



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

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March 14, 2016

TO: The Honorable Jack A. Markell, Governor
Members of the 148th General Assembly

Attached is the monthly financial report for the month ending February 29, 2016. 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, appearing to read 'T. Cook'.

Thomas J. Cook
Secretary of Finance

KK:dhy
Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

As of February 29, 2016, the General Fund cash balance has an operating deficit of \$3.1 million. This results from a beginning cash balance of \$536.9 million on July 1, 2015, less a \$540.0 million operating cash deficit for FY 2016.

There is no outstanding short-term general obligation debt for the fiscal year 2016.

As of February 28, 2016
(\$ Millions)

	<u>FY16</u>	<u>FY15</u>	<u>FY14</u>	<u>FY13</u>
Beginning Fiscal Year Cash	\$ 536.9	\$ 414.4	\$ 635.9	\$ 564.7
<u>Operating Cash Surplus/(Deficit)</u>	<u>(\$ 540.0)</u>	<u>(\$ 594.9)</u>	<u>(\$ 562.0)</u>	<u>(\$ 525.3)</u>
Net Operating (Deficit) Cash Balance	<u>(\$ 3.1)</u>	<u>(\$ 180.5)</u>	<u>\$ 73.9</u>	<u>\$ 39.4</u>

\$214.7 million was dedicated to the Budget Reserve Account of the General Fund as required by the Constitution of the State of Delaware, Article VIII, § 6.(d). It should be noted that the difference between the \$214.7 million and the net operating (deficit) cash balance of \$3.1 million represents a temporary interfund borrowing of \$217.8 million, pursuant to § 7404 (d), Title 29 Delaware Code.

The combined General Fund/Special Fund Cash Balance was \$1,750.5 million.

State of Delaware
Statement of General Fund Cash Condition
as of 02/29/2016

	Fiscal Year 2016	Fiscal Year 2015	Fiscal Year 2014	Fiscal Year 2013
Beginning Fiscal Year Cash	\$ 536,915,269	\$ 414,398,252	\$ 635,879,376	\$ 564,699,087
Revenue				
<u>Receipts</u>				
Taxes	2,051,666,759	1,897,300,694	1,923,805,064	1,840,763,028
Licenses	11,276,583	16,243,065	10,141,332	16,719,786
Fees	99,787,141	96,600,083	91,324,138	87,000,242
Permits	486	425	1,849	844
Fines	2,413,406	2,479,721	2,735,184	3,971,887
Rentals & Sales	164,223,256	156,648,300	169,321,182	190,263,260
Governmental Contributions	4,600	42,650	237,357	-
Earnings & Investments	2,418,346	7,439,096	1,779,954	5,691,416
State Govt/Agency Revenue	3,083,263	13,250,059	2,258,018	1,965,503
Total Receipts	<u>2,334,873,840</u>	<u>2,190,004,093</u>	<u>2,201,604,078</u>	<u>2,146,375,966</u>
Less Refund Disbursements	178,438,150	162,236,989	142,474,685	97,562,410
Total Revenue	<u><u>2,156,435,690</u></u>	<u><u>2,027,767,104</u></u>	<u><u>2,059,129,393</u></u>	<u><u>2,048,813,556</u></u>
Disbursements				
<u>Agency Expenditures</u>				
Legislature	9,933,405	9,523,743	9,501,424	8,533,965
Judicial	61,985,712	61,170,363	61,701,331	59,705,690
Executive	98,059,224	114,318,784	99,299,530	102,392,750
Dept of Technology & Information	27,444,538	28,623,469	28,459,944	31,624,793
Other Elective Offices	161,483,207	140,225,208	153,195,540	136,253,554
Legal	39,383,786	36,755,968	36,922,051	34,555,679
Department of State	16,354,978	16,838,927	17,222,180	16,506,792
Department of Finance	12,300,751	13,515,156	26,810,943	25,402,020
Dept of Health & Social Services	761,546,887	745,632,248	742,562,963	742,655,997
Svs fr Children, Youth, Families	103,053,498	100,609,882	99,354,079	95,305,261
Department of Correction	188,566,956	183,550,337	177,876,160	175,378,869
Dpt of Natural Res & Env Control	25,095,959	26,332,094	33,564,463	30,070,832
Dept of Safety & Homeland Sec	84,784,868	85,014,266	97,229,070	96,786,549
Dept of Transportation	-	-	3	-
Department of Labor	6,435,580	5,484,127	6,393,180	5,362,778
Department of Agriculture	4,691,243	4,993,260	5,104,834	4,666,746
Department of Elections	2,674,656	4,459,330	2,462,271	4,966,469
Fire Prevention Commission	3,216,083	3,361,392	3,549,541	3,176,774
Delaware National Guard	3,054,250	2,759,311	2,681,532	3,675,904
Advisory Council Exceptnl Citizens	159,133	172,910	132,111	122,208
Higher Education	159,493,214	156,219,334	153,666,095	161,166,169
Department of Education	926,713,288	883,073,479	863,392,674	835,787,264
Total Disbursements	<u><u>2,696,431,216</u></u>	<u><u>2,622,633,588</u></u>	<u><u>2,621,081,919</u></u>	<u><u>2,574,097,063</u></u>
Ending Cash Balance	<u><u>\$ (3,080,257)</u></u>	<u><u>\$ (180,468,232)</u></u>	<u><u>\$ 73,926,850</u></u>	<u><u>\$ 39,415,580</u></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 02/29/2016

