



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

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November 17, 2017

TO: The Honorable John Carney, Governor
Members of the 149th General Assembly

Attached is the monthly financial report for the month ending October 31, 2017. 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 October 31, 2017, the General Fund cash balance has an operating deficit of \$96.0 million. This is the result from a beginning cash balance of \$474.9 million on July 1, 2017, less a \$570.9 million operating cash deficit for FY 2018.

There is no outstanding short-term general obligation debt for the fiscal year 2018.

As of October 31, 2017 (\$ Millions)

	FY 18	FY 17	FY 16	FY 15
Beginning Fiscal Year Cash	\$ 474.9	\$ 568.0	\$ 536.9	\$ 414.4
Operating Cash Surplus/(Deficit)	<u>(570.9)</u>	<u>(604.3)</u>	<u>(528.0)</u>	<u>(575.4)</u>
Net Operating Cash balance	<u>\$ (96.0)</u>	<u>\$ (36.3)</u>	<u>\$ 8.9</u>	<u>\$ (161.0)</u>

As required by the Constitution of the State of Delaware, Article VIII, § 6. (d), \$231.6 million was dedicated to the Budget Reserve Account of the General Fund. It should be noted that the difference between the \$231.6 million and the net operating (deficit) cash balance of \$96.0 million represents a temporary interfund borrowing of \$327.6 million, pursuant to §7404 (d), Title 29 Delaware Code.

The combined General Fund/Special Fund Cash Balance was \$1,872.5 million.

State of Delaware
Statement of General Fund Cash Condition
As of 10/31/2017

	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016	Fiscal Year 2015
Beginning Fiscal Year Cash	\$ 474,926,973	\$ 567,980,980	\$ 536,915,269	\$ 414,398,252
Revenue				
Taxes	895,355,433	871,659,246	886,524,854	814,666,019
Licenses, Permits, Fines and Fees	48,918,282	44,846,603	45,209,350	42,518,092
Rentals & Sales	79,492,423	78,943,071	80,092,169	78,940,800
Earnings & Investments	4,116,154	3,129,901	1,146,919	2,441,861
State Governmental/Agency Revenue	7,624,063	1,380,236	(238,386)	7,265,081
Total Receipts	1,035,506,355	999,959,057	1,012,734,906	945,831,853
Less Refund Disbursements	73,442,689	85,353,989	82,048,406	80,057,641
Total Revenue	962,063,666	914,605,068	930,686,500	865,774,212
Disbursements				
Legislature	5,981,874	5,386,079	5,182,300	5,083,625
Judicial	32,800,403	33,332,896	32,753,282	32,462,119
Executive	53,043,207	74,557,127	72,477,735	84,003,070
Department of Technology & Information	15,409,672	15,041,492	15,024,080	16,816,853
Other Elective Offices	139,091,943	126,572,599	123,556,912	104,831,382
Legal	21,402,911	21,086,777	20,781,609	20,032,559
Department of Human Resources	3,190,783	-	-	-
Department of State	7,490,593	8,320,104	8,378,934	7,985,071
Department of Finance	6,637,395	4,976,891	4,685,963	9,627,958
Department of Health & Social Services	394,481,989	388,304,805	382,711,936	388,288,870
Department of Services for Children, Youth, Families	54,058,857	52,423,259	51,262,410	50,975,159
Department of Correction	107,745,693	109,167,764	96,012,268	96,437,295
Department of Natural Resources & Environmental Control	12,021,157	13,134,970	13,147,828	14,419,002
Department of Safety & Homeland Security	47,627,068	45,540,437	43,365,998	43,385,140
Department of Transportation	2,093,245	1,270,332	1,587	2,508
Department of Labor	3,762,628	3,852,750	3,890,511	3,575,431
Department of Agriculture	2,695,686	2,788,295	2,547,517	2,690,279
Department of Elections	1,774,465	2,562,843	1,438,840	2,326,216
Fire Prevention Commission	1,793,347	1,750,180	1,715,407	1,825,056
Delaware National Guard	1,295,780	1,401,322	1,470,547	1,397,889
Advisory Council Exceptional Citizens	85,434	91,001	82,614	97,581
Higher Education	81,001,563	81,868,357	78,756,785	79,262,328
Department of Education	537,462,119	525,428,503	499,481,487	475,686,535
Total Disbursements	1,532,947,812	1,518,858,783	1,458,726,550	1,441,211,926
Ending Cash Balance	\$ (95,957,173)	\$ (36,272,735)	\$ 8,875,219	\$ (161,039,462)

