



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

CARVEL STATE BUILDING
820 N. FRENCH ST., 8TH FLR.
WILMINGTON, DELAWARE 19801
TELEPHONE: (302) 577 - 8979
FAX: (302) 577 - 8982

HASLET ARMORY
122 WILLIAM PENN STREET
DOVER, DELAWARE 19901
TELEPHONE: (302) 744 - 1100
FAX: (302) 739 - 1139

November 15, 2016

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

Attached is the monthly financial report for the month ending October 31, 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 black ink, appearing to read 'T. Cook'.

Thomas J. Cook
Secretary of Finance

KK:dhy
Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

As of October 31, 2016, the General Fund cash balance has an operating deficit of \$36.3 million. This results from a beginning cash balance of \$568.0 million on July 1, 2016, less a \$604.3 million operating cash deficit for FY 2017.

There is no outstanding short-term general obligation debt for the fiscal year 2017.

As of October 31, 2016
(\$ Millions)

	<u>FY17</u>	<u>FY16</u>	<u>FY15</u>	<u>FY14</u>
Beginning Fiscal Year Cash	\$ 568.0	\$ 536.9	\$ 414.4	\$635.9
<u>Operating Cash Surplus/(Deficit)</u>	<u>(\$ 604.3)</u>	<u>(\$ 528.0)</u>	<u>(\$575.4)</u>	<u>(\$455.9)</u>
Net Operating Cash Balance	(\$ 36.3)	\$ 8.9	(\$161.0)	\$180.0

\$221.1 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 \$221.1 million and the net operating cash balance deficit of \$36.3 million represents a temporary interfund borrowing of \$257.4 million, pursuant to § 7404 (d), Title 29 Delaware Code.

The combined General Fund/Special Fund Cash Balance was \$1,840.2 million.

State of Delaware
Statement of General Fund Cash Condition
as of 10/31/2016

	<u>Fiscal Year 2017</u>	<u>Fiscal Year 2016</u>	<u>Fiscal Year 2015</u>	<u>Fiscal Year 2014</u>
Beginning Fiscal Year Cash	\$ 567,980,980	\$ 536,915,269	\$ 414,398,252	\$ 635,879,376
Revenue				
<u>Receipts</u>				
Taxes	871,659,246	886,524,854	814,666,019	855,085,033
Licenses	3,071,128	2,976,482	2,942,495	2,651,617
Fees	40,642,268	40,903,152	38,330,394	36,019,784
Permits	100	161	50	30
Fines	1,133,107	1,329,555	1,245,153	1,398,098
Rentals & Sales	78,943,071	80,092,169	78,940,800	86,584,652
Governmental Contributions	5,000	3,550	25,350	170,860
Earnings & Investments	3,129,901	1,146,919	2,441,861	(56,642)
State Govt/Agency Revenue	1,375,236	(241,936)	7,239,731	834,265
Total Receipts	<u>999,959,057</u>	<u>1,012,734,906</u>	<u>945,831,853</u>	<u>982,687,697</u>
Less Refund Disbursements	<u>85,353,989</u>	<u>82,048,406</u>	<u>80,057,641</u>	<u>54,399,262</u>
Total Revenue	<u>914,605,068</u>	<u>930,686,500</u>	<u>865,774,212</u>	<u>928,288,435</u>
Disbursements				
<u>Agency Expenditures</u>				
Legislature	5,386,079	5,182,300	5,083,625	4,567,257
Judicial	33,332,896	32,753,282	32,462,119	29,351,428
Executive	74,557,127	72,477,735	84,003,070	71,091,517
Dept of Technology & Information	15,041,492	15,024,080	16,816,853	16,286,082
Other Elective Offices	126,572,599	123,556,912	104,831,382	112,487,373
Legal	21,086,777	20,781,609	20,032,559	17,342,605
Department of State	8,320,104	8,378,934	7,985,071	8,720,186
Department of Finance	4,976,891	4,685,963	9,627,958	20,497,590
Dept of Health & Social Services	388,304,805	382,711,936	388,288,870	393,122,043
Dept of Svs for Children, Youth, Families	52,423,259	51,262,410	50,975,159	46,109,439
Department of Correction	109,167,764	96,012,268	96,437,295	86,015,942
Dept of Natural Res & Env Control	13,134,970	13,147,828	14,419,002	14,834,606
Dept of Safety & Homeland Sec	45,540,437	43,365,998	43,385,140	49,719,023
Dept of Transportation	1,270,332	1,587	2,508	-
Department of Labor	3,852,750	3,890,511	3,575,431	4,016,132
Department of Agriculture	2,788,295	2,547,517	2,690,279	2,211,789
Department of Elections	2,562,843	1,438,840	2,326,216	1,251,918
Fire Prevention Commission	1,750,180	1,715,407	1,825,056	1,783,561
Delaware National Guard	1,401,322	1,470,547	1,397,889	827,387
Advisory Council Exceptnl Citizens	91,001	82,614	97,581	60,999
Higher Education	81,868,357	78,756,785	79,262,328	75,950,898
Department of Education	525,428,503	499,481,487	475,686,535	427,945,346
Total Disbursements	<u>1,518,858,783</u>	<u>1,458,726,550</u>	<u>1,441,211,926</u>	<u>1,384,193,121</u>
Ending Cash Balance	<u>\$ (36,272,735)</u>	<u>\$ 8,875,219</u>	<u>\$ (161,039,462)</u>	<u>\$ 179,974,690</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 10/31/2016

