

**MINUTES of the  
DELAWARE ECONOMIC & FINANCIAL ADVISORY COUNCIL**

**Buena Vista, March 16, 2026**

**Attendance:**

Member	Present
K. Agne	Yes
P. Anderson	Yes
C. Baker	Yes
S. Bravo	Yes
C. Davis	Yes
L. Davis	Yes
J. DiPaula	No
C. DuVilla	Yes
P. Gupta	Yes
S. Hastings	Yes
M. Houghton	Yes
M. Jackson	Yes
P. Key	Yes
T. Lawson	Yes
A. Levin	Yes
G. Marcozzi	Yes
B. Maxwell	Yes

Member	Present
D. Mell	No
R. Miller	Yes
R. Mitchell	Yes
K. Myers	Yes
T. Paradee	Yes
C. Patibanda-Sanchez	Yes
B. Pettyjohn	Yes
C. Postles	Yes
P. Reese	Yes
T. Shopa	Yes
M. Smith	Yes
W. Smith	Yes
P. Swain	Yes
D. Tam	Yes
K. Williams	Yes
C. Linke Young	Yes

**Members in Attendance: 31**

**Members Absent: 2**

**Others Present:** R. Ames, K. Baranski, D. Bentz, B. Bouthier, V. Brennan, A. Brown, T. Byrne, L. Clymer, J. Coverdale, L. Cupelli, J. Day, C. Dillon, B. DiVirgilio, B. Doolittle, C. Engelsiepen, L. Elder, K. Fedele, N. Freedman, D. Gerardi, A. Giuttari, A. Godfrey, R. Goldsmith, K. Hartley-Nagle, J. Haynes, J. Heller, D. Heffernan, J. Johnstone, B. Khanal, D. Killen, N. Konzelman, R. Lewis, N. Lombardo, M. Marlin, S. Matthews, C. McLeod, O. Montes, E. Nestlerode, J. Nutter, K. Pritchard, P. Reese, J. Richards, J. Rogers, D. Roose, E. Ruth, R. Scoglietti, J. Seemans, S. Sipple, J. Smith, S. Stegg, K. Tabeling, K. Taylor-Roberts, K. Thomson, S. Tiberi, A. Visalli, R. Winkeler, R. Zbyszynski

**Opening Business:** Mr. Levin called the meeting to order at 1:00 p.m.

The minutes from the December meeting were approved as submitted.

**Expenditure Forecasts:**

Mr. Jackson and Mr. Lombardo presented the General Fund Expenditure forecasts.

**General Fund Expenditures - Fiscal Year 2026:**

Mr. Jackson reviewed the balance sheet method and the current year appropriations. The Fiscal Year (FY) 2026 spending authority is \$8,752.0 million, with expected reversions and encumbered funds remaining at the amounts set at the December DEFAC meeting, at \$100.0 million and \$60.0 million respectively. The total forecast for FY 2026 is now \$7,202.6 million, which reflects a decrease of (\$15.7) million from the December forecast.

Mr. Lombardo then reviewed the revised FY 2026 projected expenditures as compared to the December DEFAC projections. The primary driver of the revised forecast is a decrease in anticipated Medicaid expenditures. Managed Care Organization (MCO) negotiated rates were finalized in December, and year-to-date Medicaid enrollment is down 2.8% compared to FY 2025, both of which contributed to the decline. There were no changes to personnel costs, and only minor adjustments were made across other categories.

A motion was made, seconded and approved to accept \$7,202.6 million as the Expenditure estimate for FY 2026.

**General Fund Expenditures - Fiscal Year 2027:**

Mr. Lombardo next reviewed the FY 2027 expenditure forecast of \$7,493.7 million, reflecting a net decrease of (\$1.9) million compared to the December forecast. This change is driven by two offsetting factors: an (\$18.2) million reduction in Medicaid expenditures and a combined \$16.3 million increase in Fringe Benefits and Pension costs. Fringe Benefits are projected to rise following the SEBC's recent approval of a 2.2% premium rate increase. The decrease in Medicaid reflects updated MCO rates and revised assumptions for provider tax uptake on skilled nursing facilities and mental health consulting services, partially offset by a rate increase for direct support professionals.

A motion was made, seconded and approved to accept \$7,493.7 million as the Expenditure estimate for FY 2027.

**Revenue Forecasts:**

Mr. Roose presented the General Fund Revenue forecasts.

## Economic Outlook

Mr. Roose reviewed the U.S. economic outlook, noting that the S&P Global forecast was released the same day the conflict in Iran began. The outlook reflects stronger real GDP growth alongside weaker employment and income growth in the near term, which implies an increase in productivity driving higher output. Overall, there was no significant change to the broader economic outlook. Inflation remains near 3%. Oil price volatility remains a concern, while tariffs are expected to remain largely unchanged.

Mr. Houghton asked about job growth in Delaware. Mr. Roose responded that employment continues to grow, albeit at a modest pace. He noted that employment remains a critical driver of the economy, with expectations for stable growth relative to last year followed by a slowdown in the out-years.

