

**MINUTES of the
DELAWARE ECONOMIC & FINANCIAL ADVISORY COUNCIL**

Buena Vista – April 17, 2006

Attendance:

Member	Present
H. Beckler	No
J. Bullock	Yes
R. Byrd	Yes
N. Cook	Yes
R. Cordrey	No
J. Davis	No
L. Davis Burnham	Yes
R. Davis	Yes
R. Derrickson	No
J. DiPinto	No
F. Dixon	No
B. Fasy	No
R. Gilligan	No
R. Glen	Yes
J. Horty	No
D. Hudson	No

Member	Present
S. Kaufman	No
R. Larson	No
K. Lewis	Yes
D. Link	Yes
A. Lubin	Yes
J. Markell	Yes
J. McKinney Cherry	No
C. Morgan	Yes
E. Ratledge	Yes
P. Ross	No
G. Simpson	Yes
T. Shopa	No
H. Smith-Windsor	No
D. Swayze	Yes
C. Wicks	Yes

Members in Attendance: 16
Members Absent: 15

Others Present: P. Carter, M. Casey, T. Cook, J. Craig, D. Dillman, R. Geisenberger, R. Goldsmith, D. Gregor, M. Jackson, S. Kubico, B. Maxwell, B. Scogletti, S. Scola, A. Shepard-Visalli, and members of the press.

Opening Business: Mr. Byrd called the meeting to order at 3:00 p.m.

The minutes from the March meeting were approved as submitted.

Mr. Byrd addressed the Public Utility taxation issue that was raised at the March meeting. He reaffirmed that the issues raised at the meeting and in the newspapers were federal tax issues and do not affect the state. Mr. Byrd added that any other questions surrounding this issue are policy considerations and that DEFAC should not involve itself.

Expenditure Subcommittee:

Ms. Davis Burnham presented the Expenditure Subcommittee's report. She relayed to the Council that the Expenditure Subcommittee had received a request from a State legislator to include in its presentation the percentage growth rate for current year expenditures vs. FY2005 actuals.

She reported that, in response, the Subcommittee determined that it was appropriate to provide additional historical data on appropriations. Ms. Davis Burnham concluded by stating that individuals interested in determining expenditure growth rates separately were encouraged to do so.

Total FY2006 spending authority is \$3,499.3 million, a 10.5% increase from FY2005's \$3,165.6 million.

Ms. Davis Burnham noted that the reversion estimate was unchanged at \$8.0 million.

Ms. Davis Burnham reported that Contractual Services was increased by \$6.9 million from the March estimate.

A motion was made, seconded and approved to accept \$3,241.2 million as the expenditure estimate for FY2006. This represents an increase of \$5.5 million from the March meeting. (See Tables 1a and 1b.) This represents an increase of 14.8% over FY2005's expenditures.

Revenue Subcommittee:

Mr. Lewis presented the Revenue Subcommittee's report.

Economic Outlook

Mr. Gregor reviewed Global Insight's April economic forecast. He noted that in March, Global Insight had ratcheted down its GDP forecast to a level that was the most pessimistic within the Blue Chip Consensus forecast. In April, Global Insight has rebounded somewhat, although it is still in the lower third of the Blue Chip Consensus forecasts. Mr. Gregor concluded that DEFAC made the right decision not to lower any out year growth rates based on the March economic forecast.

General Fund Revenues - Fiscal Year 2006:

The Revenue Subcommittee recommended the following updates to March's estimates:

Revenue Category	Mar-06	Apr-06	Change
Abandoned Property	300.0	310.0	10.0
Personal Income Tax	1,136.0	1,144.0	8.0
CIT Refunds	(35.0)	(32.5)	2.5
Corporation Income Tax	182.7	185.0	2.3
Gross Receipts Tax	172.7	175.0	2.3
Lottery	244.3	245.8	1.5
PIT Refunds	(142.0)	(143.5)	(1.5)
Dividends and Interest	17.0	15.5	(1.5)
Realty Transfer Tax	118.8	117.5	(1.3)
Hospital Board and Treatment	57.1	58.1	1.0
Insurance Taxes	64.4	65.1	0.7
Cigarette Taxes	88.5	89.0	0.5

For a complete listing of FY 2006 estimates, see Table 2.

