



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

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January 14, 2019

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

Attached is the monthly financial report for the month ending December 31, 2018. This report shows General Fund Activity and Financial Position on a cash basis of accounting. It is also located 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 December 31, 2018, the General Fund cash balance has an operating surplus of \$150.2 million. This is the result of a \$749.8 million beginning cash balance on July 1, 2018 and a \$599.6 million operating cash deficit for FY 2019.

There is no outstanding short-term general obligation debt for the fiscal year 2019.

As of December 31, 2018 (\$ Millions)

	<u>FY 19</u>	<u>FY 18</u>	<u>FY 17</u>	<u>FY 16</u>
Beginning Fiscal Year Cash	\$ 749.8	\$ 474.9	\$ 568.0	\$ 536.9
Operating Cash Surplus/(Deficit)	<u>(599.6)</u>	<u>(612.6)</u>	<u>(705.7)</u>	<u>(545.0)</u>
Net Operating Cash balance	<u>\$ 150.2</u>	<u>\$ (137.7)</u>	<u>\$ (137.7)</u>	<u>\$ (8.1)</u>

As required by the Constitution of the State of Delaware, Article VIII, § 6. (d), \$240.4 million was dedicated to the Budget Reserve Account of the General Fund. It should be noted that the difference between the \$240.4 million and the net operating cash balance of \$150.2 million represents a temporary interfund borrowing of \$90.2 million, pursuant to §7404 (d), Title 29 Delaware Code.

The combined General Fund/Special Fund Cash Balance was \$2,145.9 million.

As required by Executive Order 21 approved on June 30, 2018, §1(d), for reporting and budget planning purposes only, \$152.6 million of the General Fund is allocated to the Budget Stabilization Fund.

State of Delaware
Statement of General Fund Cash Condition
as of 12/31/2018

	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016
Beginning Fiscal Year Cash	\$ 749,818,248	\$ 474,926,973	\$ 567,980,980	\$ 536,915,269
Revenue				
Taxes	1,623,655,130	1,411,124,283	1,328,967,329	1,426,596,884
Licenses, Permits, Fines and Fees	88,907,202	90,329,899	82,382,082	79,527,484
Rentals & Sales	124,119,171	119,513,440	123,200,957	125,309,348
Earnings & Investments	12,356,743	6,559,042	3,651,316	1,604,394
State Governmental/Agency Revenue	1,334,857	6,804,560	1,975,122	2,235,407
Total Receipts	1,850,373,103	1,634,331,224	1,540,176,806	1,635,273,517
Less Refund Disbursements	119,233,601	89,792,368	119,731,179	118,949,726
Total Revenue	1,731,139,502	1,544,538,856	1,420,445,627	1,516,323,791
Disbursements				
Legislature	8,294,331	8,484,566	7,597,342	7,481,069
Judicial	49,293,494	47,531,932	48,560,091	47,547,037
Executive	115,273,937	75,089,010	88,084,891	87,574,071
Department of Technology & Information	23,968,293	22,005,527	21,547,703	21,876,917
Other Elective Offices	134,885,210	142,843,474	131,669,884	124,309,120
Legal	31,836,557	30,859,207	31,197,512	30,005,274
Department of Human Resources	7,392,665	3,389,589	-	-
Department of State	39,868,830	10,480,929	11,900,374	12,745,005
Department of Finance	12,553,094	9,149,623	10,040,519	9,975,425
Department of Health & Social Services	585,325,640	577,511,491	582,340,317	567,709,660
Department of Services for Children, Youth, Families	89,762,859	80,149,934	80,613,599	78,332,205
Department of Correction	173,485,185	158,848,942	152,812,714	146,657,976
Department of Natural Resources & Environmental Control	23,487,635	18,457,823	18,931,284	19,643,320
Department of Safety & Homeland Security	72,773,799	69,942,741	66,530,237	64,214,769
Department of Transportation	2,972,469	3,261,549	2,603,162	-
Department of Labor	6,134,648	5,381,044	5,177,527	5,176,779
Department of Agriculture	3,865,763	3,851,420	3,886,520	3,674,179
Department of Elections	8,883,732	2,474,766	4,942,616	2,037,285
Fire Prevention Commission	2,755,406	2,661,864	2,609,995	2,520,468
Delaware National Guard	1,993,401	2,389,966	1,916,731	2,088,712
Advisory Council Exceptional Citizens	145,864	124,851	130,471	120,673
Higher Education	133,082,735	120,187,915	117,348,203	115,757,797
Department of Education	802,731,178	762,090,160	735,721,429	711,918,523
Total Disbursements	2,330,766,725	2,157,168,323	2,126,163,121	2,061,366,264
Ending Cash Balance	\$ 150,191,025	\$ (137,702,494)	\$ (137,736,514)	\$ (8,127,204)

