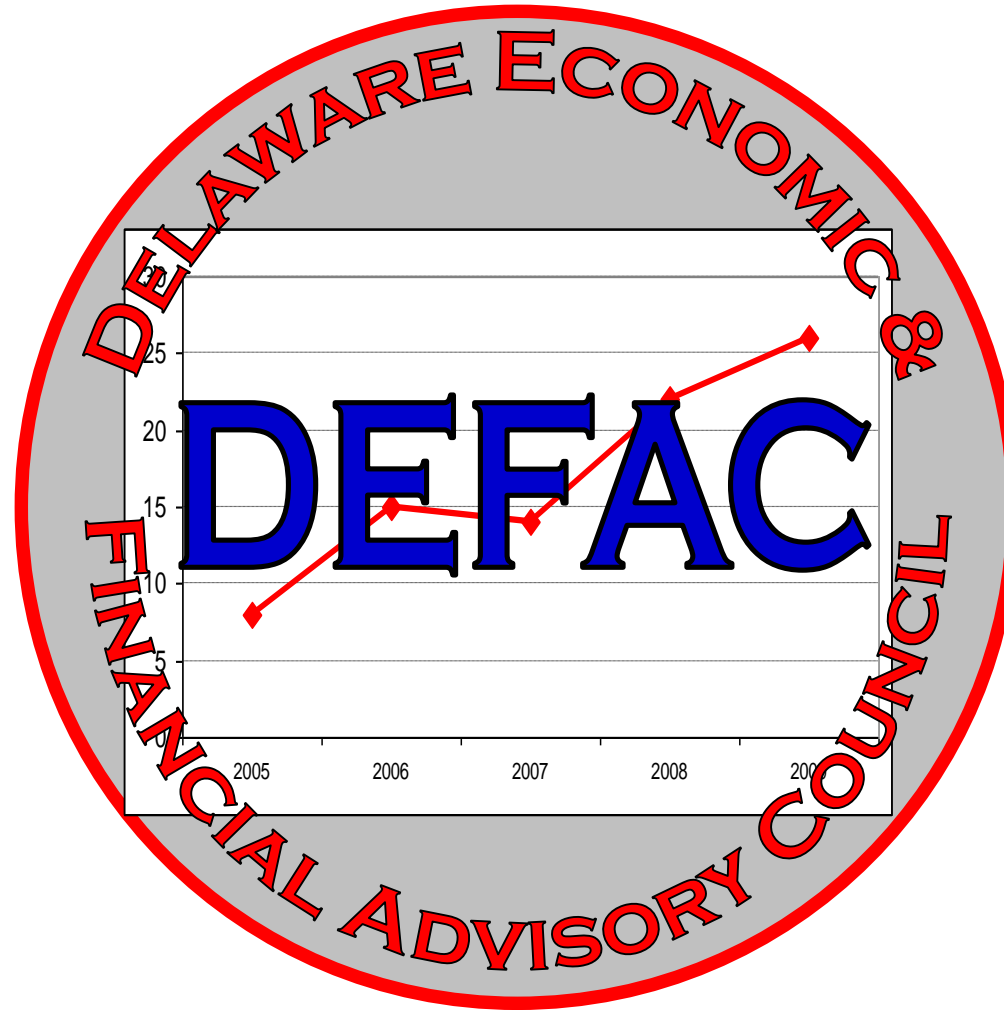


**PLEASE NOTE:** The projections contained in this package are NOT official.  
They have been submitted for DEFAC's consideration.  
Final projections may differ based on the outcome of DEFAC's deliberations.



# PRESS PACKAGE

May 21, 2020 **Corrected Post-Meeting**

**GENERAL FUND**  
**DEFAC FORECAST**  
**SUMMARY**

# DEFAC FORECAST SUMMARY

\$ Amounts in Millions

May-20

## ECONOMIC OUTLOOK

- ▶ Coronavirus drives historic contraction in US
- ▶ Outlook is extremely uncertain

	Average	<u>Annual % Change</u>		
	<u>FY17-19</u>	<u>FY 20</u>	<u>FY 21</u>	<u>FY 22</u>
GDP	2.5	-1.6	-3.9	6.7
US Employment	1.6	-3.4	-11.7	10.9
DE Employment	0.9	-3.6	-11.2	11.0

## REVENUE UPDATE

	<u>FY 19</u>	<u>FY20 (Est)</u>	<u>FY21 (Est)</u>	<u>FY22 (Est)</u>
<b>NET GENERAL FUND</b>	\$4,591.9	\$4,415.5	\$4,524.2	\$4,540.2
<b>ANNUAL GROWTH RATES</b>	-0.3%	-3.8%	2.5%	0.4%

## MAJOR CHANGES SINCE LAST MEETING

	<u>FY 20</u>		<u>FY 21</u>
Personal Income Tax	\$58.3	Personal Income Tax	\$73.2
Gross Receipts Tax	\$16.2	Unclaimed Property	\$29.0
Corporation Income Tax	\$13.3	Lottery	(\$13.4)
<b>TOTAL CHANGE</b>	<b>\$92.0</b>	<b>TOTAL CHANGE</b>	<b>\$73.3</b>

## EXPENDITURE UPDATE

	<u>FY 20 Estimate</u>		
COMPARISON VERSUS		<u>\$ Change</u>	<u>% Change</u>
DEFAC's last meeting	\$4,551.5	(\$88.7)	-1.9%
FY 2019 Actual Expenditures		\$157.2	3.6%

## Appropriation Limit

## FY 21 BUDGET OUTLOOK

COMPARISON VERSUS		<u>\$ Change</u>	<u>% Change</u>
DEFAC's last meeting	\$4,472.0	\$257.1	6.1%
Since Governor's FY 21 Recommended Budget		(\$491.6)	-9.9%
Current Budget (FY 20)		(\$281.3)	-5.9%

**GENERAL FUND**  
**BALANCE & APPROPRIATIONS**  
**WORKSHEET**

# Balance and Appropriations Worksheet

May 2020

## FY 2020 EXPENDITURES

Total Spending Authority	\$5,082.8
Less: Continuing Appropriations & Encumbrances from FY 2020	(\$393.7)
Less: Reversions	<u>(\$137.6)</u>
<b>Total Expenditures</b>	<b>\$4,551.5</b>

## FY 2020 BALANCES

Total Expenditures	\$4,551.5
vs. FY 2020 Revenues	4,415.5
Operating Balance	(136.0)
Prior Year Cash Balance	947.5
Less: Budget Stabilization Fund (82 Del Law c 64; HB 225, Section 77)*	<u>(\$126.3)</u>
Cumulative Cash Balance	685.2
Less: Continuing Appropriations & Encumbrances from FY 2020	(393.7)
Less: Budgetary Reserve Account	<u>(\$252.4)</u>
<b>Unencumbered Cash Balance 6/30</b>	<b>\$39.1</b>

## FY 2021 APPROPRIATION LIMITS

FY 2021 Revenue Estimate	\$4,524.2
Unencumbered Cash Balance from FY 2020	<u>\$39.1</u>
100% Appropriation Limit	\$4,563.3
98% Appropriation Limit	<u>\$4,472.0</u>
Prior 98% Appropriation Limit	\$4,214.9
Increase (Decrease) from Prior Meeting	\$257.1
Sept. 2019 98% Appropriation Limit	\$4,763.3
Increase (Decrease) from September 2019	(\$291.3)