Discussion of FY 2006 Estimates:

Personal Income Tax: Mr. Lewis stated that the increase was concentrated in Withholding and Final Payments. This was largely the result of severance payments.

Corporate Income Tax: Mr. Lewis stated that, based on April data, this category is tracking upward.

Gross Receipts Tax: Mr. Lewis stated that the increase is attributed to tracking and some businesses slow to recognize the tax cut.

Lottery: Mr. Lewis stated that the increase was attributed to extra power ball proceeds and legislative changes that were made after the December meeting increasing machines and hours of operation.

Abandoned Property: Mr. Lewis noted that this is the largest change since last meeting and is attributed to tracking.

Realty Transfer Tax: Mr. Lewis noted that tracking continues to slow down and explains the estimate decrease.

Updates in other categories were attributed to tracking changes.

FY2006 Estimate Adopted:

A motion was made, seconded and approved to accept the Revenue Subcommittee's recommendation of \$3,127.8 million as the revenue estimate for FY 2006.

The estimate represents an increase of \$24.5 million from DEFAC's March's estimate. Mr. Lewis noted that the nominal growth rate is 8.7% and that the adjusted growth rate is 8.8%.

General Fund Revenues - Fiscal Year 2007:

Mr. Lewis reported that the Subcommittee recommended the following updates to March's estimates:

Revenue Category	Mar-06	Apr-06	Change
Abandoned Property	290.0	300.0	10.0
Personal Income Tax	1,181.9	1,189.5	7.6
Corporation Income Tax	191.8	194.4	2.6
CIT Refunds	(35.0)	(32.5)	2.5
Gross Receipts Tax	153.7	155.7	2.0
Dividends and Interest	19.3	17.6	(1.7)
PIT Refunds	(154.2)	(155.8)	(1.6)
Lottery	255.1	256.7	1.6
Realty Transfer Tax	109.1	107.9	(1.2)
Hospital Board and Treatment	59.9	60.6	0.7
Cigarette Taxes	90.4	91.0	0.6

For a complete listing of FY 2007 estimates, see Table 2.

Discussion of FY2007 Estimates:

Personal Income Tax: Mr. Lewis stated that the most recent Bank of America layoff announcements were factored into the forecast. He noted that some severance payments are expected to continue in FY2007. Mr. Lewis added that the underlying growth rate is 6.0%. It is estimated that the adjusted growth rate for FY2006 is 7.0%.

Lottery: Mr. Morgan asked what was the impact of competition from other states? Mr. Gregor responded that the current assumption is \$5.0 million in FY2007 and \$32.0 million in FY2008.

Other changes were attributed to carrying forward the changes that were made to the FY2006 estimate.

FY 2007 Estimate Adopted:

A motion was made, seconded and approved to accept the Revenue Subcommittee's recommendation of \$3,200.6 million as the revenue estimate for FY2007.

The estimate represents an increase of \$23.1 million from the March estimate. Mr. Lewis noted that the nominal growth rate is 2.3% and that the adjusted growth rate is 5.0%.

Mr. Lewis noted that \$219.6 million has been added since last June's Revenue Resolution.

Mr. Lewis presented the estimate for FY2008. The estimate is \$3,313.5 million. This represents an increase of \$22.3 million from the March estimate.

Balance and Appropriations Worksheet: Mr. Gregor presented the balance and appropriations worksheet. The result is attached as Table 3.

Transportation Trust Fund (TTF)

TTF -- Expenditures: Ms. Davis Burnham presented the Transportation Trust Fund's expenditure forecast.