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 12/31/2018

	Fiscal Year 2019	%	Fiscal Year 2018	%	Fiscal Year 2017	%	Fiscal Year 2016
		Change		Change		Change	
Receipts							
Personal Income Tax	\$ 719,274,275	2.4%	\$ 702,445,897	6.2%	\$ 661,200,508	1.1%	\$ 654,038,310
Franchise Tax	281,073,382	17.3%	239,560,889	0.1%	239,245,488	0.0%	239,241,905
Limited Partnership & LLC	36,917,715	3.4%	35,701,806	4.9%	34,034,118	10.1%	30,919,726
Business Entity Fees	53,121,992	6.3%	49,965,515	6.7%	46,826,583	4.5%	44,827,626
Uniform Commercial Code	13,014,935	13.7%	11,448,180	18.5%	9,658,206	-1.6%	9,818,160
Abandoned Property	149,018,093	486.9%	25,389,498	71.1%	14,836,713	-78.6%	69,169,224
Gross Receipts Tax	130,299,640	7.7%	120,988,946	-3.0%	124,692,433	10.7%	112,630,449
Lottery	109,379,243	4.7%	104,453,886	5.9%	98,624,036	-6.2%	105,092,860
Corporate Income Tax	67,965,424	12.7%	60,292,992	2.9%	58,583,373	-47.5%	111,683,788
Realty Transfer Tax	76,619,835	10.2%	69,545,322	41.6%	49,125,843	2.4%	47,989,341
Cigarette Tax	66,766,562	9.1%	61,211,746	17.1%	52,268,684	-7.8%	56,701,262
Bank Franchise Tax	34,931,721	3.9%	33,621,146	0.3%	33,505,907	-10.6%	37,493,459
Insurance Tax and Fees	27,330,982	26.4%	21,623,214	6.1%	20,371,812	14.4%	17,801,061
Hospital Board & Treatment	14,333,468	-4.3%	14,978,910	-17.9%	18,233,902	-9.7%	20,187,260
Public Utility Tax	15,711,797	-22.2%	20,195,088	-4.8%	21,214,215	-7.5%	22,925,252
Alcohol Beverage Tax	13,810,139	13.9%	12,121,845	13.3%	10,701,341	1.2%	10,576,664
Dividends and Interest	12,356,708	88.4%	6,558,974	79.7%	3,649,014	127.5%	1,604,244
Other Revenue	28,447,192	-35.7%	44,227,370	1.9%	43,404,630	2.0%	42,572,926
Total Receipts	1,850,373,103	13.2%	1,634,331,224	6.1%	1,540,176,806	-5.8%	1,635,273,517
Refund Disbursements							
Personal Income Tax	42,444,755		38,664,485		43,546,042		51,030,863
Franchise Tax	5,604,035		3,510,911		5,593,466		7,323,713
Abandoned Property	52,249,138		6,583,386		51,412,231		35,031,321
Gross Receipts Tax	3,699,769		777,699		5,558,312		4,197,384
Corporation Income Tax	14,165,294		39,163,779		12,181,504		20,079,592
Cigarette Tax	177,400		86,656		70,605		169,149
Bank Franchise Tax	325,914		81,068		14,083		20,509
Insurance Tax	59,079		371,758		229,567		24,146
Miscellaneous Refunds	508,217		552,626		1,125,369		1,073,049
Total Refund Disbursements	119,233,601	32.8%	89,792,368	-25.0%	119,731,179	0.7%	118,949,726
Net Receipts	\$ 1,731,139,502	12.1%	\$ 1,544,538,856	8.7%	\$ 1,420,445,627	-6.3%	\$ 1,516,323,791