## FY 2020 BUDGET

Budget	\$4,451.9
Grants	\$55.1
Supplemental	\$246.3
<b>Total Appropriations</b>	<b>\$4,753.3</b>
Plus: Continuing Appropriations & Encumbrances from Prior Years	<u>\$329.6</u>
<b>Total Spending Authority</b>	<b>\$5,082.8</b>

**GENERAL FUND**  
**EXPENDITURE REPORT**



DEFAC Expenditures Forecast for General Fund Disbursements FY2020 (\$ in millions)																				
<b>May 21, 2020</b>																				
	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020	FY2020	Difference	% change	Annual Avg.		FY2020 YTD	% spent	% of	% of	% of	% of	% of		
	Actual	Actual	Actual	Actual	Actual	April	May	20 vs. '19	'20 vs. '19	2020 vs. '15		(actual 04/30/20)	(actual 04/30/20)	FY2019 total	FY2018 total	FY2017 total	FY2016 total	FY2015 total		
<b>Salaries</b>	1,338.5	1,361.8	1,402.9	1,421.1	1,499.9	1,575.0	1,565.4	65.5	4.4%	3.18%		<b>1,335.8</b>	<b>34.1%</b>	<b>34.1%</b>	<b>34.5%</b>	<b>34.2%</b>	<b>34.8%</b>	<b>34.9%</b>		
<b>Fringe Benefits</b>	403.0	453.7	480.5	479.6	494.4	508.6	508.6	14.2	2.9%	4.76%		<b>425.8</b>	<b>10.9%</b>	<b>11.3%</b>	<b>11.6%</b>	<b>11.7%</b>	<b>11.6%</b>	<b>10.5%</b>		
<b>Health Care</b>	283.1	334.1	359.0	357.9	362.6	369.9	369.9	7.3	2.0%	5.49%		<b>308.3</b>	<b>7.9%</b>	<b>8.3%</b>	<b>8.7%</b>	<b>8.7%</b>	<b>8.5%</b>	<b>7.4%</b>		
<b>Other</b>	119.9	119.6	121.5	121.7	131.8	138.7	138.7	6.9	5.2%	2.96%		<b>117.5</b>	<b>3.0%</b>	<b>3.0%</b>	<b>3.0%</b>	<b>3.0%</b>	<b>3.1%</b>	<b>3.1%</b>		
<b>Pension</b>	287.0	297.3	317.7	316.7	360.8	362.0	362.0	1.2	0.3%	4.75%		<b>310.7</b>	<b>7.9%</b>	<b>8.2%</b>	<b>7.7%</b>	<b>7.7%</b>	<b>7.6%</b>	<b>7.5%</b>		
<b>Contribution</b>	147.7	150.6	152.4	167.6	201.5	206.1	206.1	4.6	2.3%	6.89%		<b>176.9</b>	<b>4.5%</b>	<b>4.6%</b>	<b>4.1%</b>	<b>3.7%</b>	<b>3.8%</b>	<b>3.7%</b>		
<b>Health Care</b>	103.8	105.0	130.2	136.0	145.4	146.7	146.7	1.3	0.9%	7.16%		<b>125.9</b>	<b>3.2%</b>	<b>3.3%</b>	<b>3.3%</b>	<b>3.2%</b>	<b>2.7%</b>	<b>3.2%</b>		
<b>Other</b>	35.5	41.7	35.1	13.1	13.9	9.2	9.2	(4.6)	-33.5%	-23.62%		<b>7.9</b>	<b>0.2%</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.9%</b>	<b>1.1%</b>	<b>0.9%</b>		
<b>Debt Service</b>	163.9	169.4	179.0	187.2	183.9	184.2	184.2	0.3	0.2%	2.36%		<b>184.2</b>	<b>4.7%</b>	<b>4.2%</b>	<b>4.5%</b>	<b>4.4%</b>	<b>4.3%</b>	<b>4.3%</b>		
<b>Grants</b>	377.9	349.6	365.7	362.9	445.2	502.0	533.8	88.6	19.9%	7.15%		<b>454.8</b>	<b>11.6%</b>	<b>10.1%</b>	<b>8.8%</b>	<b>8.9%</b>	<b>8.9%</b>	<b>9.9%</b>		
<b>Medicaid</b>	668.0	689.1	739.7	750.2	733.4	762.2	702.1	(31.3)	-4.3%	1.00%		<b>618.6</b>	<b>15.8%</b>	<b>16.7%</b>	<b>18.2%</b>	<b>18.0%</b>	<b>17.6%</b>	<b>17.4%</b>		
<b>Contractual Services</b>	511.9	513.6	537.6	526.1	589.0	646.8	599.2	10.2	1.7%	3.20%		<b>501.8</b>	<b>12.8%</b>	<b>13.4%</b>	<b>12.8%</b>	<b>13.1%</b>	<b>13.1%</b>	<b>13.4%</b>		
<b>Supplies &amp; Materials</b>	68.0	66.9	68.7	61.9	69.3	68.1	66.2	(3.1)	-4.5%	-0.54%		<b>54.6</b>	<b>1.4%</b>	<b>1.6%</b>	<b>1.5%</b>	<b>1.7%</b>	<b>1.7%</b>	<b>1.8%</b>		
<b>Capital Outlay</b>	14.4	12.3	14.3	12.4	18.5	31.4	30.1	11.6	62.7%	15.89%		<b>27.8</b>	<b>0.7%</b>	<b>0.4%</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.3%</b>	<b>0.4%</b>		
<b>FY Budgetary Expenditures</b>	3,832.6	3,913.7	4,106.1	4,118.1	4,394.3	4,640.2	4,551.5	157.2	3.6%	3.50%		<b>3914.0</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>		