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2017	Change	2016	Change	2015	Change	2014
Receipts							
Personal Income Tax	\$ 437,093,516	4%	\$ 422,177,605	4%	\$ 405,461,999	4%	\$ 390,139,147
Franchise Tax	152,638,866	0%	152,491,597	6%	144,466,245	0%	144,231,051
Corporate Fees	29,022,181	3%	28,107,888	2%	27,490,715	9%	25,249,336
Limited Partnership & LLC	26,121,658	11%	23,486,495	17%	20,136,884	1%	19,871,612
Uniform Commercial Code	6,380,877	-1%	6,429,377	6%	6,054,131	2%	5,924,253
Corporate Income Tax	36,844,008	-37%	58,595,219	51%	38,797,764	1%	38,596,335
Bank Franchise Tax	17,731,192	1%	17,541,465	-18%	21,338,837	5%	20,318,176
Gross Receipts Tax	91,167,664	13%	80,948,952	-4%	84,257,554	-2%	85,744,041
Lottery	67,956,096	-1%	68,607,778	2%	67,063,495	-8%	72,518,918
Abandoned Property	5,931,735	-54%	12,928,735	96%	6,586,360	-88%	56,689,744
Hospital Board & Treatment	10,960,257	-4%	11,454,486	-3%	11,831,771	-15%	13,917,331
Dividends and Interest	3,128,598	173%	1,146,769	-53%	2,441,826	-3269%	(77,060)
Realty Transfer Tax	31,245,105	-3%	32,185,621	47%	21,898,400	6%	20,584,549
Estate Tax	1,149,328	-87%	8,675,639	961%	817,654	163%	310,475
Insurance Tax	7,289,888	2%	7,179,735	-2%	7,342,686	-36%	11,422,831
Public Utility Tax	14,636,222	-6%	15,581,427	5%	14,769,549	13%	13,057,540
Cigarette Tax	33,258,952	-14%	38,855,335	17%	33,210,327	-14%	38,544,913
Other	27,402,914	4%	26,340,783	-17%	31,865,656	24%	25,644,505
Total Receipts	999,959,057	-1.26%	1,012,734,906	7.07%	945,831,853	-3.75%	982,687,697
Refund Disbursements							
Personal Income Tax	35,614,668		34,216,012		32,687,451		32,506,921
Franchise Tax	4,590,953		5,850,265		5,048,328		1,937,144
Corporation Income Tax	6,724,737		12,650,060		20,520,020		6,382,646
Bank Franchise Tax	13,833		20,509		500		305,703
Gross Receipts Tax	3,970,655		3,417,162		767,598		1,360,459
Abandoned Property	33,642,108		25,324,375		18,764,557		10,617,657
Estate Tax	136,845		58,675		-		213,835
Cigarette Tax	57,824		129,615		38,944		654,195
Withholding	569,149		353,192		2,193,842		326,729
Insurance Tax	29,320		24,146		9,437		83,456
Miscellaneous Refunds	3,897		4,395		26,964		10,517
Total Refund Disbursements	85,353,989	4.03%	82,048,406	2.49%	80,057,641	47.17%	54,399,262
Net Receipts	\$ 914,605,068	-1.73%	\$ 930,686,500	7.50%	\$ 865,774,212	-6.73%	\$ 928,288,435

