



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

RICHARD J. GEISENBERGER
SECRETARY OF FINANCE

March 18, 2020

TO: The Honorable John Carney, Governor
Members of the 151st General Assembly

Attached is the monthly financial report for the month ending February 29, 2020. 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 cursive script, appearing to read "Richard J. Geisenberger".

Richard J. Geisenberger
Secretary of Finance

Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

As of February 29, 2020, the General Fund cash balance has ending net operating cash of \$427.2 million. This is the result of a \$947.5 million beginning cash balance on July 1, 2019, a \$394.0 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>(394.0)</u>	<u>(419.8)</u>	<u>(461.1)</u>	<u>(776.0)</u>
Net Operating Cash balance	553.5	330.0	13.8	(208.0)
Transfer to Budget Stabilization Fund	<u>(126.3)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Operating Cash Balance	<u>\$ 427.2</u>	<u>\$ 330.0</u>	<u>\$ 13.8</u>	<u>\$ (208.0)</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 \$2,959.8 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 \$146.9 million, for reporting and planning purposes only.

State of Delaware
Statement of General Fund Cash Condition
as of 2/29/2020

	<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	2,310,829,076	2,155,236,491	2,069,905,826	1,856,009,608
Licenses, Permits, Fines and Fees	140,516,968	146,751,288	127,011,501	123,620,189
Rentals and Sales	149,992,156	162,013,477	160,094,958	152,904,719
Earnings and Investments	28,286,974	14,434,450	8,754,133	3,710,373
Other Receipts	371,520,193	266,679,767	130,261,689	81,960,367
Total Receipts	<u>3,001,145,367</u>	<u>2,745,115,473</u>	<u>2,496,028,107</u>	<u>2,218,205,256</u>
Less Refund Disbursements	196,944,110	195,674,114	161,806,701	204,745,994
Total Revenue	<u>2,804,201,257</u>	<u>2,549,441,359</u>	<u>2,334,221,406</u>	<u>2,013,459,262</u>
Disbursements				
Legislature	11,831,852	11,375,298	11,323,854	10,003,051
Judicial	68,905,828	64,553,996	62,041,483	63,568,259
Executive	123,060,565	125,779,886	90,722,599	97,554,615
Department of Technology and Information	32,330,556	31,053,368	29,116,376	28,025,495
Other Elective Offices	165,769,103	165,006,966	156,650,441	168,040,662
Legal	44,565,638	41,849,064	40,116,280	40,555,158
Department of Human Resources	13,975,990	9,690,138	4,850,374	-
Department of State	46,476,893	45,064,131	14,728,147	16,876,244
Department of Finance	21,732,377	14,857,188	11,760,644	11,885,083
Department of Health and Social Services	802,440,174	759,322,345	768,255,920	769,784,331
Department of Services for Children, Youth, Families	119,062,330	117,652,255	105,218,073	109,031,504
Department of Correction	250,480,087	232,216,898	210,707,607	201,567,254
Department of Natural Resources and Environmental Control	34,631,887	30,173,693	24,134,578	26,166,577
Department of Safety and Homeland Security	110,127,913	96,351,206	91,569,415	87,459,827
Department of Transportation	5,027,585	4,130,710	3,868,054	3,306,719
Department of Labor	6,521,417	6,653,985	6,859,302	6,617,603
Department of Agriculture	8,294,947	4,970,205	5,082,464	5,153,426
Department of Elections	4,981,026	9,828,393	3,147,899	5,834,544
Fire Prevention Commission	3,757,919	3,590,397	3,441,721	3,399,081
Delaware National Guard	2,985,097	2,802,330	2,618,752	2,800,812
Advisory Council Exceptional Citizens	185,215	185,558	165,817	169,878
Higher Education	179,515,513	166,847,882	161,309,185	160,141,920
Department of Education	1,141,524,993	1,025,317,884	987,661,682	971,562,533
Total Disbursements	<u>3,198,184,905</u>	<u>2,969,273,776</u>	<u>2,795,350,669</u>	<u>2,789,504,576</u>
Ending Cash Balance	<u>\$ 553,491,561</u>	<u>\$ 329,985,831</u>	<u>\$ 13,797,710</u>	<u>\$ (208,064,334)</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 2/29/2020