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. Numbers are rounded and thus the sum of the detail may not equal the total.
3. 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 10/31/2017

	Fiscal Year		Fiscal Year		Fiscal Year		Fiscal Year
	2018	% Change	2017	% Change	2016	% Change	2015
Receipts							
Personal Income Tax	\$ 457,074,083	4.6%	\$ 437,093,516	3.5%	\$ 422,177,605	4.1%	\$ 405,461,999
Franchise Tax	143,213,402	-6.2%	152,638,867	0.1%	152,491,597	5.6%	144,466,245
Limited Partnership & LLC	27,022,747	3.4%	26,121,658	11.2%	23,486,495	16.6%	20,136,884
Business Entity Fees	30,815,551	6.2%	29,022,181	3.3%	28,107,888	2.2%	27,490,715
Uniform Commercial Code	7,671,291	20.2%	6,380,877	-0.8%	6,429,377	6.2%	6,054,131
Abandoned Property	8,909,519	50.2%	5,931,735	-54.1%	12,928,735	96.3%	6,586,360
Gross Receipts Tax	89,528,435	-1.8%	91,167,664	12.6%	80,949,088	-3.9%	84,257,554
Lottery	69,754,009	2.6%	67,956,096	-0.9%	68,607,778	2.3%	67,063,495
Corporate Income Tax	36,251,501	-1.6%	36,844,008	-37.1%	58,595,219	51.0%	38,797,764
Realty Transfer Tax	39,187,133	25.4%	31,245,105	-2.9%	32,185,621	47.0%	21,898,400
Cigarette Tax	39,649,064	19.2%	33,258,952	-14.4%	38,855,335	17.0%	33,210,327
Bank Franchise Tax	16,382,592	-7.6%	17,731,192	1.1%	17,541,465	-17.8%	21,338,837
Insurance Tax and Fees	10,560,273	13.8%	9,282,488	0.1%	9,275,923	0.4%	9,235,956
Hospital Board & Treatment	9,686,229	-11.6%	10,960,257	-4.3%	11,454,486	-3.2%	11,831,770
Public Utility Tax	14,098,571	-3.7%	14,636,222	-6.1%	15,581,427	5.5%	14,769,549
Alcohol Beverage Tax	6,945,042	3.9%	6,681,991	-5.5%	7,071,647	-11.0%	7,948,421
Dividends and Interest	4,116,154	31.6%	3,128,598	172.8%	1,146,769	-53.0%	2,441,826
Other Revenue	24,640,759	24.0%	19,877,650	-23.1%	25,848,451	13.2%	22,841,620
Total Receipts	1,035,506,355	3.55%	999,959,057	-1.26%	1,012,734,906	7.07%	945,831,853
Refund Disbursements							
Personal Income Tax	30,736,902		35,614,668		34,216,012		32,687,451
Franchise Tax	1,150,854		4,590,953		5,850,265		5,048,328
Abandoned Property	5,373,823		33,642,108		25,324,375		18,764,557
Gross Receipts Tax	710,670		3,970,655		3,417,162		767,598
Corporate Income Tax	34,568,197		6,724,737		12,650,060		20,520,020
Cigarette Tax	81,398		57,824		129,615		38,944
Bank Franchise Tax	68,944		13,833		20,509		500
Insurance Tax and Fees	358,063		29,320		24,146		9,437
Miscellaneous Refunds	393,838		709,891		416,262		2,220,806
Total Refund Disbursements	73,442,689	-13.96%	85,353,989	4.03%	82,048,406	2.49%	80,057,641
Net Receipts	\$ 962,063,666	5.19%	\$ 914,605,068	-1.73%	\$ 930,686,500	7.50%	\$ 865,774,212

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. Numbers are rounded and thus the sum of the detail may not equal the total.
3. The Fiscal Year is July 1 through June 30.
4. Additional Dividends and Interest may have been received but not officially recorded.
5. " % Change " for "Receipts" may be blank due to a significant value.