Ms. Davis Burnham noted that the FY2006 Department of Transportation Operation Expenditures was estimated at \$343.3 million, unchanged from March's estimate. The Department of Transportation's Capital Expenditure estimate of \$406.0 million represents a decrease of \$40.0 million from March's estimate. This was attributed to a decrease in federal funds for the Indian River Inlet Bridge and some activity on I-95.

A motion was made, seconded, and approved to accept \$749.3 million as the FY2006 TTF expenditure estimate. This represents a decrease of \$40.0 million from the March forecast. (See Tables 4.)

TTF -- Revenues: Mr. Lewis presented the Transportation Trust Fund's revenue forecast. He noted that all revenue categories are tracking on the March estimates and no changes were made to the forecast.

FY2006 Estimates:

A motion was made, seconded, and approved to accept \$380.9 million as the FY2006 revenue estimate. This represents no change from the March estimate.

FY2007 Estimates:

A motion was made, seconded, and approved to accept \$397.8 million as the FY2007 revenue estimate. This represents no change from the March estimate. A complete seven-year forecast is attached as Table 5.

TTF – Cash Flow: Ms. Davis Burnham presented the TTF's FY2006 Cash Flow analysis. Beginning cash stood at \$66.7 million. The TTF is projected to conclude FY2006 with a cash balance of \$85.4 million. (See Table 6.)

Other Business:

Mr. Byrd announced the next two scheduled DEFAC meeting dates:

- May 15, 2006
- June 19, 2006

Mr. Byrd noted that there were some openings on DEFAC and if anyone had suggestions to forward them to him.

There being no further business, Mr. Byrd adjourned the meeting at 3:45.

Respectfully submitted,

James A. Craig

Table 1a.

DEFAC Expenditures Forecast for General Fund Disbursements FY2006 (\$ in millions)**April, 2006**

	FY2003 <u>Actual</u>	FY2004 <u>Actual</u>	FY2005 <u>Actual</u>		FY2006 <u>Appropriation</u>	
Budget Act	2,392.2	2,445.1	2,600.4		2,836.0	
Cash to Bond Bill	19.3	142.0	235.0		281.6	
Grant-in-Aid	38.5	38.4	40.0		42.4	
Continuing & Encumbered (from prior years)	216.6	173.3	240.1		327.8	
Supplemental for Salary		22.3				
Supplemental for Veteran's Home		2.6				
Supplemental for Class Instruction			10.0			
Supplemental for Post Retirement			10.0			
Supplemental for Federal Contingency			10.0			
Supplemental for Market Pressure			20.0			
Supplemental for County Seat					6.5	
Supplemental for Energy					5.0	
Total Appropriation	2,666.6	2,823.7	3,165.5		3,499.3	
<i>Fiscal Year Spending Authority</i>					3,499.3	
<u>LESS:</u>						
				<i>December</i>	<i>March</i>	<i>April</i>
Reversions to the General Fund	39.3	29.8	15.4	10.0	8.0	8.0
Encumbered to next fiscal year	33.1	29.1	32.8	30.0	30.0	30.0
Continuing to next fiscal year						
Operating Budget				62.9	63.4	60.6
Bond Bill				<u>131.1</u>	<u>162.2</u>	<u>159.5</u>
Total Continuing	140.2	211	295.0	194.0	225.6	220.1
Subtotal	212.6	269.9	343.2	234.0	263.6	258.1
<i>Fiscal Year Budgetary Expenditures</i>	2,454.0	2,553.8	2,822.3			(258.1)
						3,241.2

Table 1b.