Mr. Roose added that there is considerable uncertainty regarding the Iran conflict and its potential economic impacts, which are currently expected to be relatively modest. The primary concern is the effect on oil prices, particularly depending on developments such as the status of the Strait of Hormuz. Oil prices have broad downstream impacts on food, transportation, and other sectors, although their relative economic importance has declined over time.

Ms. L. Davis asked whether any lessons from the Ukraine conflict could inform expectations for the post-pandemic inflationary period. Mr. Roose responded that one key product that uses oil is fertilizer, which significantly affected food prices in Europe.

Mr. W. Smith asked whether historical data exists on how similar price spikes have influenced transportation behavior. Secretary Hastings responded that such data is available and that higher gas prices are known to affect consumer behavior.

Mr. Roose concluded by noting that it is unlikely that revenue projections for this year will change significantly at this point. He added that adverse economic developments could affect taxpayer expectations and personal income tax estimated payments in the second calendar quarter. However, even negative economic news, such as a stock market decline, could lead to increased asset liquidation and higher capital gains.

## General Fund Revenues:

Mr. Roose then turned to the general fund revenue forecast:

FY 2026				FY 2027			
Revenue Category	Dec-25	Mar-26	Change	Revenue Category	Dec-25	Mar-26	Change
Personal Income Tax	2,821.3	2,841.8	20.5	CIT Refunds	(79.8)	(91.8)	(12.0)
Unclaimed Property Refunds	(150.0)	(168.0)	(18.0)	Lottery	252.6	261.7	9.1
Gross Receipts Tax	420.1	437.1	17.0	Dividends and Interest	145.4	140.2	(5.2)
CIT Refunds	(80.0)	(68.0)	12.0	Personal Income Tax	2,915.6	2,920.1	4.5
Lottery	248.4	257.6	9.2	Gross Receipts Tax	432.2	429.6	(2.6)
Dividends and Interest	188.4	180.5	(7.9)	Uniform Commercial Code	30.0	32.0	2.0
Other Refunds	(17.0)	(14.7)	2.3	Public Utility Tax	33.3	34.5	1.2
Bank Franchise Tax	96.5	98.6	2.1	Bank Franchise Tax	105.5	104.5	(1.0)
Uniform Commercial Code	30.0	32.0	2.0	Insurance Taxes	102.1	101.2	(0.9)
Public Utility Tax	35.2	36.5	1.3				
Insurance Taxes	84.2	83.3	(0.9)				

For a complete listing of FY 2026 and 2027 estimates, see Table 2.

Gross Receipts Tax (GRT) is up due to strong audit activity and broad-based growth across multiple industries. Oil prices remain a risk factor, though currently viewed as a potential net positive. Mr. Levin asked whether audits are conducted internally or by an external vendor. Mr. M. Smith responded that audits are performed through a combination of internal and external sources, and noted that penalties apply for late payments.

Mr. Roose then reviewed Lottery projections, noting strong overall growth driven primarily by iGaming. Slot machine play remains flat, which may be attributable to seasonal factors such as colder weather and snowfall. Mr. W. Smith expressed concern about increasing the Traditional Lottery projection given the potential volatility associated with large jackpots. Mr. Roose responded that large jackpots occur periodically and that, on a statistical basis, annual payouts are consistent over time, even if timing varies.

Ms. C. Davis provided an update on Dividends and Interest, which reflects a decrease from the December forecast. Mr. Maxwell asked about the 14.3% growth rate required to meet the projection. Ms. C. Davis responded that the current assumed growth rate is 9.1%, which is incorporated into the forecast.

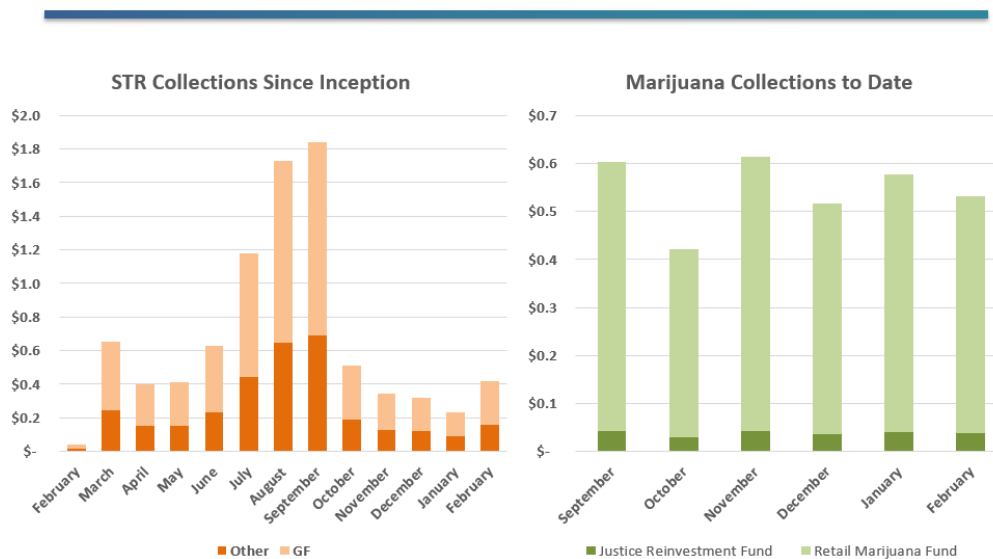
Mr. Houghton inquired about the Corporate Franchise Tax, referencing discussions regarding an unprecedented surge in entity formations in 2025 and into 2026, and noting that this could begin to significantly impact the projected \$2.1 billion in revenue. He requested more refined information ahead of the May meeting to better understand the economic impact of the formation surge. Ms. Mitchell stated that the Department was not yet prepared to revise projections but expected to have updated information available for the next meeting.