**GENERAL FUND**  
**REVENUE REPORT**

## DEFAC General Fund Revenue Worksheet

<i>May-20</i> <i>DEFAC Meeting</i>	FY 2019	FY 2020				
	A	B	C	D	E	F
Revenue Category	Actual Collections	DEFAC Apr-20	% B over A	DEFAC May-20	% D over A	\$ Increase D over B
<b>Personal Income Tax</b>	<b>1,730.5</b>	<b>1,581.2</b>	<b>-8.6%</b>	<b>1,639.5</b>	<b>-5.3%</b>	<b>58.3</b>
Less: Refunds	<u>(203.0)</u>	<u>(208.6)</u>	<b>2.8%</b>	<u>(198.8)</u>	<b>-2.1%</b>	<b>9.8</b>
<b>PIT Less Refunds</b>	<b>1,527.5</b>	<b>1,372.6</b>	<b>-10.1%</b>	<b>1,440.7</b>	<b>-5.7%</b>	<b>68.1</b>
Franchise Tax	906.2	936.9	3.4%	936.9	3.4%	0.0
Limited Partnerships & LLC's	322.0	<u>326.8</u>	1.5%	<u>316.8</u>	-1.6%	(10.0)
Subtotal Franchise + LP/LLC	1,228.2	1,263.7	2.9%	1,253.7	2.1%	(10.0)
Less: Refunds	<u>(12.0)</u>	<u>(12.0)</u>	0.0%	<u>(12.0)</u>	0.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,216.2	1,251.7	2.9%	1,241.7	2.1%	(10.0)
<b>Business Entity Fees</b>	<b>123.0</b>	<b>126.8</b>	<b>3.1%</b>	<b>126.8</b>	<b>3.1%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>25.2</b>	<b>26.8</b>	<b>6.3%</b>	<b>26.8</b>	<b>6.3%</b>	<b>0.0</b>
Unclaimed Property	554.0	554.0	0.0%	554.0	0.0%	0.0
Less: Refunds	(114.3)	(100.0)	-12.5%	(106.0)	-7.3%	(6.0)
Unclaimed Prop Less Refunds	439.7	454.0	3.3%	448.0	1.9%	(6.0)
<b>Gross Receipts Tax</b>	<b>259.3</b>	<b>234.9</b>	<b>-9.4%</b>	<b>251.1</b>	<b>-3.2%</b>	<b>16.2</b>
<b>Lottery</b>	<b>215.8</b>	<b>157.8</b>	<b>-26.9%</b>	<b>163.1</b>	<b>-24.4%</b>	<b>5.3</b>
Corporation Income Tax	187.8	129.7	-31.0%	143.0	-23.9%	13.3
Less: Refunds	<u>(40.0)</u>	<u>(58.0)</u>	45.0%	<u>(46.0)</u>	15.0%	<u>12.0</u>
CIT Less Refunds	147.8	71.7	-51.5%	97.0	-34.4%	25.3
<b>Realty Transfer Tax</b>	<b>154.3</b>	<b>160.0</b>	<b>3.7%</b>	<b>160.0</b>	<b>3.7%</b>	<b>0.0</b>
<b>Cigarette Taxes</b>	<b>122.6</b>	<b>115.0</b>	<b>-6.2%</b>	<b>115.0</b>	<b>-6.2%</b>	<b>0.0</b>
Bank Franchise Tax	100.8	86.4	-14.3%	86.4	-14.3%	0.0
Insurance Taxes and Fees	86.6	81.5	-5.9%	70.1	-19.0%	(11.4)
Hospital Board and Treatment	35.4	28.7	-18.8%	26.7	-24.5%	(2.0)
<b>Public Utility Tax</b>	<b>37.0</b>	<b>35.7</b>	<b>-3.5%</b>	<b>35.7</b>	<b>-3.5%</b>	<b>0.0</b>
<b>Alcoholic Beverage Tax</b>	<b>26.6</b>	<b>26.0</b>	<b>-2.3%</b>	<b>26.0</b>	<b>-2.3%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>24.9</b>	<b>53.7</b>	<b>115.6%</b>	<b>54.7</b>	<b>119.6%</b>	<b>1.0</b>
<b>Other Revenues</b>	<b>67.6</b>	<b>61.9</b>	<b>-8.5%</b>	<b>66.1</b>	<b>-2.3%</b>	<b>4.2</b>
Less: Other Refunds	<u>(18.5)</u>	<u>(21.7)</u>	17.5%	<u>(20.4)</u>	10.4%	1.3
<b>Net Receipts</b>	<b>4,591.9</b>	<b>4,323.5</b>	<b>-5.8%</b>	<b>4,415.5</b>	<b>-3.8%</b>	<b>92.0</b>

Adj Growth Rate

**-1.25%**

## DEFAC General Fund Revenue Worksheet

May-20 DEFAC Meeting	FY 2021					FY 2022				
	G DEFAC Apr-20	H % G over B	I DEFAC May-20	J % I over D	K \$ Increase I over G	L DEFAC Apr-20	M % L over G	N DEFAC May-20	O % N over I	P \$ Increase N over L
Revenue Category										
<b>Personal Income Tax</b>	<b>1,719.3</b>	<b>8.7%</b>	<b>1,792.5</b>	<b>9.3%</b>	<b>73.2</b>	<b>1,699.4</b>	<b>-1.2%</b>	<b>1,784.1</b>	<b>-0.5%</b>	<b>84.7</b>
Less: Refunds	<u>(239.4)</u>	<b>14.8%</b>	<u>(249.2)</u>	<b>25.4%</b>	<u>(9.8)</u>	<u>(251.9)</u>	<b>5.2%</b>	<u>(251.9)</u>	<b>1.1%</b>	<b>0.0</b>
<b>PIT Less Refunds</b>	<b>1,479.9</b>	<b>7.8%</b>	<b>1,543.3</b>	<b>7.1%</b>	<b>63.4</b>	<b>1,447.5</b>	<b>-2.2%</b>	<b>1,532.2</b>	<b>-0.7%</b>	<b>84.7</b>
Franchise Tax	936.9	0.0%	936.9	0.0%	0.0	956.3	2.1%	956.3	2.1%	0.0
Limited Partnerships & LLC's	<u>364.5</u>	11.5%	<u>364.5</u>	15.1%	0.0	<u>369.8</u>	1.5%	<u>369.8</u>	1.5%	0.0
Subtotal Franchise + LP/LLC	1,301.4	3.0%	1,301.4	3.8%	0.0	1,326.1	1.9%	1,326.1	1.9%	0.0
Less: Refunds	<u>(10.0)</u>	-16.7%	<u>(10.0)</u>	-16.7%	<u>0.0</u>	<u>(10.0)</u>	0.0%	<u>(10.0)</u>	0.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,291.4	3.2%	1,291.4	4.0%	0.0	1,316.1	1.9%	1,316.1	1.9%	0.0
<b>Business Entity Fees</b>	<b>130.1</b>	<b>2.6%</b>	<b>130.1</b>	<b>2.6%</b>	<b>0.0</b>	<b>133.5</b>	<b>2.6%</b>	<b>133.5</b>	<b>2.6%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>27.5</b>	<b>2.6%</b>	<b>27.5</b>	<b>2.6%</b>	<b>0.0</b>	<b>28.2</b>	<b>2.5%</b>	<b>28.2</b>	<b>2.5%</b>	<b>0.0</b>
Unclaimed Property	525.0	-5.2%	554.0	0.0%	29.0	500.0	-4.8%	500.0	-9.7%	0.0
Less: Refunds	<u>(110.0)</u>	10.0%	<u>(110.0)</u>	3.8%	0.0	<u>(110.0)</u>	0.0%	<u>(110.0)</u>	0.0%	0.0
Unclaimed Prop Less Refunds	415.0	-8.6%	444.0	-0.9%	29.0	390.0	-6.0%	390.0	-12.2%	0.0
<b>Gross Receipts Tax</b>	<b>247.0</b>	<b>5.2%</b>	<b>236.1</b>	<b>-6.0%</b>	<b>(10.9)</b>	<b>276.1</b>	<b>11.8%</b>	<b>252.6</b>	<b>7.0%</b>	<b>(23.5)</b>
<b>Lottery</b>	<b>185.3</b>	<b>17.4%</b>	<b>171.9</b>	<b>5.4%</b>	<b>(13.4)</b>	<b>200.1</b>	<b>8.0%</b>	<b>187.3</b>	<b>9.0%</b>	<b>(12.8)</b>
Corporation Income Tax	157.8	21.7%	166.8	16.6%	9.0	172.1	9.1%	172.1	3.2%	0.0
Less: Refunds	<u>(90.0)</u>	55.2%	<u>(90.0)</u>	95.7%	<u>0.0</u>	<u>(80.0)</u>	-11.1%	<u>(80.0)</u>	-11.1%	<u>0.0</u>
CIT Less Refunds	67.8	-5.4%	76.8	-20.8%	9.0	92.1	35.8%	92.1	19.9%	0.0
<b>Realty Transfer Tax</b>	<b>155.0</b>	<b>-3.1%</b>	<b>155.0</b>	<b>-3.1%</b>	<b>0.0</b>	<b>169.1</b>	<b>9.1%</b>	<b>169.1</b>	<b>9.1%</b>	<b>0.0</b>
<b>Cigarette Taxes</b>	<b>114.6</b>	<b>-0.3%</b>	<b>114.6</b>	<b>-0.3%</b>	<b>0.0</b>	<b>111.3</b>	<b>-2.9%</b>	<b>111.3</b>	<b>-2.9%</b>	<b>0.0</b>
Bank Franchise Tax	79.9	-7.5%	79.9	-7.5%	0.0	91.3	14.3%	91.3	14.3%	0.0
Insurance Taxes and Fees	100.3	23.1%	88.4	26.1%	(11.9)	88.0	-12.3%	76.0	-14.0%	(12.0)
Hospital Board and Treatment	30.5	6.3%	28.5	6.7%	(2.0)	30.8	1.0%	30.8	8.1%	0.0
<b>Public Utility Tax</b>	<b>34.9</b>	<b>-2.2%</b>	<b>34.9</b>	<b>-2.2%</b>	<b>0.0</b>	<b>33.6</b>	<b>-3.7%</b>	<b>33.6</b>	<b>-3.7%</b>	<b>0.0</b>
<b>Alcoholic Beverage Tax</b>	<b>25.4</b>	<b>-2.3%</b>	<b>27.5</b>	<b>5.8%</b>	<b>2.1</b>	<b>27.9</b>	<b>9.8%</b>	<b>27.9</b>	<b>1.5%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>27.0</b>	<b>-49.7%</b>	<b>35.0</b>	<b>-36.0%</b>	<b>8.0</b>	<b>24.5</b>	<b>-9.3%</b>	<b>24.5</b>	<b>-30.0%</b>	<b>0.0</b>
<b>Other Revenues</b>	<b>59.1</b>	<b>-4.5%</b>	<b>59.1</b>	<b>-10.6%</b>	<b>0.0</b>	<b>63.3</b>	<b>7.1%</b>	<b>63.3</b>	<b>7.1%</b>	<b>0.0</b>
Less: Other Refunds	<u>(19.8)</u>	-8.8%	<u>(19.8)</u>	-2.9%	0.0	<u>(19.6)</u>	-1.0%	<u>(19.6)</u>	-1.0%	0.0
<b>Net Receipts</b>	<b>4,450.9</b>	<b>2.9%</b>	<b>4,524.2</b>	<b>2.5%</b>	<b>73.3</b>	<b>4,503.8</b>	<b>1.2%</b>	<b>4,540.2</b>	<b>0.4%</b>	<b>36.4</b>