DEFAC Expenditures Forecast for General Fund Disbursements FY2006 (\$ in millions)
April, 2006

	FY2003	FY2004	FY2005	March FY2006	April FY2006	\$ dif April vs March	FY2006 YTD (9 mo actual)	% spent YTD
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Forecast</u>	<u>Forecast</u>			
Salaries	966.3	971.6	1,023.1	1,122.9	1,124.6	1.7	867.4	77.1%
Fringe Benefits	221.2	233.3	263.2	302.4	303.1	0.7	226.8	74.8%
Pension	106.3	127.8	147.1	182.2	182.8	0.6	140.4	76.8%
Debt Service	116.2	134.3	153.5	162.8	162.8	0.0	114.9	70.6%
Grants	196.2	224.2	294.1	375.0	375.0	0.0	338.3	90.2%
Medicaid	312.9	327.2	339.1	401.1	401.6	0.5	299.4	74.6%
Public Assistance Programs	62.4	62.8	83.6	91.8	92.4	0.6	60.7	65.7%
Professional Services & Travel	157.5	143.7	161.3	176.2	177.9	1.7	131.6	74.0%
Contractual Services	216.1	223.9	228.9	251.4	258.3	6.9	207.3	80.3%
Supplies & Materials	57.8	62.1	66.5	73.7	73.6	(0.1)	55.9	76.0%
Capital Outlay	<u>41.2</u>	<u>42.9</u>	<u>61.9</u>	<u>96.2</u>	<u>89.1</u>	<u>(7.1)</u>	<u>62.5</u>	<u>70.1%</u>
FY2006 Budgetary Expenditures	2,454.1	2,553.8	2,822.3	3,235.7	3,241.2	5.5	2,505.2	77.3%

