



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

RICHARD J. GEISENBERGER
SECRETARY OF FINANCE

July 31, 2020

TO: The Honorable John Carney, Governor
Members of the 150th General Assembly

Attached is the monthly financial report for the month ending June 30, 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 that reads "Richard J. Geisenberger".

Richard J. Geisenberger
Secretary of Finance

Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

As of June 30, 2020, the General Fund cash balance has ending net operating cash of \$833.1 million. This is the result of a \$947.5 million beginning cash balance on July 1, 2019, a \$11.9 million operating cash surplus 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)	11.9	197.7	274.9	(93.1)
Preliminary Cash balance	959.4	947.5	749.8	474.9
Transfer to Budget Stabilization Fund	(126.3)	-	-	-
Net Operating Cash Balance	<u>\$ 833.1</u>	<u>\$ 947.5</u>	<u>\$ 749.8</u>	<u>\$ 474.9</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 \$4,052.2 million. Of this amount, \$854.7 million is from the Coronavirus Relief Fund (CRF) and included in the Special Fund Cash Balance. Unaudited COVID expenditures through June 30, 2020 are \$77.4 million recorded in the Special Fund. Of the \$77.4 million, \$4.9 million represents a temporary interfund borrowing. Unaudited COVID expenditures decreased from the May 31, 2020 monthly report as some expenditures were reallocated to other available State or Federal Funds.

As required by Executive Order 21 approved on June 30, 2018, §1(d), for reporting and budget planning purposes only, \$18.2 million of the General Fund was allocable to the Budget Stabilization Fund (BSF) through the June DEFAC meeting. Effective July 1, 2020 per 82 Del Law c 243 (SB 260, § 32 amending SB 240, § 74), \$63.2 million of the existing \$126.3 million Budget Stabilization Fund balance was appropriated for use in FY 2021. The balance of the Budget Stabilization Fund as of July 1, 2020 is \$63.1 million allocated to a special fund holding account that would require an act of the General Assembly to enable appropriation and spending authority.

State of Delaware
Statement of General Fund Cash Condition
as of 6/30/2020

	Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017
Beginning Fiscal Year Cash	\$ 947,475,209	\$ 749,818,248	\$ 474,926,973	\$ 567,980,980
Revenue				
Taxes	3,886,778,565	3,924,105,437	3,722,195,127	3,375,746,207
Licenses, Fees, Permits and Fines	202,134,259	214,191,757	193,951,892	186,976,444
Rentals and Sales	204,111,863	251,590,301	250,405,102	248,683,875
Earnings and Investments	47,115,097	24,913,209	11,725,917	3,893,814
Other Receipts	565,043,874	564,871,861	568,886,497	587,943,384
Total Receipts	4,905,183,658	4,979,672,565	4,747,164,535	4,403,243,724
Less Refund Disbursements	379,374,270	387,751,180	354,187,635	390,148,756
Total Revenue	4,525,809,388	4,591,921,385	4,392,976,900	4,013,094,968
Disbursements				
Legislature	17,458,909	17,026,488	16,861,000	15,473,520
Judicial	98,712,046	97,846,915	94,206,929	96,897,186
Executive	169,027,764	159,990,330	113,782,965	126,927,025
Department of Technology and Information	46,510,849	47,074,032	41,531,814	40,759,020
Other Elective Offices	217,936,172	215,378,948	209,623,987	205,985,191
Legal	64,905,119	63,163,735	60,241,899	61,521,880
Department of Human Resources	25,040,418	18,548,878	11,311,958	-
Department of State	56,916,138	55,584,918	20,669,543	23,989,397
Department of Finance	26,315,328	20,706,099	16,487,898	15,808,276
Department of Health and Social Services	1,146,382,384	1,165,198,959	1,167,364,105	1,179,778,259
Department of Services for Children, Youth, Families	170,955,353	174,349,211	161,307,601	159,231,321
Department of Correction	368,690,806	352,018,701	320,175,564	304,841,500
Department of Natural Resources and Environmental Control	51,319,452	46,505,825	37,579,696	41,297,880
Department of Safety and Homeland Security	157,241,832	146,174,494	137,971,955	136,783,017
Department of Transportation	5,630,271	4,369,729	5,000,000	5,000,000
Department of Labor	9,029,923	9,015,446	8,808,020	10,262,765
Department of Agriculture	10,949,455	7,964,597	7,795,541	7,880,487
Department of Elections	7,577,422	18,370,801	4,648,815	7,477,277
Fire Prevention Commission	5,483,037	5,577,621	5,303,650	5,420,359
Delaware National Guard	4,636,394	4,326,637	4,104,160	4,219,605
Advisory Council Exceptional Citizens	304,505	280,495	256,064	256,560
Higher Education	262,249,101	249,376,540	238,238,329	241,044,774
Department of Education	1,590,641,700	1,515,415,025	1,434,814,132	1,415,293,676
Total Disbursements	4,513,914,378	4,394,264,424	4,118,085,625	4,106,148,975
Ending Cash Balance	\$ 959,370,219	\$ 947,475,209	\$ 749,818,248	\$ 474,926,973

