



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

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January 17, 2018

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

Attached is the monthly financial report for the month ending December 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 December 31, 2017, the General Fund cash balance has an operating deficit of \$137.7 million. This is the result from a beginning cash balance of \$474.9 million on July 1, 2017, less a \$612.6 million operating cash deficit for FY 2018.

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

As of December 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)	(612.6)	(705.7)	(545.0)	(675.2)
Net Operating Cash balance	<u>\$ (137.7)</u>	<u>\$(137.7)</u>	<u>\$ (8.1)</u>	<u>\$ (260.8)</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 \$137.7 million represents a temporary interfund borrowing of \$369.3 million, pursuant to §7404 (d), Title 29 Delaware Code.

The combined General Fund/Special Fund Cash Balance was \$1,810.0 million.

State of Delaware
Statement of General Fund Cash Condition
as of 12/31/2017

	<u>Fiscal Year 2018</u>	<u>Fiscal Year 2017</u>	<u>Fiscal Year 2016</u>	<u>Fiscal Year 2015</u>
Beginning Fiscal Year Cash	\$ 474,926,973	\$ 567,980,980	\$ 536,915,269	\$ 414,398,252
Revenue				
Taxes	1,411,124,283	1,328,967,329	1,426,596,884	1,230,879,212
Licenses, Permits, Fines and Fees	90,329,899	82,382,082	79,527,484	78,947,170
Rentals & Sales	119,513,440	123,200,957	125,309,348	116,964,993
Earnings & Investments	6,559,042	3,651,316	1,604,394	7,057,203
State Governmental/Agency Revenue	6,804,560	1,975,122	2,235,407	12,988,395
Total Receipts	<u>1,634,331,224</u>	<u>1,540,176,806</u>	<u>1,635,273,516</u>	<u>1,446,836,973</u>
Less Refund Disbursements	<u>89,792,368</u>	<u>119,731,179</u>	<u>118,949,726</u>	<u>93,159,093</u>
Total Revenue	<u>1,544,538,856</u>	<u>1,420,445,627</u>	<u>1,516,323,790</u>	<u>1,353,677,880</u>
Disbursements				
Legislature	8,484,566	7,597,342	7,481,069	7,050,047
Judicial	47,531,932	48,560,091	47,547,037	46,963,147
Executive	75,089,010	88,084,891	87,574,071	100,112,596
Department of Technology & Information	22,005,527	21,547,703	21,876,917	22,651,097
Other Elective Offices	142,843,474	131,669,884	124,309,120	105,450,254
Legal	30,859,207	31,197,512	30,005,274	28,908,609
Department of Human Resources	3,389,589	-	-	-
Department of State	10,480,929	11,900,374	12,745,005	13,063,803
Department of Finance	9,149,623	10,040,519	9,975,425	11,855,430
Department of Health & Social Services	577,511,491	582,340,317	567,709,660	578,962,694
Department of Services for Children, Youth, Families	80,149,934	80,613,599	78,332,205	76,717,852
Department of Correction	158,848,942	152,812,714	146,657,976	141,088,512
Department of Natural Resources & Environmental Control	18,457,823	18,931,284	19,643,320	20,388,576
Department of Safety & Homeland Security	69,942,741	66,530,237	64,214,769	64,424,588
Department of Transportation	3,261,549	2,603,162	-	-
Department of Labor	5,381,044	5,177,527	5,176,779	4,182,995
Department of Agriculture	3,851,420	3,886,520	3,674,179	3,848,516
Department of Elections	2,474,766	4,942,616	2,037,285	3,940,250
Fire Prevention Commission	2,661,864	2,609,995	2,520,468	2,617,417
Delaware National Guard	2,389,966	1,916,731	2,088,712	1,966,833
Advisory Council Exceptional Citizens	124,851	130,471	120,673	137,445
Higher Education	120,187,915	117,348,203	115,757,797	114,790,167
Department of Education	762,090,160	735,721,429	711,918,523	679,747,840
Total Disbursements	<u>2,157,168,323</u>	<u>2,126,163,121</u>	<u>2,061,366,264</u>	<u>2,028,868,668</u>
Ending Cash Balance	<u>\$ (137,702,494)</u>	<u>\$ (137,736,514)</u>	<u>\$ (8,127,205)</u>	<u>\$ (260,792,536)</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. 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 12/31/2017