Adj Growth Rate

-4.75%6.25%

**TRANSPORTATION TRUST FUND**  
**EXPENDITURE REPORT**

**Delaware Department of Transportation  
FY 2020 Expenditures, Through April 30, 2020**

83%

	FY2018 Actual	FY2019 Actual	FY2020 Appropriation	SEPTEMBER FY2020 Forecast	DECEMBER FY2020 Forecast	MARCH FY2020 Forecast	APRIL FY2020 Forecast	MAY FY2020 Forecast	\$ difference	\$ difference Forecast V. FY2019 Actual	FY2020 YTD Spend	% spent YTD
<b>Operations</b>			<u>w/o US301</u>									
Debt Service	91.6	94.5	91.5	91.5	91.5	91.5	91.5	91.5	0.0	(3.0)	91.5	100%
Personnel Costs	90.7	96.9	96.6	96.6	96.6	96.6	96.6	102.9	6.3	6.0	86.5	84%
Operations/Capital Outlay	62.8	64.4	69.3	69.3	69.3	69.3	69.3	63.9	(5.4)	(0.5)	49.3	77%
Transit Operations (DTC)	<u>89.8</u>	<u>93.2</u>	<u>94.8</u>	<u>94.8</u>	<u>94.8</u>	<u>94.8</u>	<u>94.8</u>	<u>94.8</u>	<u>0.0</u>	<u>1.6</u>	<u>79.0</u>	<u>83%</u>
<b>Total Expenditures - Operations</b>	<b>334.9</b>	<b>349.0</b>	<b>352.2</b>	<b>352.2</b>	<b>352.2</b>	<b>352.2</b>	<b>352.2</b>	<b>353.1</b>	<b>0.9</b>	<b>4.1</b>	<b>306.3</b>	<b>87%</b>
<b>State Capital</b>												
Road System	146.4	202.6	236.3	236.3	236.3	241.8	241.8	241.8	0.0	39.2	194.0	80%
Grants & Allocations	24.7	30.6	38.3	38.3	38.3	38.3	38.3	38.3	0.0	7.7	31.2	81%
Support Systems	42.9	51.0	55.6	55.6	55.6	55.6	55.6	55.6	0.0	4.6	43.9	79%
Transit	<u>19.9</u>	<u>28.0</u>	<u>41.2</u>	<u>41.2</u>	<u>41.2</u>	<u>35.7</u>	<u>35.7</u>	<u>35.7</u>	<u>0.0</u>	<u>7.7</u>	<u>22.8</u>	<u>64%</u>
State Capital	233.9	312.2	371.4	371.4	371.4	371.4	371.4	371.4	0.0	59.2	291.9	79%
<b>Federal Capital</b>												
Federal Capital	233.9	215.7	280.0	280.0	280.0	280.0	280.0	280.0	0.0	64.3	216.4	77%
<b>Total Expenditures - Capital</b>	<b>467.8</b>	<b>527.9</b>	<b>651.4</b>	<b>651.4</b>	<b>651.4</b>	<b>651.4</b>	<b>651.4</b>	<b>651.4</b>	<b>0.0</b>	<b>123.5</b>	<b>508.3</b>	<b>78%</b>
<b>TOTAL EXPENDITURES</b>	<b>802.7</b>	<b>876.9</b>	<b>1,003.6</b>	<b>1,003.6</b>	<b>1,003.6</b>	<b>1,003.6</b>	<b>1,003.6</b>	<b>1,004.5</b>	<b>0.9</b>	<b>127.6</b>	<b>814.6</b>	<b>81%</b>

	SEPTEMBER FY2020 Forecast	DECEMBER FY2020 Forecast	MARCH FY2020 Forecast	APRIL FY2020 Forecast	MAY FY2020 Forecast	\$ difference	\$ difference Forecast V. FY2019 Actual	FY2020 YTD Spend	% spent YTD
DelDOT	1,003.6	1,003.6	1,003.6	1,003.6	1,004.5	\$ 0.9	\$ 127.6	\$ 814.6	81%
US301	42.5	42.5	35.7	35.7	35.7	\$ -	\$ (53.7)	\$ 33.7	94%
<b>TOTAL</b>	<b>1,046.1</b>	<b>1,046.1</b>	<b>1,039.3</b>	<b>1,039.3</b>	<b>1,040.2</b>	<b>\$ 0.9</b>	<b>\$ 73.9</b>	<b>\$ 848.3</b>	<b>82%</b>