DEFAC Worksheet

April-06 DEFAC Meeting		FY 2005 A	FY 2006					FY 2007				
Revenue Category		Actual Collections	B DEFAC Mar-06	C % B over A	D DEFAC Apr-06	E % D over A	F \$ Increase D over B	G DEFAC Mar-06	H % G over B	I DEFAC Apr-06	J % I over D	K \$ Increase I over G
1	Personal Income Tax	1,015.6	1,136.0	11.9%	1,144.0	12.6%	8.0	1,181.9	4.0%	1,189.5	4.0%	7.6
	Less: Refunds	<u>(133.2)</u>	<u>(142.0)</u>	6.6%	<u>(143.5)</u>	7.8%	<u>(1.5)</u>	<u>(154.2)</u>	8.6%	<u>(155.8)</u>	8.6%	<u>(1.6)</u>
	PIT Less Refunds	882.5	994.0	12.6%	1,000.5	13.4%	6.5	1,027.7	3.4%	1,033.7	3.3%	6.0
2	Franchise Tax	508.1	523.3	3.0%	523.3	3.0%	0.0	544.3	4.0%	544.3	4.0%	0.0
	Less: Refunds	<u>(17.1)</u>	<u>(17.0)</u>	-0.5%	<u>(17.0)</u>	-0.5%	<u>0.0</u>	<u>(17.0)</u>	0.0%	<u>(17.0)</u>	0.0%	<u>0.0</u>
	Franchise Tax Less Refunds	491.0	506.3	3.1%	506.3	3.1%	0.0	527.3	4.1%	527.3	4.1%	0.0
3	Business Entity Fees	57.8	62.2	7.7%	62.2	7.7%	0.0	65.4	5.1%	65.4	5.1%	0.0
4	Limited Partnerships & LLC's	63.4	74.5	17.6%	74.5	17.6%	0.0	83.4	11.9%	83.4	11.9%	0.0
4	Uniform Commercial Code	13.8	14.1	2.1%	14.1	2.1%	0.0	10.2	-27.7%	10.2	-27.7%	0.0
5	Corporation Income Tax	157.0	182.7	16.4%	185.0	17.8%	2.3	191.8	5.0%	194.4	5.1%	2.6
	Less: Refunds	<u>(43.1)</u>	<u>(35.0)</u>	-18.8%	<u>(32.5)</u>	-24.6%	<u>2.5</u>	<u>(35.0)</u>	0.0%	<u>(32.5)</u>	0.0%	<u>2.5</u>
	CIT Less Refunds	113.9	147.7	29.6%	152.5	33.8%	4.8	156.8	6.2%	161.9	6.2%	5.1
6	Bank Franchise Tax	134.8	138.7	2.9%	138.7	2.9%	0.0	144.6	4.3%	144.6	4.3%	0.0
7	Gross Receipts Tax	176.6	172.7	-2.2%	175.0	-0.9%	2.3	153.7	-11.0%	155.7	-11.0%	2.0
8	Lottery	234.0	244.3	4.4%	245.8	5.0%	1.5	255.1	4.4%	256.7	4.4%	1.6
9	Abandoned Property	264.9	300.0	13.3%	310.0	17.0%	10.0	290.0	-3.3%	300.0	-3.2%	10.0
10	Hospital Board and Treatment	54.5	57.1	4.8%	58.1	6.6%	1.0	59.9	4.9%	60.6	4.3%	0.7
11	Dividends and Interest	9.1	17.0	86.7%	15.5	70.2%	(1.5)	19.3	13.5%	17.6	13.5%	(1.7)
12	Realty Transfer Tax	113.6	118.8	4.6%	117.5	3.5%	(1.3)	109.1	-8.2%	107.9	-8.2%	(1.2)
13	Estate Tax	6.4	4.5	-29.8%	4.5	-29.8%	0.0	0.0	-100.0%	0.0	-100.0%	0.0
14	Insurance Taxes	57.0	64.4	13.1%	65.1	14.3%	0.7	67.7	5.1%	67.7	4.0%	0.0
15	Public Utility Tax	36.5	40.0	9.6%	40.0	9.6%	0.0	51.0	27.5%	51.0	27.5%	0.0
16	Cigarette Taxes	80.7	88.5	9.7%	89.0	10.3%	0.5	90.4	2.1%	91.0	2.2%	0.6
17	Other Revenues	111.8	82.7	-26.0%	82.7	-26.0%	0.0	88.4	6.9%	88.4	6.9%	0.0
18	Less: Other Refunds	<u>(24.5)</u>	<u>(24.2)</u>	-1.1%	<u>(24.2)</u>	-1.1%	0.0	<u>(22.5)</u>	-7.0%	<u>(22.5)</u>	-7.0%	0.0
	Net Receipts	2,877.6	3,103.3	7.8%	3,127.8	8.7%	24.5	3,177.5	2.4%	3,200.6	2.3%	23.1

FY 2007 Debt Limit:

\$160.0

Table 2.
DEFAC Worksheet

April-06 DEFAC Meeting		FY 2008				
Revenue Category		L DEFAC Mar-06	M % L over G	N DEFAC Apr-06	O % N over I	P \$ Increase N over L
1	Personal Income Tax	1,256.4	6.3%	1,263.2	6.2%	6.8
	Less: Refunds	<u>(161.9)</u>	5.0%	<u>(163.6)</u>	5.0%	<u>(1.7)</u>
	PIT Less Refunds	1,094.5	6.5%	1,099.6	6.4%	5.1
2	Franchise Tax	565.9	4.0%	565.9	4.0%	0.0
	Less: Refunds	<u>(17.0)</u>	0.0%	<u>(17.0)</u>	0.0%	<u>0.0</u>
	Franchise Tax Less Refunds	548.9	4.1%	548.9	4.1%	0.0
3	Business Entity Fees	68.6	4.9%	68.6	4.9%	0.0
4	Limited Partnerships & LLC's	93.4	12.0%	93.4	12.0%	0.0
4	Uniform Commercial Code	10.5	2.9%	10.5	2.9%	0.0
5	Corporation Income Tax	201.4	5.0%	204.4	5.1%	3.0
	Less: Refunds	<u>(35.0)</u>	0.0%	<u>(32.5)</u>	0.0%	<u>2.5</u>
	CIT Less Refunds	166.4	6.1%	171.9	6.2%	5.5
6	Bank Franchise Tax	146.2	1.1%	146.2	1.1%	0.0
7	Gross Receipts Tax	162.9	6.0%	165.1	6.0%	2.2
8	Lottery	236.6	-7.3%	238.1	-7.2%	1.5
9	Abandoned Property	290.0	0.0%	300.0	0.0%	10.0
10	Hospital Board and Treatment	62.9	5.0%	63.3	4.5%	0.4
11	Dividends and Interest	20.5	6.2%	18.7	6.2%	(1.8)
12	Realty Transfer Tax	109.1	0.0%	107.9	0.0%	(1.2)
13	Estate Tax	0.0	NA	0.0	NA	0.0
14	Insurance Taxes	71.1	5.0%	71.1	5.0%	0.0
15	Public Utility Tax	52.5	2.9%	52.5	2.9%	0.0
16	Cigarette Taxes	92.4	2.2%	93.0	2.2%	0.6
17	Other Revenues	87.1	-1.5%	87.1	-1.5%	0.0
18	Less: Other Refunds	<u>(22.4)</u>	-0.4%	<u>(22.4)</u>	-0.4%	0.0
	Net Receipts	3,291.2	3.6%	3,313.5	3.5%	22.3