State of Delaware
Statement of General Fund Appropriation Balances
as of 12/31/2018

Departmental Expenditures	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislature	\$ 17,976,500	\$ 4,628,769	\$ 8,294,331	\$ -	\$ 1,967,625	\$ 12,343,313
Judicial	97,963,800	3,184,455	49,293,494	518	2,242,935	49,611,308
Executive	296,397,286	50,963,214	115,273,937	223,980	25,725,198	206,137,385
Department of Technology & Information	46,728,990	1,991,813	23,968,293	331	6,998,259	17,753,920
Other Elective Offices	216,267,317	187,654	134,885,210	1,050	769,872	80,798,839
Legal	61,625,800	445,203	31,836,557	736	2,253,993	27,979,717
Department of Human Resources	15,953,295	2,740,164	7,392,665	722	259,358	11,040,714
Department of State	59,991,300	1,032,385	39,868,830	9,732	2,866,449	18,278,674
Department of Finance	24,288,143	682,880	12,553,094	-	2,865,830	9,552,099
Department of Health & Social Services	1,219,149,657	50,449,507	585,325,640	(8,082,107)	116,281,713	576,073,918
Department of Services for Children, Youth, Families	172,390,054	12,102,858	89,762,859	23,549	36,270,512	58,435,992
Department of Correction	332,073,390	10,880,968	173,485,185	1	43,855,534	125,613,638
Department of Natural Resources & Environmental Control	62,315,594	1,269,184	23,487,635	19,190	6,220,915	33,857,038
Department of Safety & Homeland Security	148,177,533	2,328,964	72,773,799	1,020	14,622,637	63,109,041
Department of Transportation	5,000,000	-	2,972,469	-	1,764,000	263,531
Department of Labor	9,543,300	838,818	6,134,648	-	671,298	3,576,172
Department of Agriculture	8,325,600	298,913	3,865,763	298	1,190,461	3,567,991
Department of Elections	18,174,300	281,340	8,883,732	3,248	7,053,912	2,514,748
Fire Prevention Commission	5,521,200	74,878	2,755,406	-	142,420	2,698,252
Delaware National Guard	4,925,600	352,909	1,993,401	(1,702)	1,083,490	2,203,320
Advisory Council Exceptional Citizens	263,217	3,565	145,864	-	1,569	119,349
Higher Education	249,749,890	-	133,082,735	5,390	1,971,598	114,690,167
Department of Education	1,488,252,292	39,384,198	802,731,178	544,366	69,480,619	654,880,327
Total	\$ 4,561,054,058	\$ 184,122,639	\$ 2,330,766,725	\$ (7,249,678)	\$ 346,560,197	\$ 2,075,099,453

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 12/31/2018
(Expressed in Thousands)

	Fiscal Year 2019	%	Fiscal Year 2018	%	Fiscal Year 2017	%	Fiscal Year 2016
		Change		Change		Change	
Salaries and Wages	\$ 797,998.9	6.7%	\$ 747,786.1	4.0%	\$ 719,019.0	0.7%	\$ 714,234.7
Fringe Benefits (less Pension)	253,035.2	2.9%	245,847.9	1.9%	241,207.8	3.8%	232,321.9
Pension Costs	205,496.4	16.5%	176,454.5	1.7%	173,585.9	4.7%	165,820.6
Medicaid	373,148.9	0.3%	372,126.8	0.7%	369,446.3	2.2%	361,607.3
Grants	255,972.2	36.2%	187,952.3	-6.5%	200,921.5	7.4%	187,103.6
Contractual Services	287,127.1	9.9%	261,359.1	-1.8%	266,054.9	6.1%	250,782.5
Supplies and Materials	38,239.1	19.3%	32,042.9	-14.5%	37,458.9	4.8%	35,744.4
Capital Outlay	9,473.1	30.8%	7,245.2	-0.7%	7,295.4	26.8%	5,754.8
Debt Service	110,275.8	-12.7%	126,353.5	13.7%	111,173.4	2.9%	107,996.4
Total	\$ 2,330,766.7	8.0%	\$ 2,157,168.3	1.5%	\$ 2,126,163.1	3.1%	\$ 2,061,366.2