Mr. Levin asked about the payment method for filings. Ms. Patibanda-Sanchez responded that payments are accepted by both check and credit card, with most payments submitted via credit card. She further noted a 15% increase in entity

formations, with associated revenue not yet collected and expected in June. She added that this revenue is not yet reflected in current projections and typically is not broken out by category at this stage, but additional detail could be provided. Mr. Levin asked how long it takes the Department of State (DOS) to receive funds after payment deadlines. DOS indicated they would follow up with that information.

Mr. Roose concluded with an update on collections for short-term rentals (STR) and recreational marijuana. He noted that STR collections are expected to be limited in the initial months due to the grandfathering of pre-effective-date bookings. Marijuana collections are currently averaging between \$500,000 and \$600,000 per month, primarily driven by medical retailers transitioning to recreational sales. The timing of full recreational market establishment remains uncertain.

## New Revenues



### Fiscal Year 2026 Estimate Adopted:

A motion was made, seconded and approved to accept \$6,896.5 million as the revenue estimate for FY 2026. The estimate represents an increase of \$39.6 million or 0.6% over the December FY 2026 forecast.

### Fiscal Year 2027 Estimate Adopted:

A motion was made, seconded and approved to accept \$6,943.6 million as the revenue estimate for FY 2027. The estimate represents a decrease of (\$4.9) million or -0.1% from the December FY 2027 forecast.

**Balance and Appropriations Worksheet:**

Mr. Roose presented the Balance and Appropriations worksheet. With the revenue and expenditure projection changes, the 98% appropriation limit is now \$7,132.0 million, which reflects an increase of \$34.0 million from the December DEFAC meeting.

**Transportation Trust Fund (TTF):**

**TTF—Expenditures:** Ms. Giuttari presented the Transportation Trust Fund FY 2026 expenditure forecast, which reflects a net increase of \$23.1 million for a total projected expenditure projection of \$1,140.9 million. The increase is primarily driven by federal projects tracking ahead of forecast, while state capital projects are slightly below projections. Operating expenditures are also slightly higher due to storm-related costs and contractual obligations anticipated in the current year.

Mr. Houghton asked whether there was any indication at the federal level of a slowdown or reduction in project funding. Ms. Hastings responded that there are no current concerns regarding standard federal funding. She noted that grant funding obligations executed prior to the current administration are continuing as planned, though a small number of grants have been paused or rescinded. She added that these adjustments appear limited and may reflect alignment with evolving federal priorities.

A motion was made, seconded, and approved to accept \$1,140.9 million as the FY 2026 TTF expenditure estimate (see Table 4).

**TTF—Revenues:** Ms. Giuttari then presented the Transportation Trust Fund revenue forecast, noting a (\$9.1) million decrease in FY 2026. The revision is primarily attributed to lower overall traffic volumes and the impact of significant weather events. Division of Motor Vehicle (DMV) revenues have also been reduced due to the Wilmington DMV closure and the temporary waiver of late fees. No changes were made to the FY 2027 revenue forecast.

Mr. Levin asked about the revenue impact associated with the Wilmington DMV closure. Ms. Hastings responded that there was an increase in activity at the Delaware City location during the closure period. She noted that the Wilmington location has since reopened and operations are stabilizing. She added that late fees are currently being waived but will resume, though revenue foregone during the waiver period is considered lost.

**Fiscal Year 2026 Estimates:**

A motion was made, seconded, and approved to accept \$700.1 million as the FY 2026 TTF revenue estimate.

**Fiscal Year 2027 Estimates:**

A motion was made, seconded, and approved to accept \$741.2 million as the FY 2027 TTF revenue estimate.

**Other Business:**

Discussion was held regarding the impact of Juneteenth on the timing of next year's meeting. Per Delaware Code Title 29, §6534, the Governor is required to submit revenue estimates to the General Assembly and Controller General by October 25, December 25, March 25, May 25, and June 20. It was noted that the timing of Juneteenth would have impacted the June 20 submission deadline. The committee agreed to move the meeting to the Thursday morning prior, before committee sessions begin.

Mr. Levin announced the next (tentative) scheduled DEFAC meeting dates:

- Monday, May 18<sup>th</sup>, 2026
- Monday, June 15<sup>th</sup>, 2026

**Public Comment:**

Mr. Roose said that no member of the public has signed up for comment.

There being no further business, Mr. Levin adjourned the meeting at 2:27 p.m.

Respectfully submitted,

Kylie Taylor-Roberts

Table 1a.