Table 3.

Balance and Appropriations Worksheet

FY 2006 EXPENDITURES

Total Spending Authority	\$3,499.3
Less: Continuing Appropriations & Encumbrances from FY 2006	(\$250.1)
Less: Reversions	<u>(\$8.0)</u>
Total Expenditures	\$3,241.2

FY 2006 BALANCES

Total Expenditures	\$3,241.2
vs. FY 2006 Revenues	3,127.8
Operating Balance	(113.4)
Prior Year Cash Balance	<u>\$701.3</u>
Cumulative Cash Balance	587.9
Less: Continuing Appropriations & Encumbrances from FY 2006	(250.1)
Less: Budgetary Reserve Account	<u>(\$161.1)</u>
Unencumbered Cash Balance 6/30	\$176.7

FY 2007 APPROPRIATION LIMITS

FY 2007 Revenue Estimate	\$3,200.6
Unencumbered Cash Balance from FY 06	<u>\$176.7</u>
100% Appropriation Limit	\$3,377.3
98% Appropriation Limit	<u>\$3,309.8</u>
Mar. 2006 98% Appropriation Limit	\$3,263.1
Increase (Decrease) from Prior Meeting	\$46.7
Dec. 2005 98% Appropriation Limit	\$3,180.0
Increase (Decrease) from December 2005	\$129.8

Table 4.

**DEPARTMENT OF TRANSPORTATION - FY2006 EXPENDITURE TREND
AT MONTH-END 3/2006
(\$ in millions)**

Operating Spending Trend

	<u>FY 2006</u>	<u>Apr 06 Proj</u>
Operations Spending		\$211.1
GF - Ops. Support		(\$14.0)
Debt Service		<u>\$146.2</u>
Total Operations Spending		<u>\$343.3</u>

Capital Spending Trend

	<u>FY 2006</u>	<u>Apr 06 Proj</u>
State		\$266.0
Federal		<u>\$140.0</u>
Total Capital Spending		<u>\$406.0</u>

Total Spending (Ops. & Cap.)	<u>\$749.3</u>
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Recommended by Sub-Committee April 13, 2006

Table 5.

