



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

RICHARD J. GEISENBERGER
SECRETARY OF FINANCE

October 17, 2019

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

Attached is the monthly financial report for the month ending September 30, 2019. 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 blue ink that reads "Rick Geisenberger".

Richard J. Geisenberger
Secretary of Finance

Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

As of September 30, 2019, the General Fund cash balance has ending net operating cash of \$477.1 million. This is the result of a \$947.5 million beginning cash balance on July 1, 2019, a \$344.1 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>FY 20</u>	<u>FY 19</u>	<u>FY 18</u>	<u>FY 17</u>
Beginning Fiscal Year Cash	\$ 947.5	\$ 749.8	\$ 474.9	\$ 568.0
Operating Cash Surplus/(Deficit)	<u>(344.1)</u>	<u>(391.3)</u>	<u>(442.3)</u>	<u>(382.6)</u>
Net Operating Cash balance	603.4	358.5	32.6	185.4
Transfer to Budget Stabilization Fund	<u>(126.3)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Operating Cash Balance	<u>\$ 477.1</u>	<u>\$ 358.5</u>	<u>\$ 32.6</u>	<u>\$ 185.4</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 \$2,395.3 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 \$25.1 million, for reporting and budget planning purposes only.

State of Delaware
Statement of General Fund Cash Condition
as of 9/30/2019

	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	830,509,360	751,211,737	687,627,485	671,168,936
Licenses, Permits, Fines and Fees	40,317,021	38,234,131	35,894,915	33,111,214
Rentals & Sales	49,919,495	39,792,231	57,976,887	59,717,172
Earnings & Investments	14,115,632	4,808,273	3,073,573	1,949,583
Other Receipts	68,968,466	75,216,031	8,649,264	1,973,984
Total Receipts	1,003,829,974	909,262,403	793,222,124	767,920,889
Less Refund Disbursements	69,577,642	57,966,624	52,717,874	56,088,585
Total Revenue	934,252,332	851,295,779	740,504,250	711,832,304
Disbursements				
Legislature	4,718,856	4,543,554	4,796,313	4,294,749
Judicial	26,833,194	25,571,589	25,389,029	25,797,279
Executive	62,185,041	57,868,721	49,023,350	53,797,335
Department of Technology & Information	10,400,748	14,923,380	12,495,892	11,832,998
Other Elective Offices	88,056,362	93,712,334	99,985,082	55,092,147
Legal	17,410,085	16,713,491	16,334,989	16,345,677
Department of Human Resources	5,144,084	2,864,104	2,231,381	-
Department of State	29,902,094	29,451,639	5,342,682	6,037,177
Department of Finance	5,849,205	8,432,637	3,421,791	3,863,773
Department of Health & Social Services	280,100,819	286,450,126	298,917,011	271,088,690
Department of Services for Children, Youth, Families	43,932,780	44,334,032	41,541,754	38,635,201
Department of Correction	98,555,917	89,671,236	83,090,793	79,801,297
Department of Natural Resource & Environmental Control	13,456,123	11,108,502	9,259,399	9,512,990
Department of Safety & Homeland Security	38,266,811	36,895,705	35,911,814	34,233,374
Department of Transportation	2,232,863	1,865,566	1,501,045	635,471
Department of Labor	3,102,955	3,712,305	2,676,084	2,838,873
Department of Agriculture	2,057,869	2,077,205	1,940,531	2,123,420
Department of Elections	2,160,085	2,828,253	1,468,450	2,067,170
Fire Prevention Commission	1,443,189	1,398,011	1,392,028	1,325,641
Delaware National Guard	1,194,186	1,090,541	997,359	1,091,889
Advisory Council Exceptional Citizens	69,521	68,478	65,958	70,382
Higher Education	79,918,598	70,567,138	63,203,482	62,455,723
Department of Education	461,405,130	436,479,667	421,811,097	411,428,891
Total Disbursements	1,278,396,515	1,242,628,214	1,182,797,314	1,094,370,147
Ending Cash Balance	\$ 603,331,026	\$ 358,485,813	\$ 32,633,909	\$ 185,443,137