## DEFAC Expenditures Forecast for General Fund Disbursements FY2026 (\$ in millions)

March 16, 2026

	<u>FY2021</u>	<u>FY2022</u>	<u>FY2023</u>	<u>FY2024</u>	<u>FY2025</u>	<u>FY2026</u>	
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Appropriations</u>	
Budget Act	4,525.2	4,771.5	5,099.7	5,606.7	6,129.2	6,580.8	
Supplementals	-	221.1	378.6	194.6	168.4	37.6	
Cash to Bond Bill	35.4	692.3	855.5	753.4	427.5	368.3	
Grant-in-Aid	54.5	63.2	69.4	72.0	98.5	98.3	
Continuing & Encumbered (from prior years)	431.3	495.8	1,098.6	1,575.0	1,864.6	1,666.9	
<b><i>Fiscal Year Spending Authority</i></b>	<b>5,046.4</b>	<b>6,243.9</b>	<b>7,501.7</b>	<b>8,201.7</b>	<b>8,688.1</b>	<b>8,752.0</b>	
<b><i>% increase/(decrease)</i></b>	<b>(0.7%)</b>	<b>23.7%</b>	<b>20.1%</b>	<b>9.3%</b>	<b>5.9%</b>	<b>0.7%</b>	
<b><u>Less:</u></b>						<b><u>FY2026</u></b>	<b><u>FY2026</u></b>
						<b><u>Dec.</u></b>	<b><u>Mar.</u></b>
Reversions to the General Fund	53.4	85.8	67.4	105.0	95.9	100.0	100.0
Continuing & Encumbered to next fiscal year	495.8	1,098.6	1,575.0	1,864.6	1,666.9	1,433.6	1,449.4
<i>Encumbered to next fiscal year</i>	<i>53.1</i>	<i>71.6</i>	<i>57.3</i>	<i>61.6</i>	<i>70.4</i>	<i>60.0</i>	<i>60.0</i>
<i>Continuing to next fiscal year</i>	<i>442.6</i>	<i>1,027.0</i>	<i>1,517.7</i>	<i>1,802.9</i>	<i>1,596.4</i>	<i>1,373.6</i>	<i>1,389.4</i>
<b><i>Fiscal Year Budgetary Expenditures</i></b>	<b>4,497.2</b>	<b>5,059.5</b>	<b>5,859.3</b>	<b>6,232.1</b>	<b>6,925.3</b>	<b>7,218.3</b>	<b>7,202.6</b>
<b><i>% increase/(decrease)</i></b>	<b>(0.4%)</b>	<b>12.5%</b>	<b>15.8%</b>	<b>6.4%</b>	<b>11.1%</b>	<b>4.2%</b>	<b>4.0%</b>
<b><u>Comments:</u></b>	<b><u>Actual</u></b>	<b><u>Actual</u></b>	<b><u>Actual</u></b>	<b><u>Actual</u></b>	<b><u>Actual</u></b>	<b><u>Dec.</u></b>	<b><u>Mar.</u></b>
Expenditures / Spending Authority	89.1%	81.0%	78.1%	76.0%	79.7%	82.5%	82.3%
Total Continuing / Spending Authority	8.8%	7.1%	20.2%	22.0%	18.4%	15.7%	15.9%

Table 1b.

## DEFAC Expenditures Forecast for General Fund Disbursements (\$ in millions)

March 16, 2026

	FY2025	FY2026	FY2026				FY2027	FY2027			
	<u>Actual</u>	<u>December</u>	<u>March</u>	<u>Var (\$)</u>	<u>YoY (\$)</u>	<u>YoY (%)</u>	<u>December</u>	<u>March</u>	<u>Var (\$)</u>	<u>YoY (\$)</u>	<u>YoY (%)</u>
<b>Salaries</b>	2,068.9	2,202.4	2,202.4	0.0	133.5	6.5%	2,347.8	2,347.8	0.0	145.4	6.6%
<b>Fringe Benefits</b>	<u>765.8</u>	<u>824.8</u>	<u>824.8</u>	<u>0.0</u>	<u>59.0</u>	<u>7.7%</u>	<u>887.0</u>	<u>900.5</u>	<u>13.6</u>	<u>75.7</u>	<u>9.2%</u>
<b>Health Care</b>	587.4	634.5	634.5	0.0	47.1	8.0%	684.1	697.7	13.6	63.2	10.0%
<b>Other</b>	178.4	190.3	190.3	0.0	11.9	6.6%	202.8	202.8	0.0	12.6	6.6%
<b>Pension</b>	<u>605.3</u>	<u>594.1</u>	<u>594.1</u>	<u>0.0</u>	<u>(11.3)</u>	<u>(1.9%)</u>	<u>639.6</u>	<u>642.3</u>	<u>2.7</u>	<u>48.2</u>	<u>8.1%</u>
<b>Contribution</b>	275.8	292.5	292.5	0.0	16.7	6.1%	311.8	311.8	0.0	19.3	6.6%
<b>Health Care</b>	215.4	229.3	229.3	0.0	13.9	6.5%	244.4	247.1	2.7	17.8	7.8%
<b>Other</b>	114.2	72.3	72.3	0.0	(41.8)	(36.7%)	83.4	83.4	0.0	11.1	15.4%
<b>Medicaid</b>	1,080.8	1,217.0	1,200.2	(16.7)	119.4	11.0%	1,345.6	1,327.4	(18.2)	127.2	10.6%
<b>Debt Service</b>	251.6	262.1	262.1	0.0	10.5	4.2%	273.6	273.6	0.0	11.5	4.4%
<b>Capital Outlay</b>	211.5	170.6	166.8	(3.8)	(44.7)	(21.1%)	139.1	139.1	0.0	(27.8)	(16.7%)
<b>Contractual Services</b>	1,002.0	1,031.6	1,024.7	(6.9)	22.7	2.3%	984.4	984.4	0.0	(40.3)	(3.9%)
<b>Grants</b>	844.6	823.1	834.4	11.3	(10.1)	(1.2%)	788.6	788.6	0.0	(45.8)	(5.5%)
<b>Supplies &amp; Materials</b>	94.8	92.6	93.0	0.4	(1.8)	(1.9%)	90.1	90.1	0.0	(2.9)	(3.2%)
<b>Total Expenditures</b>	<b>6,925.3</b>	<b>7,218.3</b>	<b>7,202.6</b>	<b>(15.7)</b>	<b>277.3</b>	<b>4.0%</b>	<b>7,495.6</b>	<b>7,493.7</b>	<b>(1.9)</b>	<b>291.1</b>	<b>4.0%</b>