DELAWARE DEPARTMENT OF TRANSPORTATION
Transportation Trust Fund Revenues

	Fiscal 2005			Fiscal 2006			Fiscal 2007			Fiscal 2008		
	FY 04 Actual	FY 05 Actual	% Chg. FY 04	3/20/2006 Approved	FY 06 Recomm	% Chg. FY 05	3/20/2006 Approved	FY 06 Recomm	% Chg. FY 06	3/20/2006 Approved	FY 06 Recomm	% Chg. FY 07
TOLL ROAD REVENUES:												
I95 Newark Plaza	\$60.0	\$57.9	-3.5%	\$85.0	\$85.0	46.8%	\$98.0	\$98.0	15.3%	\$100.0	\$100.0	2.0%
Route 1 Toll Road	27.1	30.2	11.4%	32.5	32.5	7.6%	33.5	33.5	3.1%	34.0	34.0	1.5%
Concessions	2.8	2.8	0.0%	2.7	2.7	-3.6%	2.7	2.7	0.0%	2.7	2.7	0.0%
Total Toll Road Revenues	89.9	90.9	1.1%	120.2	120.2	32.2%	134.2	134.2	11.6%	136.7	136.7	1.9%
MOTOR FUEL TAX ADMIN.												
Motor Fuel Tax	112.4	113.7	1.2%	118.5	118.5	4.2%	117.0	117.0	-1.3%	117.0	117.0	0.0%
Motor Carrier Fees	4.8	4.2	-12.5%	3.9	3.9	-7.1%	3.9	3.9	0.0%	3.9	3.9	0.0%
Total MFTA Revenues	117.2	117.9	0.6%	122.4	122.4	3.8%	120.9	120.9	-1.2%	120.9	120.9	0.0%
DIVISION OF MOTOR VEHICLES												
Motor Vehicle Document Fees	62.5	65.7	5.1%	67.0	67.0	2.0%	69.0	69.0	3.0%	71.2	71.2	3.2%
Motor Vehicle Registration Fees	28.3	30.2	6.7%	30.5	30.5	1.0%	31.2	31.2	2.3%	31.8	31.8	1.9%
Other DMV Revenues	14.8	20.3	37.2%	22.0	22.0	8.4%	22.5	22.5	2.3%	23.0	23.0	2.2%
Total DMV Revenues	105.6	116.2	10.0%	119.5	119.5	2.8%	122.7	122.7	2.7%	126.0	126.0	2.7%
OTHER TRANSPORTATION REV.												
Other Transportation Rev	4.0	7.6	90.0%	12.3	12.3	61.8%	12.5	12.5	1.6%	12.4	12.4	-0.8%
Investment Income(Net)	6.0	5.2	-13.3%	6.5	6.5	25.0%	7.5	7.5	15.4%	7.0	7.0	-6.7%
Total Other Transp. Revenue	10.0	12.8	28.0%	18.8	18.8	46.9%	20.0	20.0	6.4%	19.4	19.4	-3.0%
GRAND TOTAL	\$322.7	\$337.8	4.7%	\$380.9	\$380.9	12.8%	\$397.8	\$397.8	4.4%	\$403.0	\$403.0	1.3%
	Fiscal 2009			Fiscal 2010			Fiscal 2011			Fiscal 2012		
	3/20/2006 Approved	FY 06 Recomm	% Chg. FY 08	3/20/2006 Approved	FY 06 Recomm	% Chg. FY 09	3/20/2006 Approved	FY 06 Recomm	% Chg. FY 10	3/20/2006 Approved	FY 06 Recomm	% Chg. FY 11
TOLL ROAD REVENUES:												
I95 Newark Plaza	\$101.0	\$101.0	1.0%	\$101.9	\$101.9	0.9%	\$102.7	\$102.7	0.8%	\$104.7	\$104.7	1.9%
Route 1 Toll Road	\$35.5	\$35.5	4.4%	36.5	36.5	2.8%	\$37.5	\$37.5	2.7%	\$38.5	\$38.5	2.7%
Concessions	2.7	2.7	0.0%	2.7	2.7	0.0%	2.7	2.7	0.0%	2.8	2.8	3.7%
Total Toll Road Revenues	139.2	139.2	1.9%	141.1	141.1	1.4%	142.9	142.9	1.3%	146.0	146.0	2.2%
MOTOR FUEL TAX ADMIN.												
Motor Fuel Tax	118.0	118.0	0.9%	119.0	119.0	0.8%	120.0	120.0	0.8%	121.0	121.0	0.8%
Motor Carrier Fees	3.9	3.9	0.0%	3.9	3.9	0.0%	3.9	3.9	0.0%	3.9	3.9	0.0%
Total MFTA Revenues	121.9	121.9	0.8%	122.9	122.9	0.8%	123.9	123.9	0.8%	124.9	124.9	0.8%
DIVISION OF MOTOR VEHICLES												
Motor Vehicle Document Fees	73.5	73.5	3.2%	75.4	75.4	2.6%	77.3	77.3	2.5%	79.5	79.5	2.8%
Motor Vehicle Registration Fees	32.4	32.4	1.9%	33.0	33.0	1.9%	33.6	33.6	1.8%	33.6	33.6	0.0%
Other DMV Revenues	23.5	23.5	2.2%	24.0	24.0	2.1%	24.5	24.5	2.1%	25.0	25.0	2.0%
Total DMV Revenues	129.4	129.4	2.7%	132.4	132.4	2.3%	135.4	135.4	2.3%	138.1	138.1	2.0%
OTHER TRANSPORTATION REV.												
Other Transportation Rev	12.8	12.8	3.2%	12.8	12.8	0.0%	13.0	13.0	1.6%	13.1	13.1	0.8%
Investment Income(Net)	7.5	7.5	7.1%	7.0	7.0	-6.7%	7.5	7.5	7.1%	7.5	7.5	0.0%
Total Other Transp. Revenue	20.3	20.3	4.6%	19.8	19.8	-2.5%	20.5	20.5	3.5%	20.6	20.6	0.5%
GRAND TOTAL	\$410.8	\$410.8	1.9%	\$416.2	\$416.2	1.3%	\$422.7	\$422.7	1.6%	\$429.6	\$429.6	1.6%