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 9/30/2019

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2020	Change	2019	Change	2018	Change	2017
Receipts							
Personal Income Tax	\$ 389,351,261	7.5%	\$ 362,127,061	4.4%	\$ 346,774,532	4.5%	\$ 331,691,052
Franchise Tax	166,338,372	17.0%	142,188,753	15.8%	122,772,737	-0.6%	123,571,131
Limited Partnership & LLC	28,273,287	15.6%	24,463,853	6.4%	22,985,076	0.6%	22,847,464
Business Entity Fees	26,208,031	7.9%	24,284,973	6.8%	22,744,908	5.1%	21,648,933
Uniform Commercial Code	6,328,189	-1.0%	6,395,306	12.8%	5,668,277	19.1%	4,757,811
Abandoned Property	68,218,683	-7.9%	74,088,374	1768.9%	3,964,287	245.8%	1,146,269
Gross Receipts Tax	63,867,558	-1.2%	64,660,516	7.0%	60,424,291	-1.6%	61,392,513
Lottery	46,632,612	41.9%	32,868,035	-35.6%	51,011,125	-1.0%	51,551,060
Corporate Income Tax	45,670,161	57.1%	29,078,123	3.5%	28,093,971	-12.7%	32,185,083
Realty Transfer Tax	42,797,078	0.4%	42,639,752	31.7%	32,368,363	27.8%	25,324,368
Cigarette Tax	30,127,285	-11.9%	34,181,436	26.0%	27,134,193	11.7%	24,289,700
Bank Franchise Tax	19,644,787	12.1%	17,528,635	7.0%	16,382,592	-7.4%	17,698,150
Insurance Tax and Fees	22,930,496	113.3%	10,749,271	27.1%	8,455,585	12.9%	7,490,531
Hospital Board & Treatment	3,218,105	-52.9%	6,827,452	-2.0%	6,963,512	-14.4%	8,139,404
Public Utility Tax	9,248,975	-14.6%	10,823,954	-0.1%	10,833,833	-0.8%	10,925,329
Alcohol Beverage Tax	6,437,727	-4.7%	6,757,185	23.8%	5,459,593	-2.5%	5,602,415
Dividends and Interest	14,115,453	193.6%	4,808,243	56.4%	3,073,573	57.8%	1,948,305
Other Revenue	14,421,914	-2.5%	14,791,481	-18.3%	18,111,676	15.3%	15,711,371
Total Receipts	1,003,829,974	10.4%	909,262,403	14.6%	793,222,124	3.3%	767,920,889
Refund Disbursements							
Personal Income Tax	18,542,290		16,855,750		16,263,523		22,977,107
Franchise Tax	1,603,738		2,384,436		1,150,854		3,324,138
Abandoned Property	40,505,872		27,583,657		3,250,364		19,423,621
Gross Receipts Tax	364,799		3,404,570		414,356		3,886,783
Corporate Income Tax	8,134,074		7,244,653		30,802,320		5,889,143
Cigarette Tax	58,781		109,296		66,998		49,205
Bank Franchise Tax	-		8,046		68,944		13,833
Insurance Tax and Fees	691		24,645		358,062		446
Miscellaneous Refunds	367,397		351,571		342,453		524,309
Total Refund Disbursements	69,577,642	20.0%	57,966,624	10.0%	52,717,874	-6.0%	56,088,585
Net Receipts	\$ 934,252,332	9.7%	\$ 851,295,779	15.0%	\$ 740,504,250	4.0%	\$ 711,832,304

State of Delaware
Statement of General Fund Appropriation Balances
as of 9/30/2019