## DEFAC General Fund Revenue Worksheet

March-26 DEFAC Meeting	FY 2025 A Actual Collections	FY 2026				
		B DEFAC Dec-25	C % B over A	D DEFAC Mar-26	E % D over A	F \$ Increase D over B
Revenue Category						
<b>Personal Income Tax</b>	<b>2,718.2</b>	<b>2,821.3</b>	<b>3.8%</b>	<b>2,841.8</b>	<b>4.5%</b>	<b>20.5</b>
Less: Refunds	<u>(335.0)</u>	<u>(288.5)</u>	-13.9%	<u>(288.5)</u>	-13.9%	<u>0.0</u>
<b>PIT Less Refunds</b>	<b>2,383.2</b>	<b>2,532.8</b>	<b>6.3%</b>	<b>2,553.3</b>	<b>7.1%</b>	<b>20.5</b>
Franchise Tax	1,324.4	1,328.9	0.3%	1,328.9	0.3%	0.0
Limited Partnerships & LLC's	522.1	551.0	5.5%	551.0	5.5%	0.0
Subtotal Franchise + LP/LLC	1,846.5	1,879.9	1.8%	1,879.9	1.8%	0.0
Less: Refunds	<u>(20.2)</u>	<u>(22.0)</u>	9.0%	<u>(22.0)</u>	9.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,826.3	1,857.9	1.7%	1,857.9	1.7%	0.0
<b>Business Entity Fees</b>	<b>171.4</b>	<b>171.0</b>	<b>-0.2%</b>	<b>171.0</b>	<b>-0.2%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>32.5</b>	<b>30.0</b>	<b>-7.7%</b>	<b>32.0</b>	<b>-1.5%</b>	<b>2.0</b>
Unclaimed Property	554.0	554.0	0.0%	554.0	0.0%	0.0
Less: Refunds	<u>(128.0)</u>	<u>(150.0)</u>	17.2%	<u>(168.0)</u>	31.2%	<u>(18.0)</u>
Unclaimed Prop Less Refunds	426.0	404.0	-5.2%	386.0	-9.4%	(18.0)
<b>Gross Receipts Tax</b>	<b>388.5</b>	<b>420.1</b>	<b>8.1%</b>	<b>437.1</b>	<b>12.5%</b>	<b>17.0</b>
<b>Lottery</b>	<b>230.0</b>	<b>248.4</b>	<b>8.0%</b>	<b>257.6</b>	<b>12.0%</b>	<b>9.2</b>
Corporation Income Tax	452.5	413.3	-8.7%	413.3	-8.7%	0.0
Less: Refunds	<u>(81.1)</u>	<u>(80.0)</u>	-1.3%	<u>(68.0)</u>	-16.1%	<u>12.0</u>
CIT Less Refunds	371.4	333.3	-10.3%	345.3	-7.0%	12.0
<b>Realty Transfer Tax</b>	<b>235.8</b>	<b>247.9</b>	<b>5.1%</b>	<b>247.9</b>	<b>5.1%</b>	<b>0.0</b>
<b>Cigarette Taxes</b>	<b>87.5</b>	<b>82.4</b>	<b>-5.8%</b>	<b>82.4</b>	<b>-5.8%</b>	<b>0.0</b>
Bank Franchise Tax	114.8	96.5	-15.9%	98.6	-14.1%	2.1
Insurance Taxes and Fees	100.3	84.2	-16.1%	83.3	-17.0%	(0.9)
Hospital Board and Treatment	23.5	21.4	-8.9%	21.4	-8.9%	0.0
<b>Public Utility Tax</b>	<b>36.0</b>	<b>35.2</b>	<b>-2.2%</b>	<b>36.5</b>	<b>1.4%</b>	<b>1.3</b>
<b>Alcoholic Beverage Tax</b>	<b>31.5</b>	<b>31.4</b>	<b>-0.3%</b>	<b>31.4</b>	<b>-0.3%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>165.5</b>	<b>188.4</b>	<b>13.8%</b>	<b>180.5</b>	<b>9.1%</b>	<b>(7.9)</b>
<b>Other Revenues</b>	<b>82.2</b>	<b>89.0</b>	<b>8.3%</b>	<b>89.0</b>	<b>8.3%</b>	<b>0.0</b>
Less: Other Refunds	<u>(12.2)</u>	<u>(17.0)</u>	39.8%	<u>(14.7)</u>	20.9%	2.3
<b>Net Receipts</b>	<b>6,694.3</b>	<b>6,856.9</b>	<b>2.4%</b>	<b>6,896.5</b>	<b>3.0%</b>	<b>39.6</b>