**Delaware Department of Transportation**  
**US 301 FY 2020 Expenditures, Through April 30, 2020**

83%

	FY2018 Actual	FY2019 Actual	FY2020 Appropriation	SEPTEMBER FY2020 Forecast	DECEMBER FY2020 Forecast	MARCH FY2019 Forecast	APRIL FY2019 Forecast	MAY FY2020 Forecast	\$ difference	\$ difference Forecast V. FY2019 Actual	FY2020 YTD Spend	% spent YTD
<b>US301 Operations</b>												
Debt Service - TRB	0.0	0.0	10.2	10.2	10.2	10.2	10.2	10.2	0.0	10.2	10.2	100%
Debt Service - TIFIA	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	N/A
Operations	0.0	1.2	<u>3.1</u>	<u>3.1</u>	<u>3.1</u>	<u>3.1</u>	<u>3.1</u>	<u>3.1</u>	<u>0.0</u>	<u>1.9</u>	<u>2.2</u>	<u>71%</u>
Total Expenditures - Operations	0.0	1.2	13.3	13.3	13.3	13.3	13.3	13.3	0.0	12.1	12.4	93%
<b>US301 Capital</b>												
Toll Revenue Bonds	3.5	11.6	3.5	3.5	3.5	(3.3)	(3.3)	(3.3)	0.0	(14.9)	(4.4)	
TIFIA Loan	<u>113.2</u>	<u>76.6</u>	<u>25.7</u>	<u>25.7</u>	<u>25.7</u>	<u>25.7</u>	<u>25.7</u>	<u>25.7</u>	<u>0.0</u>	<u>(50.9)</u>	<u>25.7</u>	<u>100%</u>
Total US301	116.7	88.2	29.2	29.2	29.2	22.4	22.4	22.4	0.0	(65.8)	21.3	95%
<b>TOTAL EXPENDITURES</b>	<b>116.7</b>	<b>89.4</b>	<b>42.5</b>	<b>42.5</b>	<b>42.5</b>	<b>35.7</b>	<b>35.7</b>	<b>35.7</b>	<b>0.0</b>	<b>(53.7)</b>	<b>33.7</b>	<b>94%</b>

**TRANSPORTATION TRUST FUND**  
**REVENUE REPORT**

**DELAWARE DEPARTMENT OF TRANSPORTATION**  
**Transportation Trust Fund Revenues**

	FY18	FY19	% Chg.	Fiscal 2020			Fiscal 2021		
				4/20/20 Approved	5/21/20 Recomm	% Chg. FY 19	4/20/20 Approved	5/21/20 Recomm	% Chg. FY 20
<b><u>TOLL ROAD REVENUES:</u></b>									
I95 Newark Plaza	\$132.7	\$134.9	1.7%	\$116.8	<b>\$116.8</b>	-13.4%	\$132.1	<b>\$132.1</b>	13.1%
Route 1 Toll Road	62.0	62.5	0.8%	\$55.7	<b>\$55.7</b>	-10.9%	\$62.4	<b>\$62.4</b>	12.0%
Concessions	<u>2.4</u>	<u>2.4</u>	<u>0.0%</u>	<u>\$2.0</u>	<b><u>\$2.0</u></b>	<u>0.0%</u>	<u>\$2.2</u>	<b><u>\$2.2</u></b>	<u>0.0%</u>
<b>Total Toll Road Revenues</b>	197.1	199.8	1.4%	\$174.5	<b>\$174.5</b>	-12.7%	\$196.7	<b>\$196.7</b>	12.7%
<b>MOTOR FUEL TAX ADMIN.</b>	132.9	144.7	8.9%	\$136.0	<b>\$136.0</b>	(6.0%)	\$147.7	<b>\$147.7</b>	8.6%
<b><u>DIVISION OF MOTOR VEHICLES</u></b>									
Motor Vehicle Document Fees	116.2	119.8	3.1%	\$114.8	<b>\$114.8</b>	-4.2%	\$115.0	<b>\$115.0</b>	0.2%
Motor Vehicle Registration Fees	55.3	58.1	5.1%	\$51.0	<b>\$51.0</b>	-12.2%	\$58.4	<b>\$58.4</b>	14.5%
Other DMV Revenues	<u>39.6</u>	<u>40.9</u>	<u>3.3%</u>	<u>\$38.1</u>	<b><u>\$38.1</u></b>	<u>-6.7%</u>	<u>\$42.0</u>	<b><u>\$42.0</u></b>	<u>10.2%</u>
<b>Total DMV Revenues</b>	211.1	218.8	3.6%	\$203.9	<b>\$203.9</b>	-6.8%	\$215.4	<b>\$215.4</b>	5.6%
<b><u>OTHER TRANSPORTATION REV.</u></b>									
Other Transportation Rev	13.0	12.6	-3.1%	\$11.0	<b>\$11.0</b>	-12.7%	\$12.0	<b>\$12.0</b>	9.1%
Investment Income(Net)	<u>6.8</u>	<u>5.5</u>	<u>-19.1%</u>	<u>\$5.9</u>	<b><u>\$5.9</u></b>	<u>7.3%</u>	<u>\$5.0</u>	<b><u>\$5.0</u></b>	<u>-15.3%</u>
<b>Total Other Transp. Revenue</b>	19.8	18.1	-8.6%	\$16.9	<b>\$16.9</b>	-6.6%	\$17.0	<b>\$17.0</b>	0.6%
<b>GRAND TOTAL</b>	\$560.9	\$581.4	3.7%	\$531.3	<b>\$531.3</b>	-8.6%	\$576.8	<b>\$576.8</b>	8.6%

	FY18	FY19	% Chg.	Fiscal 2020			Fiscal 2021		
<b>US301 Revenues</b>	\$ -	\$ 7.0		\$ 19.8	\$ 19.8		\$ 21.0	\$ 21.0	
<b>TOTAL</b>	\$ 560.9	\$ 588.4	4.9%	\$ 551.1	\$ 551.1	-6.3%	\$ 597.8	\$ 597.8	8.5%



# **MISCELLANEOUS**

# **DEFAC**

## **Recommended General Fund Revenue Estimate**



May 21, 2020

# Uncertainty Continues

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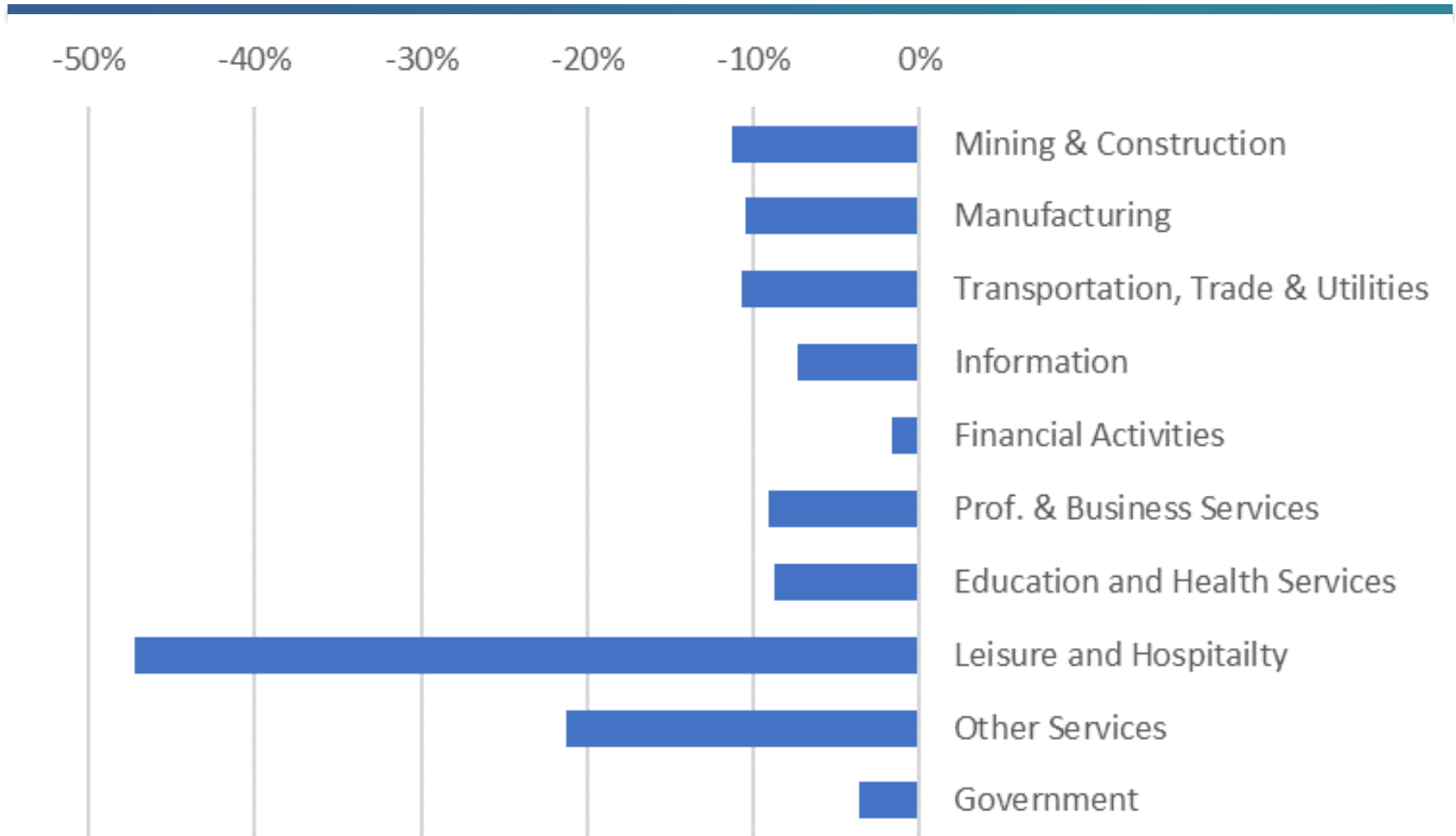
- Some economic and revenue data now showing initial impact of lockdown
  - National employment data for April and US/State unemployment claims data through mid-May
  - Collections for April, full month of lockdown
  - Estimated payments, and underlying activity, remain unknown
- Depth of downturn and, critically, shape of recovery remain key questions with divergence of opinion