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 6/30/2020

	Fiscal Year 2020	% Change	Fiscal Year 2019	% Change	Fiscal Year 2018	% Change	Fiscal Year 2017
Receipts							
Personal Income Tax	\$ 1,666,164,673	-3.7%	\$ 1,730,477,378	5.4%	\$ 1,641,397,590	6.0%	\$ 1,548,052,668
Franchise Tax	957,674,484	5.7%	906,153,565	5.8%	856,734,387	19.9%	714,471,055
Limited Partnership and LLC	345,100,384	7.2%	322,034,639	5.5%	305,105,064	7.3%	284,306,930
Business Entity Fees	127,015,537	3.3%	122,979,638	3.4%	118,986,439	7.4%	110,802,419
Uniform Commercial Code	25,593,418	1.5%	25,215,244	7.6%	23,426,659	19.9%	19,537,779
Abandoned Property	554,000,000	0.0%	554,000,000	0.4%	551,696,296	-0.4%	554,000,000
Gross Receipts Tax	253,816,057	-2.1%	259,347,079	5.9%	244,986,522	2.3%	239,465,174
Lottery	177,416,622	-17.8%	215,814,193	1.8%	212,000,000	3.4%	205,098,875
Corporate Income Tax	159,972,423	-14.8%	187,849,615	13.8%	165,064,591	4.9%	157,368,139
Realty Transfer Tax	166,157,991	7.7%	154,272,978	7.3%	143,774,210	49.2%	96,389,547
Cigarette Tax	119,153,371	-2.8%	122,610,872	-0.3%	123,025,340	9.5%	112,347,044
Bank Franchise Tax	80,903,198	-19.8%	100,841,368	13.0%	89,240,499	1.2%	88,188,802
Insurance Tax and Fees	76,394,485	-11.8%	86,573,340	17.9%	73,431,886	3.8%	70,718,539
Hospital Board and Treatment	26,308,096	-25.6%	35,364,426	-7.1%	38,060,551	-12.4%	43,454,529
Public Utility Tax	35,754,040	-3.3%	36,990,544	-14.2%	43,096,460	-1.4%	43,719,342
Alcohol Beverage Tax	25,203,869	-5.3%	26,610,381	0.2%	26,555,159	29.1%	20,577,152
Dividends and Interest	47,114,824	89.1%	24,913,146	112.5%	11,725,393	201.8%	3,884,716
Other	61,440,186	-9.1%	67,624,159	-14.2%	78,857,489	-13.2%	90,861,014
Total Receipts	4,905,183,658	-1.5%	4,979,672,565	4.9%	4,747,164,535	7.8%	4,403,243,724
Refund Disbursements							
Personal Income Tax	194,014,779		202,970,907		213,202,069		214,872,798
Franchise Tax	12,037,033		11,999,100		9,983,297		11,923,249
Abandoned Property	109,819,541		114,307,013		45,457,238		104,841,893
Gross Receipts Tax	2,078,943		6,159,570		2,247,842		7,297,174
Corporate Income Tax	43,502,723		40,002,761		75,334,520		36,591,240
Cigarette Tax	214,834		202,560		568,654		317,121
Bank Franchise Tax	10,090,068		2,588,869		938,164		4,650,099
Insurance Tax and Fees	5,885,796		7,801,902		5,300,040		7,759,483
Miscellaneous Refunds	1,730,553		1,718,498		1,155,811		1,895,699
Total Refund Disbursements	379,374,270	-2.2%	387,751,180	9.5%	354,187,635	-9.2%	390,148,756
Net Receipts	\$ 4,525,809,388	-1.4%	\$ 4,591,921,385	4.5%	\$ 4,392,976,900	9.5%	\$ 4,013,094,968