## DEFAC General Fund Revenue Worksheet

March-26 DEFAC Meeting	FY 2027					FY 2028				
	G DEFAC Dec-25	H % G over B	I DEFAC Mar-26	J % I over D	K \$ Increase I over G	L DEFAC Dec-25	M % L over G	N DEFAC Mar-26	O % N over I	P \$ Increase N over L
Revenue Category										
<b>Personal Income Tax</b>	<b>2,915.6</b>	<b>3.3%</b>	<b>2,920.1</b>	<b>2.8%</b>	<b>4.5</b>	<b>3,100.0</b>	<b>6.3%</b>	<b>3,087.9</b>	<b>5.7%</b>	<b>(12.1)</b>
Less: Refunds	<u>(267.3)</u>	-7.3%	<u>(267.3)</u>	-7.3%	<u>0.0</u>	<u>(268.9)</u>	0.6%	<u>(268.9)</u>	0.6%	<u>0.0</u>
<b>PIT Less Refunds</b>	<b>2,648.3</b>	<b>4.6%</b>	<b>2,652.8</b>	<b>3.9%</b>	<b>4.5</b>	<b>2,831.1</b>	<b>6.9%</b>	<b>2,819.0</b>	<b>6.3%</b>	<b>(12.1)</b>
Franchise Tax	1,328.9	0.0%	1,328.9	0.0%	0.0	1,328.9	0.0%	1,328.9	0.0%	0.0
Limited Partnerships & LLC's	557.0	1.1%	557.0	1.1%	0.0	557.0	0.0%	557.0	0.0%	0.0
Subtotal Franchise + LP/LLC	1,885.9	0.3%	1,885.9	0.3%	0.0	1,885.9	0.0%	1,885.9	0.0%	0.0
Less: Refunds	<u>(10.0)</u>	-54.5%	<u>(10.0)</u>	-54.5%	<u>0.0</u>	<u>(10.0)</u>	0.0%	<u>(10.0)</u>	0.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,875.9	1.0%	1,875.9	1.0%	0.0	1,875.9	0.0%	1,875.9	0.0%	0.0
<b>Business Entity Fees</b>	<b>171.0</b>	<b>0.0%</b>	<b>171.0</b>	<b>0.0%</b>	<b>0.0</b>	<b>171.0</b>	<b>0.0%</b>	<b>171.0</b>	<b>0.0%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>30.0</b>	<b>0.0%</b>	<b>32.0</b>	<b>0.0%</b>	<b>2.0</b>	<b>30.0</b>	<b>0.0%</b>	<b>32.0</b>	<b>0.0%</b>	<b>2.0</b>
Unclaimed Property	554.0	0.0%	554.0	0.0%	0.0	525.0	-5.2%	525.0	-5.2%	0.0
Less: Refunds	<u>(130.0)</u>	-13.3%	<u>(130.0)</u>	-22.6%	<u>0.0</u>	<u>(130.0)</u>	0.0%	<u>(130.0)</u>	0.0%	0.0
Unclaimed Prop Less Refunds	424.0	5.0%	424.0	9.8%	0.0	395.0	-6.8%	395.0	-6.8%	0.0
<b>Gross Receipts Tax</b>	<b>432.2</b>	<b>2.9%</b>	<b>429.6</b>	<b>-1.7%</b>	<b>(2.6)</b>	<b>450.0</b>	<b>4.1%</b>	<b>450.0</b>	<b>4.7%</b>	<b>0.0</b>
<b>Lottery</b>	<b>252.6</b>	<b>1.7%</b>	<b>261.7</b>	<b>1.6%</b>	<b>9.1</b>	<b>256.4</b>	<b>1.5%</b>	<b>265.6</b>	<b>1.5%</b>	<b>9.2</b>
Corporation Income Tax	335.0	-18.9%	335.0	-18.9%	0.0	362.4	8.2%	362.4	8.2%	0.0
Less: Refunds	<u>(79.8)</u>	-0.3%	<u>(91.8)</u>	35.0%	<u>(12.0)</u>	<u>(80.0)</u>	0.3%	<u>(80.0)</u>	-12.9%	<u>0.0</u>
CIT Less Refunds	255.2	-23.4%	243.2	-29.6%	(12.0)	282.4	10.7%	282.4	16.1%	0.0
<b>Realty Transfer Tax</b>	<b>267.5</b>	<b>7.9%</b>	<b>267.5</b>	<b>7.9%</b>	<b>0.0</b>	<b>278.2</b>	<b>4.0%</b>	<b>278.2</b>	<b>4.0%</b>	<b>0.0</b>
<b>Cigarette Taxes</b>	<b>78.3</b>	<b>-5.0%</b>	<b>78.3</b>	<b>-5.0%</b>	<b>0.0</b>	<b>74.4</b>	<b>-5.0%</b>	<b>74.4</b>	<b>-5.0%</b>	<b>0.0</b>
Bank Franchise Tax	105.5	9.3%	104.5	6.0%	(1.0)	107.5	1.9%	106.7	2.1%	(0.8)
Insurance Taxes and Fees	102.1	21.3%	101.2	21.5%	(0.9)	92.8	-9.1%	91.9	-9.2%	(0.9)
Hospital Board and Treatment	21.4	0.0%	21.4	0.0%	0.0	21.0	-1.9%	21.0	-1.9%	0.0
<b>Public Utility Tax</b>	<b>33.3</b>	<b>-5.4%</b>	<b>34.5</b>	<b>-5.5%</b>	<b>1.2</b>	<b>32.6</b>	<b>-2.1%</b>	<b>33.8</b>	<b>-2.0%</b>	<b>1.2</b>
<b>Alcoholic Beverage Tax</b>	<b>31.4</b>	<b>0.0%</b>	<b>31.4</b>	<b>0.0%</b>	<b>0.0</b>	<b>31.4</b>	<b>0.0%</b>	<b>31.4</b>	<b>0.0%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>145.4</b>	<b>-22.8%</b>	<b>140.2</b>	<b>-22.3%</b>	<b>(5.2)</b>	<b>134.1</b>	<b>-7.8%</b>	<b>129.8</b>	<b>-7.4%</b>	<b>(4.3)</b>
<b>Other Revenues</b>	<b>90.6</b>	<b>1.8%</b>	<b>90.6</b>	<b>1.8%</b>	<b>0.0</b>	<b>92.1</b>	<b>1.7%</b>	<b>92.1</b>	<b>1.7%</b>	<b>0.0</b>
Less: Other Refunds	<u>(16.2)</u>	-4.7%	<u>(16.2)</u>	10.2%	0.0	<u>(16.9)</u>	4.3%	<u>(16.9)</u>	4.3%	<u>0.0</u>
<b>Net Receipts</b>	<b>6,948.5</b>	<b>1.3%</b>	<b>6,943.6</b>	<b>0.7%</b>	<b>(4.9)</b>	<b>7,139.0</b>	<b>2.7%</b>	<b>7,133.3</b>	<b>2.7%</b>	<b>(5.7)</b>