NOTES:

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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 10/31/2016

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislative	\$ 16,090,300	\$ 5,092,431	\$ 5,386,079	\$ 575	\$ 1,151,560	\$ 14,644,517
Judicial	96,981,000	3,682,773	33,332,896	335	2,801,961	64,528,581
Executive	200,368,541	50,903,378	74,557,127	8,893	20,753,340	155,952,559
Dept of Technology & Information	41,524,135	2,711,717	15,041,492	-	10,169,835	19,024,525
Other Elective Offices	206,840,980	167,892	126,572,599	(6,363)	536,697	79,905,939
Legal	58,781,222	371,484	21,086,777	(744)	2,956,957	35,109,716
Department of State	25,111,700	1,310,032	8,320,104	1,379	2,985,428	15,114,821
Department of Finance	17,507,143	3,474,755	4,976,891	5,000	1,687,579	14,312,428
Dept of Health & Social Svs	1,202,890,842	42,038,903	388,304,805	2,943,829	124,991,765	728,689,346
Dept of Svs for Children, Youth, Families	157,360,950	9,554,921	52,423,259	4,639	45,714,455	68,773,518
Department of Correction	295,689,038	11,184,033	109,167,764	(93,255)	69,068,249	128,730,313
Dept of Naturl Res & Env Contrl	38,693,275	2,051,267	13,134,970	73,718	4,534,212	23,001,642
Dept of Safety & Homeland Sec	134,668,874	3,787,794	45,540,437	(122)	6,257,840	86,658,513
Dept of Transportation	5,000,000	-	1,270,332	-	3,729,668	-
Department of Labor	9,838,300	584,372	3,852,750	17,907	748,591	5,803,424
Department of Agriculture	8,583,700	254,600	2,788,295	1,058	1,240,315	4,808,632
Department of Elections	4,537,600	3,011,253	2,562,843	439	817,292	4,168,279
Fire Prevention Commission	5,586,100	64,354	1,750,180	-	94,758	3,805,516
Delaware National Guard	4,867,400	228,020	1,401,322	-	1,229,456	2,464,642
Advisory Counc Exceptnl Citizn	242,000	2,666	91,001	-	-	153,665
Higher Education	235,514,100	14	81,868,357	-	2,101,858	151,543,899
Department of Education	1,376,122,800	41,055,852	525,428,503	140,033	62,478,010	829,132,106
Total	\$ 4,142,800,000	\$ 181,532,511	\$ 1,518,858,783	\$ 3,097,321	\$ 366,049,826	\$ 2,436,326,581

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 10/31/2016
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2017	Change	2016	Change	2015	Change	2014
Salaries and Wages	\$ 508,374.3	1.9%	\$ 498,655.3	2.9%	\$ 484,788.6	14.5%	\$ 423,249.4
Fringe Benefits (less Pension)	162,711.8	2.9%	158,177.5	14.2%	138,530.6	5.5%	131,363.2
Pension Costs	128,883.6	5.0%	122,752.8	3.5%	118,558.5	23.4%	96,100.1
Medicaid	245,573.0	1.2%	242,635.1	4.8%	231,627.8	-7.3%	249,983.9
Grants	143,390.3	7.2%	133,701.2	-14.6%	156,521.6	-13.9%	181,704.5
Contractual Services	184,394.5	11.9%	164,853.3	-12.0%	187,361.2	9.6%	170,892.1
Supplies and Materials	28,694.0	11.4%	25,765.6	-11.1%	28,984.4	-0.3%	29,059.2
Capital Outlay	6,319.3	52.4%	4,145.3	-34.3%	6,312.7	7.7%	5,862.8
Debt Service	110,518.0	2.3%	108,040.5	22.0%	88,526.5	-7.8%	95,977.9
Total	\$ 1,518,858.8	4.12%	\$ 1,458,726.6	1.22%	\$ 1,441,211.9	4.12%	\$ 1,384,193.1

NOTES

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