# Unique Features of Current Recession

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- Impact on both supply and demand sides
  - Demand destruction from lockdown
  - Supply chains are disrupted
- Health outcome is integral part of a sustained recovery
- No noticeable excess or bubble prior to recession

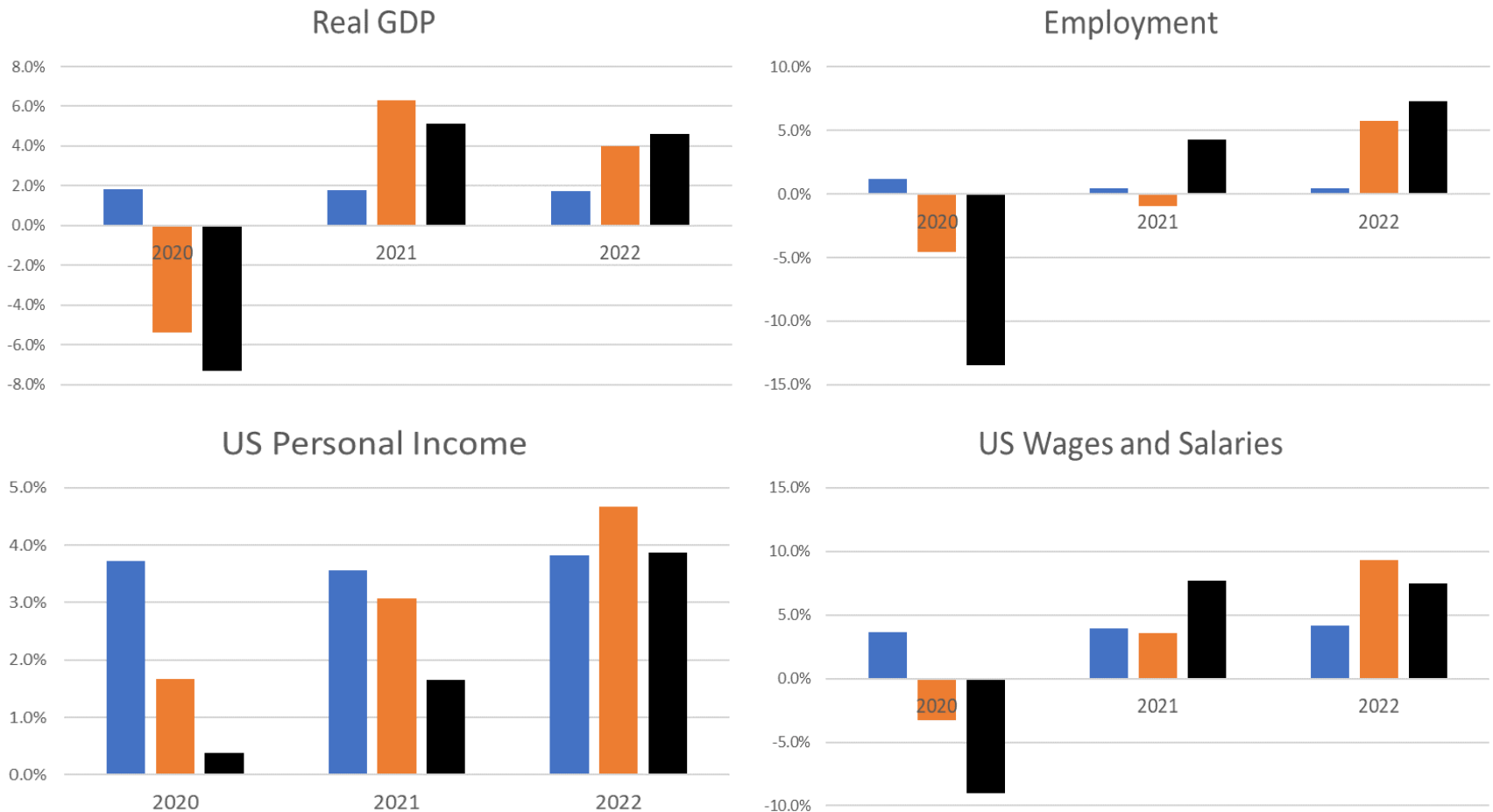
# US Employment in April



Source: BLS, May 8 2020

# US Outlook Continues to Deteriorate

## Calendar Year Forecasts



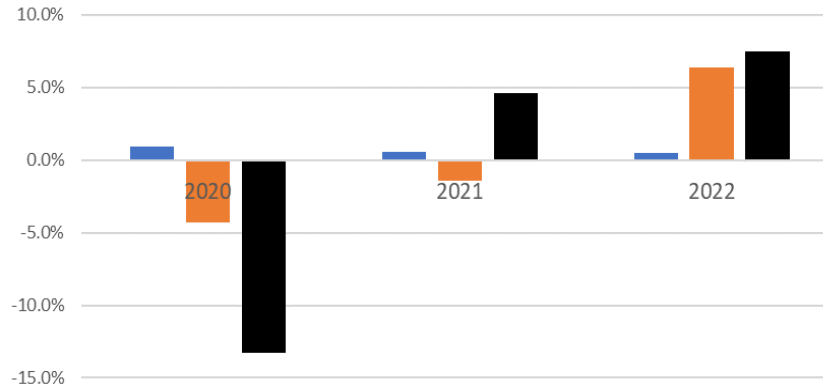
Source: IHS, May 11 2020

■ March 
 ■ April 
 ■ May

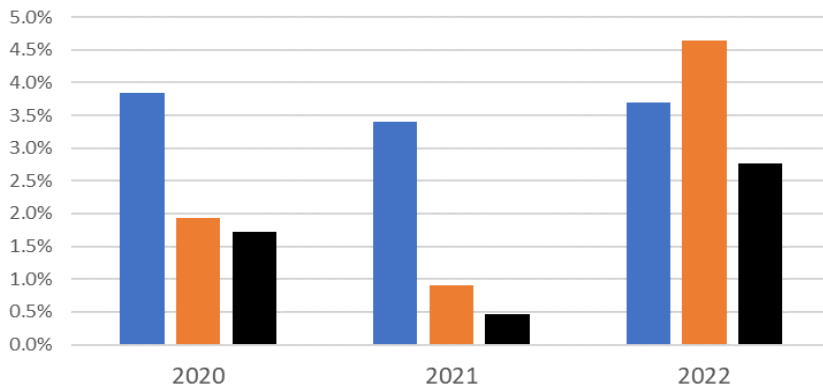
# Delaware Fares Same as US

## Calendar Year Forecasts

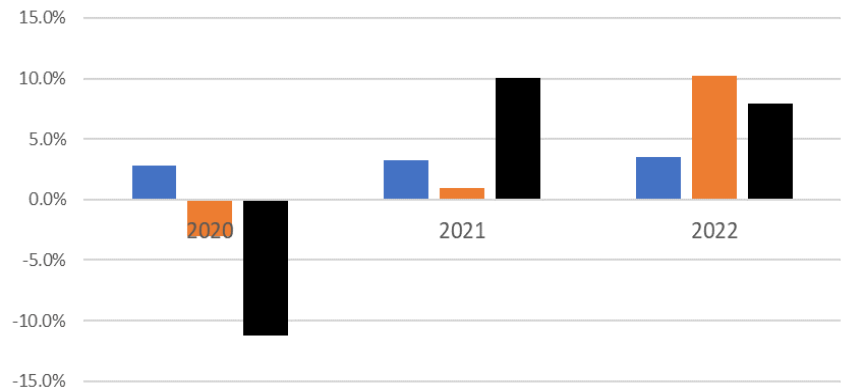
### DE Employment



### DE Personal Income

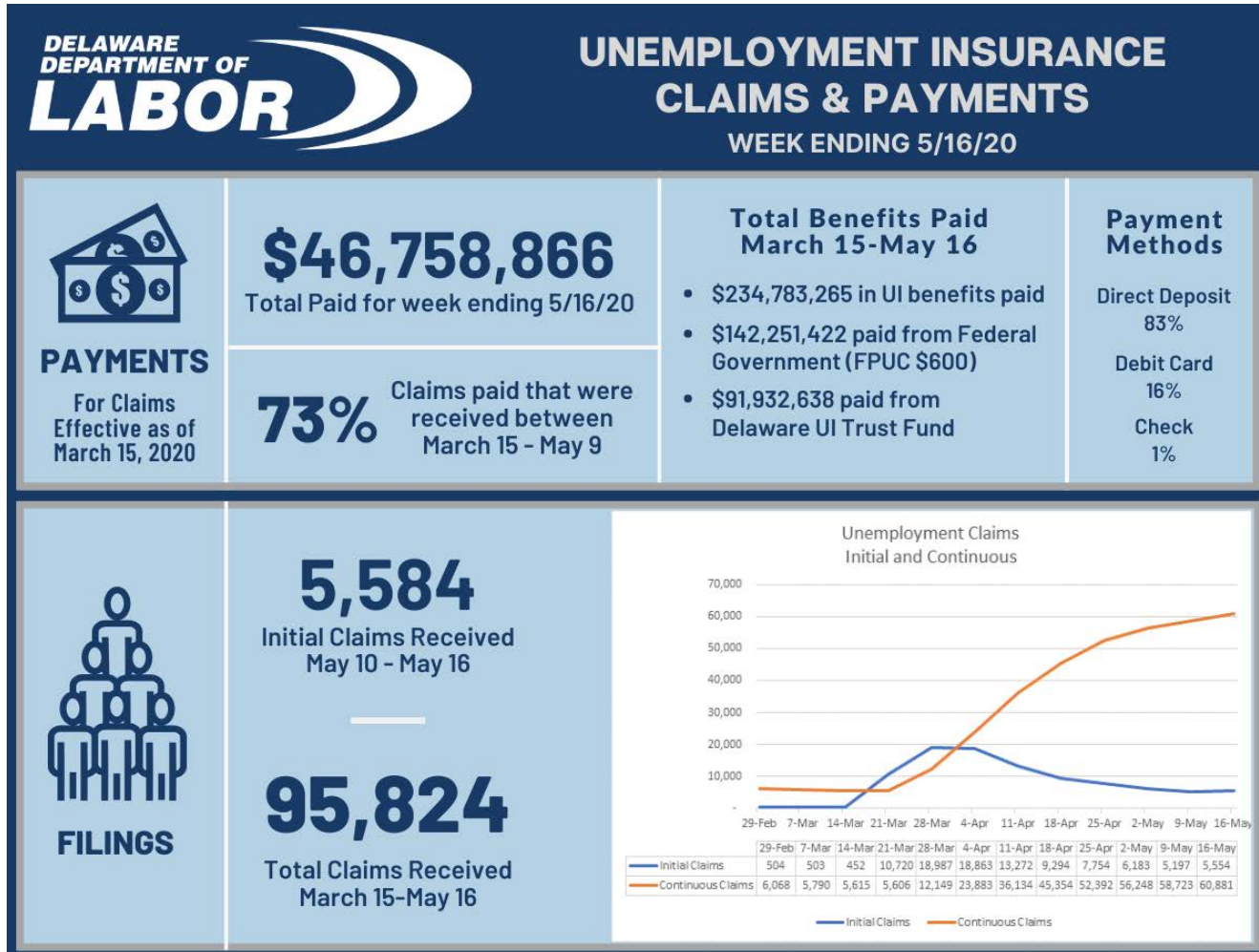


### DE Wages and Salaries



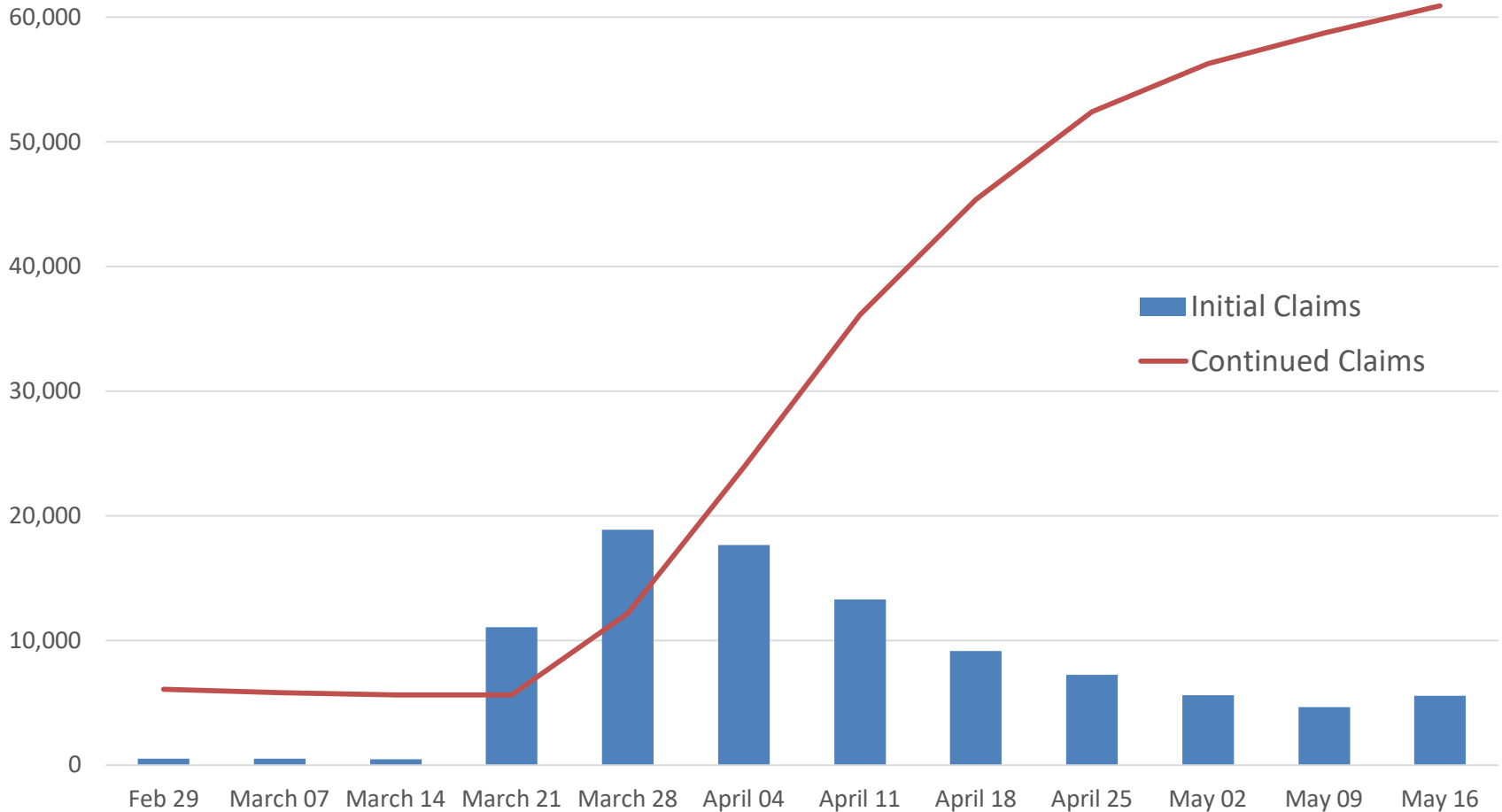