Table 4.

Delaware Department of Transportation										67%
FY 2026 Expenditures, Through February 28, 2026										
	FY2024 Actual	FY2025 Actual	FY2026 Appropriation	OCTOBER FY2026 Forecast	DECEMBER FY2026 Forecast	MARCH FY2026 Forecast	\$ difference Dec to Mar	\$ difference Forecast V. FY2025 Actual	FY2026 YTD Spend	% spent YTD
<b>Operations</b>			<u>w/o US301</u>							
Debt Service	82.2	91.6	91.5	91.5	91.5	91.5	0.0	(0.1)	91.5	100%
Personnel Costs	117.3	129.3	133.8	133.8	133.8	133.8	0.0	4.5	89.8	67%
Operations/Capital Outlay	82.1	90.2	95.6	95.6	95.6	103.7	8.1	13.5	60.7	58%
Transit Operations (DTC)	98.2	118.4	120.6	120.6	120.6	120.6	0.0	2.2	83.4	69%
<b>Total Expenditures - Operations</b>	<b>379.8</b>	<b>429.5</b>	<b>441.5</b>	<b>441.5</b>	<b>441.5</b>	<b>449.6</b>	<b>8.1</b>	<b>20.1</b>	<b>325.3</b>	<b>72%</b>
<b>State Capital</b>										
Road System	258.1	213.8	189.0	189.0	189.0	180.0	(9.0)	(33.8)	95.0	53%
Grants & Allocations	35.5	37.0	38.7	38.7	38.7	38.7	0.0	1.7	19.3	50%
Support Systems	51.9	67.1	36.5	36.5	36.5	35.5	(1.0)	(31.6)	21.4	60%
Transit	14.3	8.2	13.8	13.8	13.8	13.8	0.0	5.6	7.6	55%
<b>State Capital</b>	<b>359.8</b>	<b>326.1</b>	<b>278.0</b>	<b>278.0</b>	<b>278.0</b>	<b>268.0</b>	<b>(10.0)</b>	<b>(58.1)</b>	<b>143.3</b>	<b>53%</b>
<b>Federal Capital</b>										
Federal Capital	331.6	373.9	375.0	375.0	375.0	400.0	25.0	26.1	271.5	68%
<b>Total Expenditures - Capital</b>	<b>691.4</b>	<b>700.0</b>	<b>653.0</b>	<b>653.0</b>	<b>653.0</b>	<b>668.0</b>	<b>15.0</b>	<b>(32.0)</b>	<b>414.7</b>	<b>62%</b>
<b>TOTAL EXPENDITURES</b>	<b>1,071.2</b>	<b>1,129.5</b>	<b>1,094.5</b>	<b>1,094.5</b>	<b>1,094.5</b>	<b>1,117.6</b>	<b>23.1</b>	<b>(11.9)</b>	<b>740.0</b>	<b>66%</b>