	Fiscal Year 2020	% Change	Fiscal Year 2019	% Change	Fiscal Year 2018	% Change	Fiscal Year 2017
Receipts							
Personal Income Tax	\$ 1,105,104,197	7.9%	\$ 1,024,635,990	1.3%	\$ 1,011,697,058	8.5%	\$ 932,456,337
Franchise Tax	544,965,380	9.6%	497,090,199	9.1%	455,546,230	18.1%	385,757,729
Limited Partnership and LLC	64,504,710	9.5%	58,892,303	7.2%	54,931,648	11.0%	49,507,252
Business Entity Fees	84,341,824	6.2%	79,420,156	6.5%	74,596,888	7.8%	69,217,537
Uniform Commercial Code	17,577,899	4.7%	16,781,345	10.9%	15,137,353	18.7%	12,754,299
Abandoned Property	370,800,119	39.8%	265,295,186	114.4%	123,732,232	53.3%	80,713,666
Gross Receipts Tax	178,608,914	0.3%	178,107,858	6.9%	166,563,707	-1.2%	168,579,244
Lottery	134,953,972	-4.7%	141,564,711	1.8%	139,101,580	8.9%	127,741,492
Corporate Income Tax	99,178,417	21.9%	81,381,785	12.4%	72,375,221	12.5%	64,304,994
Realty Transfer Tax	113,141,188	12.5%	100,584,195	8.6%	92,647,240	44.3%	64,217,458
Cigarette Tax	76,275,363	-8.8%	83,612,891	3.5%	80,775,666	17.1%	69,008,559
Bank Franchise Tax	45,486,712	-11.8%	51,561,864	11.0%	46,432,903	4.9%	44,276,912
Insurance Tax and Fees	32,474,295	-30.3%	46,601,849	36.0%	34,254,670	1.2%	33,833,632
Hospital Board and Treatment	14,694,112	-26.8%	20,067,612	-3.7%	20,829,213	-16.8%	25,034,082
Public Utility Tax	28,144,600	23.9%	22,715,983	-19.1%	28,082,087	-2.9%	28,924,154
Alcohol Beverage Tax	17,594,679	2.8%	17,115,523	5.2%	16,267,924	20.1%	13,543,345
Dividends and Interest	28,286,711	96.0%	14,434,389	64.9%	8,753,999	136.2%	3,706,070
Other Revenue	45,012,275	-0.5%	45,251,634	-16.7%	54,302,487	21.7%	44,628,494
Total Receipts	3,001,145,367	9.3%	2,745,115,473	10.0%	2,496,028,107	12.5%	2,218,205,256
Refund Disbursements							
Personal Income Tax	86,141,241		80,378,790		85,744,226		84,682,580
Franchise Tax	7,610,611		6,369,914		3,605,664		7,334,410
Abandoned Property	69,630,799		85,359,036		12,964,259		77,707,625
Gross Receipts Tax	1,923,856		4,090,560		1,489,818		6,723,707
Corporation Income Tax	28,312,313		17,940,331		56,611,038		26,415,671
Cigarette Tax	179,912		190,766		108,350		138,464
Bank Franchise Tax	2,218,251		326,614		84,372		15,333
Insurance Tax	691		59,079		379,774		229,567
Miscellaneous Refunds	926,436		959,024		819,201		1,498,637
Total Refund Disbursements	196,944,110	0.6%	195,674,114	20.9%	161,806,701	-21.0%	204,745,994
Net Receipts	\$ 2,804,201,257	10.0%	\$ 2,549,441,359	9.2%	\$ 2,334,221,406	15.9%	\$ 2,013,459,262

State of Delaware
Statement of General Fund Appropriation Balances
as of 2/29/2020