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2018	Change	2017	Change	2016	Change	2015
Receipts							
Personal Income Tax	\$ 702,445,897	6.2%	\$ 661,200,508	1.1%	\$ 654,038,310	8.7%	\$ 601,565,921
Franchise Tax	239,560,889	0.1%	239,245,488	0.0%	239,241,905	6.7%	224,222,046
Limited Partnership & LLC	35,701,806	4.9%	34,034,118	10.1%	30,919,726	16.8%	26,477,531
Business Entity Fees	49,965,515	6.7%	46,826,583	4.5%	44,827,626	3.5%	43,317,060
Uniform Commercial Code	11,448,180	18.5%	9,658,206	-1.6%	9,818,160	8.3%	9,065,165
Abandoned Property	25,389,498	71.1%	14,836,713	-78.6%	69,169,224	873.3%	7,106,846
Gross Receipts Tax	120,988,946	-3.0%	124,692,433	10.7%	112,630,449	0.4%	112,151,779
Lottery	104,453,886	5.9%	98,624,036	-6.2%	105,092,860	7.1%	98,097,378
Corporate Income Tax	60,292,992	2.9%	58,583,373	-47.5%	111,683,788	56.9%	71,197,958
Realty Transfer Tax	69,545,322	41.6%	49,125,843	2.4%	47,989,341	33.4%	35,979,488
Cigarette Tax	61,211,746	17.1%	52,268,684	-7.8%	56,701,262	12.2%	50,550,714
Bank Franchise Tax	33,621,146	0.3%	33,505,907	-10.6%	37,493,459	-13.6%	43,374,693
Insurance Tax and Fees	21,623,214	6.1%	20,371,812	14.4%	17,801,061	-10.4%	19,858,212
Hospital Board & Treatment	14,978,910	-17.9%	18,233,902	-9.7%	20,187,260	7.4%	18,792,249
Public Utility Tax	20,195,088	-4.8%	21,214,215	-7.5%	22,925,252	4.8%	21,875,994
Alcohol Beverage Tax	12,121,845	13.3%	10,701,341	1.2%	10,576,664	3.5%	10,220,895
Dividends and Interest	6,558,974	79.7%	3,649,014	127.5%	1,604,244	-77.3%	7,057,068
Other Revenue	44,227,370	1.9%	43,404,630	2.0%	42,572,926	-7.3%	45,925,976
Total Receipts	1,634,331,224	6.11%	1,540,176,806	-5.82%	1,635,273,517	13.02%	1,446,836,973
Refund Disbursements							
Personal Income Tax	38,664,485		43,546,042		51,030,863		40,538,707
Franchise Tax	3,510,911		5,593,466		7,323,713		6,396,810
Abandoned Property	6,583,386		51,412,231		35,031,321		23,000,656
Gross Receipts Tax	777,699		5,558,312		4,197,384		1,186,469
Corporation Income Tax	39,163,779		12,181,504		20,079,592		19,387,795
Cigarette Tax	86,656		70,605		169,149		72,283
Bank Franchise Tax	81,068		14,083		20,509		500
Insurance Tax	371,758		229,567		24,146		9,436
Miscellaneous Refunds	552,626		1,125,369		1,073,049		2,566,437
Total Refund Disbursements	89,792,368	-25.01%	119,731,179	0.66%	118,949,726	27.68%	93,159,093
Net Receipts	\$ 1,544,538,856	8.74%	\$ 1,420,445,627	-6.32%	\$ 1,516,323,791	12.02%	\$ 1,353,677,880