	Fiscal Year		Fiscal Year		Fiscal Year		Fiscal Year	
	2016	% Change	2015	% Change	2014	% Change	2013	
Receipts								
Personal Taxes	\$ 911,429,140	5.2%	\$ 865,970,374	1.9%	\$ 849,861,805	7.0%	\$ 794,415,492	
Franchise Taxes	389,743,059	1.8%	382,690,406	4.8%	365,317,440	5.6%	345,970,115	
Corporate Fees	66,208,481	0.4%	65,918,992	6.5%	61,893,142	6.8%	57,943,903	
Limited Partnership & LLC	42,700,469	7.7%	39,665,776	9.1%	36,357,098	14.4%	31,785,393	
Uniform Commercial Code	12,803,879	7.1%	11,957,951	3.6%	11,537,228	2.1%	11,304,679	
Corporate Income Taxes	126,050,900	58.6%	79,480,356	14.1%	69,653,391	-28.1%	96,825,180	
Bank Franchise Tax	57,864,205	-5.9%	61,475,251	1.5%	60,593,360	16.0%	52,225,040	
Gross Receipts Tax	158,621,224	6.0%	149,577,051	-5.6%	158,477,334	0.4%	157,778,887	
Lottery	136,125,649	3.7%	131,320,243	-6.1%	139,888,083	-9.1%	153,956,781	
Abandoned Property	146,295,051	14.4%	127,909,377	-34.4%	195,073,772	5.0%	185,844,023	
Hospital Board & Treatment	28,034,044	11.2%	25,215,266	-13.6%	29,170,082	-19.5%	36,232,817	
Dividends and Interest	2,418,196	-67.5%	7,438,871	322.8%	1,759,521	-69.1%	5,691,252	
Realty Transfer Tax	63,082,881	29.0%	48,904,949	28.8%	37,967,896	69.6%	22,392,111	
Estate Tax	9,001,164	175.1%	3,271,413	301.2%	815,354	-83.0%	4,797,381	
Insurance Tax	21,443,191	29.7%	16,527,033	-21.9%	21,170,991	-3.5%	21,940,639	
Public Utility Tax	30,022,252	-3.3%	31,055,757	3.8%	29,908,990	6.1%	28,184,875	
Cigarette Taxes	71,005,939	7.4%	66,141,911	-10.7%	74,086,117	-2.7%	76,123,078	
Other	62,024,116	-17.8%	75,483,116	30.0%	58,072,474	-7.8%	62,964,320	
Total Receipts	2,334,873,840	6.6%	2,190,004,093	-0.5%	2,201,604,078	2.6%	2,146,375,966	
Refund Disbursements								
Personal Income Taxes	95,740,795		88,356,278		89,453,172		65,874,791	
Franchise Taxes	7,721,040		6,425,140		3,147,524		3,575,331	
Corporation Income Taxes	27,611,993		23,931,126		22,029,159		15,962,587	
Bank Franchise Tax	22,759		3,486,655		3,024,002		2,005,425	
Gross Receipts Tax	4,608,476		1,327,113		1,703,361		3,454,367	
Abandoned Property	41,160,522		35,016,867		21,067,711		5,504,717	
Estate Tax	65,822		203,948		216,204		116,181	
Cigarette Taxes	218,023		272,836		855,525		117,464	
Withholding	1,225,048		3,144,544		875,505		492,037	
Insurance Taxes	24,146		20,542		83,708		309,236	
Miscellaneous Refunds	39,527		51,940		18,814		150,274	
Total Refund Disbursements	178,438,150	10.0%	162,236,989	13.9%	142,474,685	46.0%	97,562,410	
Net Receipts	\$ 2,156,435,690	6.3%	\$ 2,027,767,104	-1.5%	\$ 2,059,129,393	8.9%	\$ 2,048,813,556	-3.1%