Departmental Expenditures	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislature	\$ 17,281,400	\$ 5,592,815	\$ 4,718,856	\$ 3,809	\$ 2,004,645	\$ 16,146,905
Judicial	100,680,500	3,051,434	26,833,194	2,764	3,761,710	73,134,266
Executive	278,334,983	135,937,108	62,185,041	1,587,471	30,523,781	319,975,798
Department of Technology & Information	45,207,210	3,583,975	10,400,748	224	10,016,830	28,373,383
Other Elective Offices	220,585,451	401,420	88,056,362	1,487	461,334	132,467,688
Legal	64,732,700	470,943	17,410,085	46,373	2,734,671	45,012,514
Department of Human Resources	22,558,300	4,456,102	5,144,084	12,097	166,056	21,692,165
Department of State	67,040,500	3,354,140	29,902,094	143	3,574,541	36,917,862
Department of Finance	25,272,543	3,217,821	5,849,205	-	2,328,297	20,312,863
Department of Health & Social Services	1,264,929,304	47,735,169	280,100,819	593,416	133,204,328	898,765,910
Department of Services for Children, Youth, Families	182,225,040	9,506,461	43,932,780	62,310	52,778,837	94,957,574
Department of Correction	363,611,621	13,758,675	98,555,917	-	103,805,118	175,009,261
Department of Natural Resources & Environmental Control	71,600,100	16,684,463	13,456,123	15,969	12,198,549	62,613,922
Department of Safety & Homeland Security	145,929,033	9,856,039	38,266,811	-	14,994,937	102,523,323
Department of Transportation	5,000,000	630,271	2,232,863	-	3,397,408	-
Department of Labor	10,986,000	1,225,981	3,102,955	6,385	593,992	8,508,649
Department of Agriculture	12,121,800	322,112	2,057,869	523	800,814	9,584,706
Department of Elections	8,031,500	42,405	2,160,085	-	1,446,237	4,467,583
Fire Prevention Commission	5,768,300	60,000	1,443,189	1,156	185,254	4,198,701
Delaware National Guard	4,980,100	395,296	1,194,186	(3,076)	1,518,709	2,665,577
Advisory Council Exceptional Citizens	306,200	-	69,521	-	-	236,679
Higher Education	254,073,650	16,511,336	79,918,598	796	5,219,959	185,445,634
Department of Education	1,581,998,937	52,757,730	461,405,130	262,371	71,530,239	1,101,558,927
Total	\$ 4,753,255,172	\$ 329,551,696	\$ 1,278,396,515	\$ 2,594,218	\$ 457,246,246	\$ 3,344,569,890

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 9/30/2019
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2020	Change	2019	Change	2018	Change	2017
Salaries and Wages	\$ 452,115.0	5.4%	\$ 428,784.2	3.4%	\$ 414,647.6	3.4%	\$ 401,064.6
Fringe Benefits (less Pension)	134,325.9	2.8%	130,665.9	2.4%	127,592.9	3.0%	123,932.7
Pension Costs	117,808.9	3.4%	113,938.9	5.9%	107,621.2	1.2%	106,302.5
Medicaid	181,277.3	-0.6%	182,445.5	-2.7%	187,492.8	14.3%	164,034.3
Grants	155,226.1	5.4%	147,254.2	38.2%	106,544.9	8.9%	97,840.2
Contractual Services	138,435.7	-1.0%	139,842.1	8.8%	128,475.5	-1.1%	129,863.7
Supplies and Materials	20,716.4	-3.0%	21,359.2	18.0%	18,101.0	-19.1%	22,367.9
Capital Outlay	9,819.2	153.1%	3,879.4	-16.5%	4,645.8	-16.2%	5,546.0
Debt Service	68,672.0	-7.8%	74,458.8	-15.1%	87,675.6	101.9%	43,418.2
Total	\$ 1,278,396.5	2.9%	\$ 1,242,628.2	5.1%	\$ 1,182,797.3	8.1%	\$ 1,094,370.1