State of Delaware
Statement of General Fund Appropriation Balances
as of 06/30/2020
Prior Year

Departmental Expenditures	Current FY Appropriations	Continuing and Encumbered	Expenditures	Encumbrances	Continuing Appropriations	Reverted Amount
Legislature	\$ 17,616,156	\$ 6,392,815	\$ 17,458,909	\$ 30,278	\$ 6,519,784	\$ -
Judicial	99,143,413	2,855,384	98,712,046	1,328,060	1,958,691	97,517
Executive	249,295,022	84,946,350	169,027,764	2,460,488	162,753,120	113,850,943
Department of Technology and Information	46,094,240	5,748,176	46,510,849	3,743,228	1,588,339	23,249
Other Elective Offices	218,480,632	318,918	217,936,172	567,150	296,228	904,128
Legal	64,860,594	379,985	64,905,119	335,460	-	381,582
Department of Human Resources	23,466,848	4,453,319	25,040,418	186,375	2,693,374	930,093
Department of State	64,646,905	2,807,437	56,916,138	398,997	10,139,207	284,023
Department of Finance	23,915,862	3,173,419	26,315,328	771,032	2,921	282,903
Department of Health and Social Services	1,176,853,687	36,979,331	1,146,382,384	19,247,807	48,202,827	13,992,662
Department of Services for Children, Youth, Families	176,992,322	8,152,938	170,955,353	7,802,410	6,387,497	2,738,483
Department of Correction	375,388,923	13,405,691	368,690,806	10,012,445	10,091,363	376,028
Department of Natural Resources and Environmental Control	74,355,685	16,766,968	51,319,452	662,559	39,140,642	33,561
Department of Safety and Homeland Security	150,096,888	9,817,905	157,241,832	2,125,188	547,773	18,978
Department of Transportation	5,000,000	630,271	5,630,271	-	-	407,700
Department of Labor	8,691,806	1,025,198	9,029,923	482,080	205,001	-
Department of Agriculture	11,630,136	212,778	10,949,455	231,681	661,778	195,420
Department of Elections	8,492,172	56,591	7,577,422	28,610	942,731	17,576
Fire Prevention Commission	5,469,930	59,262	5,483,037	34,684	11,471	92,433
Delaware National Guard	4,712,486	385,336	4,636,394	393,444	67,984	10,030
Advisory Council Exceptional Citizens	315,520	-	304,505	6,370	4,645	447
Higher Education	260,605,332	16,450,223	262,249,101	-	14,806,454	238,053
Department of Education	1,609,587,630	54,507,500	1,590,641,700	3,159,828	70,293,602	2,693,073
Total	<u>\$ 4,675,712,189</u>	<u>\$ 269,525,795</u>	<u>\$ 4,513,914,378</u>	<u>\$ 54,008,174</u>	<u>\$ 377,315,432</u>	<u>\$ 137,568,882</u>

NOTES

1. This 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. This Fiscal Year is July 1 through June 30.

State of Delaware
Statement of General Fund Expenditures by Major Category
As of 06/30/2020
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2,020	Change	2019	Change	2018	Change	2017
Salaries and Wages	\$ 1,558,626.0	3.8%	\$ 1,499,887.7	5.3%	\$ 1,421,051.1	1.3%	\$ 1,402,930.0
Fringe Benefits (less Pension)	506,142.1	2.3%	494,316.7	3.0%	479,571.5	-0.2%	480,536.2
Pension Costs	360,118.0	-0.2%	360,852.0	12.2%	316,745.9	-0.3%	317,657.2
Medicaid	702,000.0	-4.5%	733,418.1	-2.3%	750,225.6	1.4%	739,714.4
Grants	506,665.8	12.1%	445,189.9	18.5%	362,875.3	-0.8%	365,706.7
Contractual Services	600,978.3	2.0%	588,897.0	10.7%	526,070.0	-2.2%	537,487.8
Supplies and Materials	64,670.8	-7.2%	69,356.4	10.7%	61,960.1	-10.9%	68,732.2
Capital Outlay	30,582.5	39.6%	18,476.6	33.0%	12,386.0	-15.5%	14,308.9
Debt Service	184,130.9	0.1%	183,870.0	-1.8%	187,200.1	4.3%	179,075.6
Total	\$ 4,513,914.4	2.7%	\$ 4,394,264.4	6.3%	\$ 4,118,085.6	0.3%	\$ 4,106,149.0