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 2/29/2016

	Current FY	Prior Year	Committed	Encumbrances	Unencumbered
	Appropriations	Continuing and Encumbered	Expenditures	Expenditures	Balance
Legislative Branch	\$ 15,823,000	\$ 4,992,080	\$ 9,933,405	\$ 838,893	\$ 10,036,759
Judicial	95,721,500	4,522,502	61,985,712	2,501,456	35,756,781
Executive	190,594,181	62,891,241	98,059,224	1,345	143,417,328
Dept of Technology & Information	40,179,742	3,934,207	27,444,538	-	10,390,247
Other Elective Offices	196,047,472	231,360	161,483,207	139,651	34,636,895
Legal	56,594,700	431,340	39,383,786	1,331,094	16,315,698
Department of State	24,654,800	1,078,361	16,354,978	3,457	8,122,100
Department of Finance	17,233,743	1,442,008	12,300,751	1,299,055	5,580,460
Dept of Health & Social Svs	1,133,742,611	58,814,961	761,546,887	(504,515)	346,356,719
Svs fr Children, Youth, Families	153,960,800	7,141,215	103,033,498	(97,329)	34,972,933
Department of Correction	284,281,491	6,866,665	188,566,956	40,573,866	62,007,334
Dpt of Naturl Res & Env Contrl	36,587,900	4,220,635	25,095,959	3,614,164	11,994,109
Dept of Safety & Homeland Sec	131,361,732	4,300,849	84,784,868	7,000,299	43,877,415
Dept of Transportation	-	-	-	-	-
Department of Labor	9,780,700	626,704	6,435,580	911,146	3,079,482
Department of Agriculture	8,441,000	260,535	4,691,243	1,129,613	2,879,694
Department of Elections	4,378,500	55,671	2,674,656	165,417	1,594,098
Fire Prevention Commission	5,341,200	67,721	3,216,083	50,899	2,141,939
Delaware National Guard	4,807,000	216,106	3,054,250	824,918	1,143,938
Advisory Counc Exceptl Citizn	238,000	6,130	159,133	221	84,777
Higher Education	235,926,825	159,674	159,493,214	762,249	75,810,888
Department of Education	1,305,803,100	38,985,220	926,713,288	45,462,700	372,293,707
Total	\$ 3,951,499,997	\$ 201,245,184	\$ 2,696,431,216	\$ 233,975,980	\$ 1,222,493,300

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 02/29/16
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2016	Change	2015	Change	2014	Change	2013
Salaries and Wages	\$ 923,531.3	2.4%	\$ 901,845.5	1.9%	\$ 884,630.6	0.7%	\$ 878,349.8
Fringe Benefits (less Pension)	305,793.9	13.6%	269,145.1	1.3%	265,671.7	3.6%	256,341.9
Pension Costs	208,088.3	4.0%	200,022.7	2.9%	194,371.9	4.3%	186,290.6
Medicaid	487,737.6	4.3%	467,463.2	0.5%	465,145.8	-0.4%	467,162.5
Grants	247,720.0	-7.6%	267,976.6	-2.5%	274,870.5	-2.9%	283,107.4
Contractual Services	331,567.1	-3.2%	342,517.4	-1.0%	346,078.6	4.5%	331,033.6
Supplies and Materials	44,860.3	-5.7%	47,580.2	-0.1%	47,640.1	7.4%	44,377.4
Capital Outlay	6,397.7	-16.9%	7,698.5	-31.9%	11,298.3	-7.7%	12,245.1
Debt Service	140,735.0	18.9%	118,384.4	-9.9%	131,374.4	14.1%	115,188.7
Total	\$ 2,696,431.2	2.8%	\$ 2,622,633.6	0.1%	\$ 2,621,081.9	1.8%	\$ 2,574,097.0