	OCTOBER FY2026 Forecast	DECEMBER FY2026 Forecast	MARCH FY2026 Forecast	\$ difference Dec to Mar	FY2026 YTD Spend	% spent YTD
DelDOT	1,094.5	1,094.5	1,117.6	\$ 23.1	\$ 740.0	66%
US301	23.3	23.3	23.3	\$ -	\$ 11.0	47%
<b>TOTAL</b>	<b>1,117.8</b>	<b>1,117.8</b>	<b>1,140.9</b>	<b>\$ 23.1</b>	<b>\$ 751.0</b>	<b>67%</b>

Table 5.

DELAWARE DEPARTMENT OF TRANSPORTATION Transportation Trust Fund Revenues									
	FY24	FY25	% Chg.	Fiscal 2026			Fiscal 2027		
				12/15/2025 Approved	3/16/2026 Recomm	% Chg. FY 25	12/15/2025 Approved	3/16/2026 Recomm	% Chg. FY 26
<b><u>TOLL ROAD REVENUES:</u></b>									
I95 Newark Plaza	\$133.5	\$121.7	-8.9%	\$154.7	\$136.7	12.3%	\$164.2	\$164.2	20.1%
Route 1 Toll Road	61.1	59.0	-3.4%	\$86.9	\$86.9	47.3%	\$98.4	\$98.4	13.3%
Concessions	<u>2.4</u>	<u>2.2</u>	<u>-8.8%</u>	<u>\$2.4</u>	<u>\$2.4</u>	<u>3.2%</u>	<u>\$2.5</u>	<u>\$2.5</u>	<u>4.2%</u>
<b>Total Toll Road Revenues</b>	197.0	182.9	-7.2%	\$244.0	\$226.0	23.6%	\$265.1	\$265.1	17.3%
<b>MOTOR FUEL TAX ADMIN.</b>	137.4	135.0	-1.7%	\$129.7	\$129.7	(3.9%)	\$127.1	\$127.1	(2.0%)
<b><u>DIVISION OF MOTOR VEHICLES</u></b>									
Motor Vehicle Document Fees	149.1	162.4	8.9%	\$171.7	\$171.7	5.7%	\$188.5	\$188.5	9.8%
Motor Vehicle Registration Fees	61.0	62.3	2.2%	\$63.1	\$62.8	0.7%	\$64.0	\$64.0	1.9%
Other DMV Revenues	40.2	43.2	7.4%	\$42.9	\$42.9	-0.7%	\$43.3	\$43.3	0.9%
Alternative Fuel Vehicle Fees	<u>0.0</u>	<u>0.0</u>	<u>0.0%</u>	<u>\$2.6</u>	<u>\$2.6</u>	<u>0.0%</u>	<u>\$4.1</u>	<u>\$4.1</u>	<u>55.9%</u>
<b>Total DMV Revenues</b>	250.3	267.9	7.0%	\$280.3	\$280.0	4.5%	\$299.9	\$299.9	7.1%
<b><u>OTHER TRANSPORTATION REV.</u></b>									
Other Transportation Rev	9.1	10.2	12.4%	\$15.2	\$25.2	146.3%	\$9.3	\$9.3	-63.1%
Investment Income(Net)	<u>19.5</u>	<u>10.8</u>	<u>-44.8%</u>	<u>\$7.0</u>	<u>\$8.2</u>	<u>-22.2%</u>	<u>\$5.0</u>	<u>\$5.0</u>	<u>-39.0%</u>
<b>Total Other Transp. Revenue</b>	28.6	21.0	-26.6%	\$22.2	\$33.4	59.1%	\$14.3	\$14.3	-57.2%
<b>GRAND TOTAL</b>	\$613.3	\$606.8	-1.1%	\$676.2	\$669.1	10.3%	\$706.4	\$706.4	5.6%
	FY24	FY25	% Chg.	Fiscal 2026			Fiscal 2027		
<b>US301 Revenues</b>	\$ 25.4	\$ 27.7	9.1%	\$ 33.0	\$ 31.0	12.0%	\$ 34.8	\$ 34.8	12.0%
<b>TOTAL</b>	\$ 638.7	\$ 634.5	-0.7%	\$ 709.2	\$ 700.1	10.3%	\$ 741.2	\$ 741.2	5.9%