State of Delaware
Statement of General Fund Appropriation Balances
As of 10/31/2017

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislature	\$ 16,250,300	\$ 5,669,609	\$ 5,981,874	\$ 2,663	\$ 1,881,738	\$ 14,053,634
Judicial	96,490,337	3,856,237	32,800,403	(3,161)	2,460,693	65,088,639
Executive	139,063,778	44,222,020	53,043,207	10,239	17,398,177	112,834,175
Department of Technology & Information	42,077,317	2,922,626	15,409,672	101,918	8,445,531	21,042,822
Other Elective Offices	211,858,115	154,249	139,091,943	5,620	540,033	72,374,768
Legal	59,478,100	296,533	21,402,911	14,045	2,574,188	35,783,489
Department of Human Resources	12,515,577	2,307,388	3,190,783	41,312	63,867	11,527,003
Department of State	23,291,900	1,088,941	7,490,593	65,409	1,922,277	14,902,562
Department of Finance	16,771,834	2,577,710	6,637,395	1,414	3,014,264	9,696,471
Department of Health & Social Services	1,192,304,839	51,824,745	394,481,989	795,078	127,839,912	721,012,605
Department of Services for Children, Youth, Families	160,795,540	8,936,616	54,058,857	(304,650)	46,939,868	69,038,081
Department of Correction	308,212,500	8,148,641	107,745,693	611	77,434,688	131,180,149
Department of Natural Resources & Environmental Control	37,112,900	2,135,118	12,021,157	53,097	4,461,161	22,712,603
Department of Safety & Homeland Security	135,695,459	3,238,114	47,627,068	372	6,298,727	85,007,406
Department of Transportation	5,000,000	-	2,093,245	-	2,922,414	(15,659)
Department of Labor	9,548,400	486,937	3,762,628	76,711	609,601	5,586,397
Department of Agriculture	8,222,200	395,873	2,695,686	8,259	1,248,727	4,665,401
Department of Elections	4,916,600	361,986	1,774,465	2,890	581,430	2,919,801
Fire Prevention Commission	5,405,800	76,494	1,793,347	55	63,028	3,625,864
Delaware National Guard	4,769,200	287,823	1,295,780	-	1,126,631	2,634,612
Advisory Council Exceptional Citizens	247,700	5,345	85,434	-	2,837	164,774
Higher Education	238,026,240	-	81,001,563	2,246,785	2,372,732	152,405,160
Department of Education	1,416,129,669	39,626,503	537,462,119	406,253	64,813,482	853,074,318
Total	\$ 4,144,184,305	\$ 178,619,508	\$ 1,532,947,812	\$ 3,524,920	\$ 375,016,006	\$ 2,411,315,075

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. Numbers are rounded and thus the sum of the detail may not equal the total.

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

STATE OF DELAWARE
Statement of General Fund Expenditures by Major Category
As of 10/31/2017
(Expressed in Thousands)

	Fiscal Year 2018	%	Fiscal Year 2017	%	Fiscal Year 2016	%	Fiscal Year 2015
		Change		Change		Change	
Salaries and Wages	\$ 527,439.7	3.8%	\$ 508,374.3	1.9%	\$ 498,655.3	2.9%	\$ 484,788.6
Fringe Benefits (less Pension)	167,255.6	2.8%	162,711.8	2.9%	158,177.5	14.2%	138,530.6
Pension Costs	130,948.6	1.6%	128,883.6	5.0%	122,752.8	3.5%	118,558.5
Medicaid	252,478.5	2.8%	245,573.0	1.2%	242,635.1	4.8%	231,627.8
Grants	125,274.1	-12.6%	143,390.3	7.2%	133,701.2	-14.6%	156,521.6
Contractual Services	174,463.8	-5.4%	184,394.5	11.9%	164,853.3	-12.0%	187,361.2
Supplies and Materials	23,057.4	-19.6%	28,694.0	11.4%	25,765.6	-11.1%	28,984.4
Capital Outlay	5,645.9	-10.7%	6,319.3	52.4%	4,145.3	-34.3%	6,312.7
Debt Service	126,384.2	14.4%	110,518.0	2.3%	108,040.5	22.0%	88,526.5
Total	\$ 1,532,947.8	0.93%	\$ 1,518,858.8	4.12%	\$ 1,458,726.6	1.22%	\$ 1,441,211.9

*Examples:

Grants: Costs for Grants-in-Aid, University of Delaware operations and programs, scholarships, etc.

Contractual Services: Costs for contracting of communications, utilities, insurance, repair and maintenance, school bus transportation, etc.