Departmental Expenditures	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislature	\$ 17,189,764	\$ 6,392,815	\$ 11,831,852	\$ 435	\$ 1,445,034	\$ 10,305,258
Judicial	101,220,500	3,278,534	68,905,828	(215)	1,865,276	33,728,145
Executive	267,119,661	132,721,535	123,060,565	4,452	21,775,182	255,000,997
Department of Technology and Information	45,359,846	5,513,185	32,330,556	-	6,182,983	12,359,492
Other Elective Offices	220,585,451	401,420	165,769,103	-	702,306	54,515,462
Legal	64,732,700	470,943	44,565,638	72	1,543,212	19,094,721
Department of Human Resources	24,758,300	4,456,102	13,975,990	29,489	223,643	14,985,280
Department of State	67,090,500	3,354,139	46,476,893	30	1,830,039	22,137,677
Department of Finance	25,272,543	3,217,821	21,732,377	-	1,347,006	5,410,981
Department of Health and Social Services	1,262,175,706	47,915,511	802,440,174	386,563	109,542,045	397,722,435
Department of Services for Children, Youth, Families	187,588,940	9,506,461	119,062,330	2,005	30,211,378	47,819,688
Department of Correction	363,645,450	13,758,675	250,480,087	26,466	58,891,061	68,006,511
Department of Natural Resources and Environmental Control	73,800,900	16,684,463	34,631,887	9,156	12,200,386	43,643,934
Department of Safety & Homeland Security	145,839,033	9,856,038	110,127,913	-	5,649,819	39,917,339
Department of Transportation	5,000,000	630,271	5,027,585	-	602,686	-
Department of Labor	10,986,000	1,225,981	6,521,417	-	371,324	5,319,239
Department of Agriculture	12,121,800	322,112	8,294,947	2,182	894,876	3,251,907
Department of Elections	8,656,800	65,842	4,981,026	101	704,074	3,037,442
Fire Prevention Commission	5,768,300	60,000	3,757,919	-	122,700	1,947,681
Delaware National Guard	4,980,100	395,296	2,985,097	-	795,219	1,595,080
Advisory Council Exceptional Citizens	306,200	-	185,215	-	-	120,985
Higher Education	255,275,911	16,511,336	179,515,513	22,274	3,612,138	88,637,322
Department of Education	1,583,780,767	52,813,216	1,141,524,993	275,119	53,923,879	440,869,992
Total	<u>\$ 4,753,255,172</u>	<u>\$ 329,551,696</u>	<u>\$ 3,198,184,905</u>	<u>\$ 758,129</u>	<u>\$ 314,436,266</u>	<u>\$ 1,569,427,568</u>

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 2/29/2020
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2020	Change	2019	Change	2018	Change	2017
Salaries and Wages	\$ 1,112,601.6	10.1%	\$ 1,010,728.6	4.8%	\$ 964,606.7	2.0%	\$ 945,571.7
Fringe Benefits (less Pension)	345,464.1	4.4%	330,972.9	2.2%	323,805.2	0.8%	321,188.1
Pension Costs	261,499.8	3.8%	251,975.8	14.2%	220,574.2	0.2%	220,228.4
Medicaid	510,035.5	6.0%	480,954.9	-2.5%	493,511.2	2.1%	483,364.0
Grants	354,962.3	15.5%	307,234.6	21.5%	252,798.1	-1.8%	257,325.3
Contractual Services	404,621.9	4.8%	386,224.9	9.8%	351,802.0	-2.0%	358,967.7
Supplies and Materials	46,375.6	-2.4%	47,520.8	15.2%	41,246.9	-14.2%	48,058.6
Capital Outlay	23,947.3	68.3%	14,229.4	77.0%	8,037.2	0.6%	7,989.1
Debt Service	138,676.9	-0.5%	139,431.9	0.3%	138,969.2	-5.3%	146,811.7
Total	\$ 3,198,185.0	7.7%	\$ 2,969,273.8	6.2%	\$ 2,795,350.7	0.2%	\$ 2,789,504.6