 2023  
over  
October 2023**

		<u>FY 2024</u>	<u>FY 2025</u>
<b><u>WHERE WE STARTED</u></b>			
DEFAC Estimate:	Oct 23	\$6,164.5	\$6,258.8
<b><u>WHERE WE ARE NOW</u></b>			
Revenue Sub:	Dec 23	\$6,177.3	\$6,292.3
<b>\$\$ Change vs</b>	<b>Oct 23</b>	<b>DEFAC</b>	<b>\$12.8</b>
<b>% Change vs.</b>	<b>Oct 23</b>	<b>DEFAC</b>	<b>0.2%</b>
 <b>Major Positive Changes in:</b>		<b><u>FY 2024</u></b>	<b><u>FY 2025</u></b>
Net Franchise + LLP/LLC		\$20.0	\$20.0
Dividends and Interest		\$9.0	\$15.0
Other Revenues		\$1.5	\$3.8
 <b>Major Negative Changes in:</b>		<b><u>FY 2024</u></b>	<b><u>FY 2025</u></b>
Net Abandoned Property		(\$10.0)	(\$5.0)
Net CIT		(\$4.0)	(\$0.3)
Bank Franchise Tax		(\$3.2)	
Hospital Board and Treatment		(\$0.5)	

# Balance and Appropriations Worksheet

December-23

## FY 2024 EXPENDITURES

Total Spending Authority	\$8,201.7
Less: Continuing Appropriations & Encumbrances from FY 2024	(\$1,790.3)
Less: Reversions	<u>(\$54.6)</u>
<b>Total Expenditures</b>	<b>\$6,356.8</b>

## FY 2024 BALANCES

Total Expenditures	\$6,356.8
vs. FY 2024 Revenues	6,177.3
Operating Balance	(179.5)
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	2,449.9
Less: Continuing Appropriations & Encumbrances from FY 2024	(1,790.3)
Less: Budgetary Reserve Account	<u>(\$328.8)</u>
<b>Unencumbered Cash Balance 6/30</b>	<b>\$330.9</b>

## FY 2025 APPROPRIATION LIMITS

FY 2025 Revenue Estimate	\$6,292.3
Unencumbered Cash Balance from FY 2024	<u>\$330.9</u>
100% Appropriation Limit	\$6,623.2
98% Appropriation Limit	<u>\$6,490.7</u>
Prior 98% Appropriation Limit	\$6,401.6
Increase (Decrease) from Prior Meeting	\$89.1
October 2023 98% Appropriation Limit	\$6,401.6
Increase (Decrease) from October 2023	\$89.1

## 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

December-23

## ECONOMIC OUTLOOK

- ▶ Tight labor market through 2024
- ▶ Inflation continues to improve
- ▶ Now no talk of recession

	Average	<u>Annual % Change</u>		
	<u>FY21-23</u>	<u>FY 24</u>	<u>FY 25</u>	<u>FY 26</u>
GDP	2.7	2.5	1.1	1.4
US Employment	1.8	1.5	0.2	0.1
DE Employment	1.8	1.7	0.0	0.0

## 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	\$6,177.3	\$6,292.3	\$6,389.0
<b>ANNUAL GROWTH RATES</b>	8.0%	-1.9%	1.9%	1.5%

## MAJOR CHANGES SINCE LAST MEETING

	<u>FY 24</u>		<u>FY 25</u>
Franchise Tax	\$20.0	Unclaimed Property	\$25.0
Unclaimed Property Refunds	(\$10.0)	Franchise Tax	\$20.0
Dividends and Interest	\$9.0	Unclaimed Property Refunds	(\$10.0)
<b>TOTAL CHANGE</b>	<b>\$12.8</b>	<b>TOTAL CHANGE</b>	<b>\$33.5</b>

## FY 24 Estimate

## EXPENDITURE UPDATE

\$6,356.8

## COMPARISON VERSUS

	<u>\$ Change</u>	<u>% Change</u>
DEFAC's last meeting	(\$44.6)	-0.7%
FY 2023 Actual Expenditures	\$495.9	8.5%

## Appropriation Limit

## FY 25 BUDGET OUTLOOK

\$6,490.7

## COMPARISON VERSUS

	<u>\$ Change</u>	<u>% Change</u>
DEFAC's last meeting	\$89.1	1.4%
Since Governor's FY 25 Recommended Budget	NA	NA
Current Budget (FY 24)	\$884.0	15.8%