Table 6.

Transportation Trust Fund [TTF] Cash Flow
(\$ in millions)

APR 2006 DEFAC

	Beginning Cash	<u>FY 2006</u>	
		\$66.7	
PLUS:			
Tolls		\$120.2	
Motor Fuel Tax		\$122.4	
Dept of Motor Vehicles		\$119.5	
Investment Income		\$6.5	
Other		\$12.3	
Delaware Transit Corp - Farebox & Other		\$14.2	
Escheat Transfer from General Fund [GF]		\$10.0	
One-Time Transfer from General Fund [GF]		<u>\$72.9</u>	
	Total TTF Revenues		\$478.0
Borrowing			<u>\$150.0</u>
	Total Sources		\$694.7
LESS:			
<u>Debt Service</u>			
DTA Bonds		\$104.7	
State G.O. Bonds		\$0.8	
Bond Anticipation Note		<u>\$40.7</u>	
	Total Debt Service		\$146.2
<u>Operations Spending</u>			
Department Operations		\$136.8	
Grants-in-Aid		(\$14.0)	
Delaware Transit Corp Operations		<u>\$74.3</u>	
	Total Operations		<u>\$197.1</u>
	Total Debt Service & Operations		\$343.3
<u>State Capital Spending</u>			\$266.0
	Total Uses		\$609.3
	Ending Cash		<u>\$85.4</u>
Federal Capital Spending		\$140.0	

GF credit for maintenance & operations includes Subsidy + DTC Expenses

Transportation Trust Fund State Authorization		
Capital Authorizations		Federal Authorizations
Authorized and Unfunded 6/30/05	\$680.2	\$416.7
State Capital Authorization - FY 2006 Bond Bill	\$393.1	\$194.2
State Capital Spending - FY 2006	(\$266.0)	(\$140.0)
Authorized and Unfunded 6/30/06	\$807.3	\$470.9
Ending Cash Balance	\$85.4	