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 12/31/2017

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislature	\$ 16,250,300	\$ 5,669,609	\$ 8,484,566	\$ 56,156	\$ 1,419,634	\$ 11,959,553
Judicial	96,490,337	3,856,237	47,531,932	6,494	2,087,610	50,720,538
Executive	138,916,461	44,222,019	75,089,010	11,093	14,434,802	93,603,575
Department of Technology & Information	42,077,317	2,922,626	22,005,527	50,017	8,126,575	14,817,824
Other Elective Offices	211,858,115	154,249	142,843,474	2,469	518,002	68,648,419
Legal	59,478,100	296,533	30,859,207	3,670	1,726,506	27,185,250
Department of Human Resources	12,526,900	2,307,388	3,389,589	9,286	40,526	11,394,887
Department of State	23,291,900	1,088,941	10,480,929	116	1,331,348	12,568,448
Department of Finance	16,771,834	2,577,710	9,149,623	927	2,423,998	7,774,996
Department of Health & Social Services	1,192,304,839	51,824,745	577,511,491	145,023	103,182,877	563,290,193
Department of Services for Children, Youth, Families	160,795,540	8,936,616	80,149,934	9,815	38,913,725	50,658,682
Department of Correction	308,212,500	8,148,641	158,848,942	377	61,261,324	96,250,498
Department of Natural Resources & Environmental Control	37,112,900	2,135,118	18,457,823	24,490	3,795,020	16,970,685
Department of Safety & Homeland Security	135,695,459	3,238,114	69,942,741	68,166	4,106,908	64,815,758
Department of Transportation	5,000,000	-	3,261,549	-	1,741,043	(2,592)
Department of Labor	9,548,400	486,937	5,381,044	15,624	434,993	4,203,676
Department of Agriculture	8,222,200	395,873	3,851,420	8,811	1,155,303	3,602,539
Department of Elections	4,916,600	361,986	2,474,766	948	388,438	2,414,434
Fire Prevention Commission	5,405,800	76,494	2,661,864	398	60,142	2,759,890
Delaware National Guard	4,769,200	287,823	2,389,966	-	1,020,346	1,646,711
Advisory Council Exceptional Citizens	247,700	5,345	124,851	-	2,103	126,091
Higher Education	238,026,240	-	120,187,915	878,312	1,176,181	115,783,832
Department of Education	1,416,265,663	39,626,504	762,090,160	486,287	59,398,625	633,917,095
Total	\$ 4,144,184,305	\$ 178,619,508	\$ 2,157,168,323	\$ 1,778,479	\$ 308,746,029	\$ 1,855,110,982

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. Fiscal Year is July 1 through June 30.

STATE OF DELAWARE
Statement of General Fund Expenditures by Major Category
As of 12/31/2017
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2018	Change	2017	Change	2016	Change	2015
Salaries and Wages	\$ 747,786.1	4.0%	\$ 719,019.0	0.7%	\$ 714,234.7	2.6%	\$ 696,471.3
Fringe Benefits (less Pension)	245,847.9	1.9%	241,207.8	3.8%	232,321.9	13.9%	203,900.9
Pension Costs	176,454.5	1.7%	173,585.9	4.7%	165,820.6	3.8%	159,687.8
Medicaid	372,126.8	0.7%	369,446.3	2.2%	361,607.3	-2.7%	371,490.9
Grants	187,952.3	-6.5%	200,921.4	7.4%	187,103.6	-8.9%	205,382.3
Contractual Services	261,359.1	-1.8%	266,054.9	6.1%	250,782.5	-2.9%	258,320.0
Supplies and Materials	32,042.9	-14.5%	37,458.9	4.8%	35,744.4	-7.6%	38,668.3
Capital Outlay	7,245.2	-0.7%	7,295.4	26.8%	5,754.8	-15.9%	6,841.6
Debt Service	126,353.5	13.7%	111,173.4	2.9%	107,996.4	22.6%	88,105.6
Total	\$ 2,157,168.3	1.46%	\$ 2,126,163.0	3.14%	\$ 2,061,366.2	1.60%	\$ 2,028,868.7