■ March 
 ■ April 
 ■ May

# UI Implications



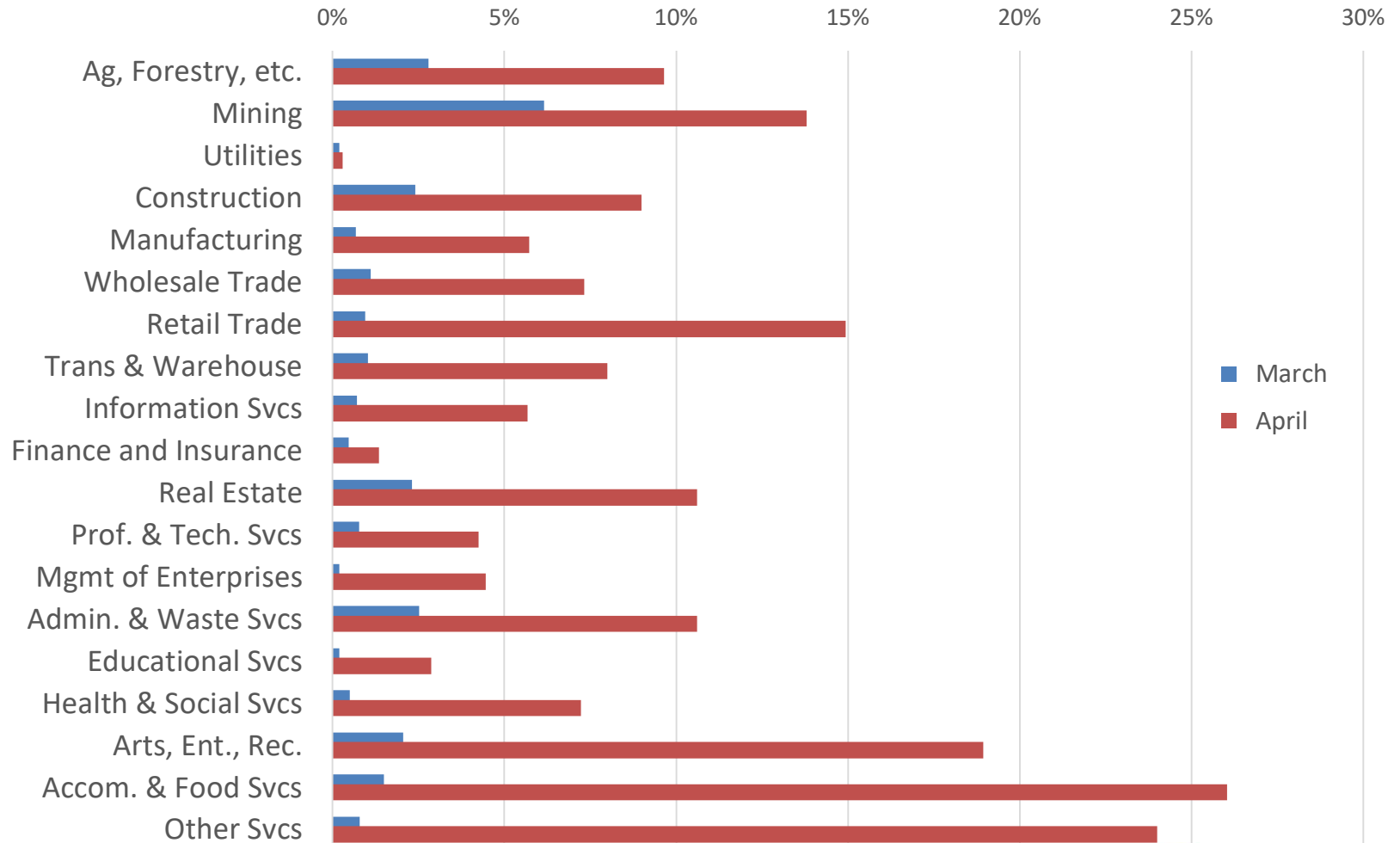


# DE Initial and Continued Claims



Source: Delaware DOL, May 19 2020

# Continued DE Claims as a Share of Industry Employment



Source: Delaware DOL, May 19 2020

# Revenues Brought Into Alignment

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- April revisions of several key estimates overshot the mark for fiscal year 2020
  - With limited time remaining, collections can reasonably only drop so far in 2020
  - Exception is income tax final payments, but those would only reflect shift from FY 2020 to FY 2021
- Large risks at this point (positive or negative) lie in fiscal year 2021, fundamentally related to the shape of the recovery

# Generally, Same Assumptions

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- Based on White House guidelines, shutdown relaxed slowly beginning in June
- Path to recovery generally swoosh-shaped, returning to something resembling “normal”
- Significant number of taxpayers take advantage of delayed due dates (*though perhaps fewer than expected*)
- Q2 estimated due dates not delayed
- Coronavirus / lockdown does not recur

# Dramatic Deceleration of Revenues

Revenue	Growth Through March	Growth April to May 20 <sup>th</sup>
Withholding*	6.4%	0.3%
PIT Estimated	20.1%	-57.6%
PIT Final	6.9%	-77.5%
CIT Tentative	16.8%	-60.6%
CIT Final	26.7%	-72.7%
Gross Receipts Tax	7.5%	-5.8%
Video Lottery	-2.9%	-67.1%

\* Withholding affected by timing issue; through the 19<sup>th</sup>, it was down about 4%

Table shows gross collections of selected general fund revenue sources—includes revenues transferred to special funds

# Job Losses Not Proportionate

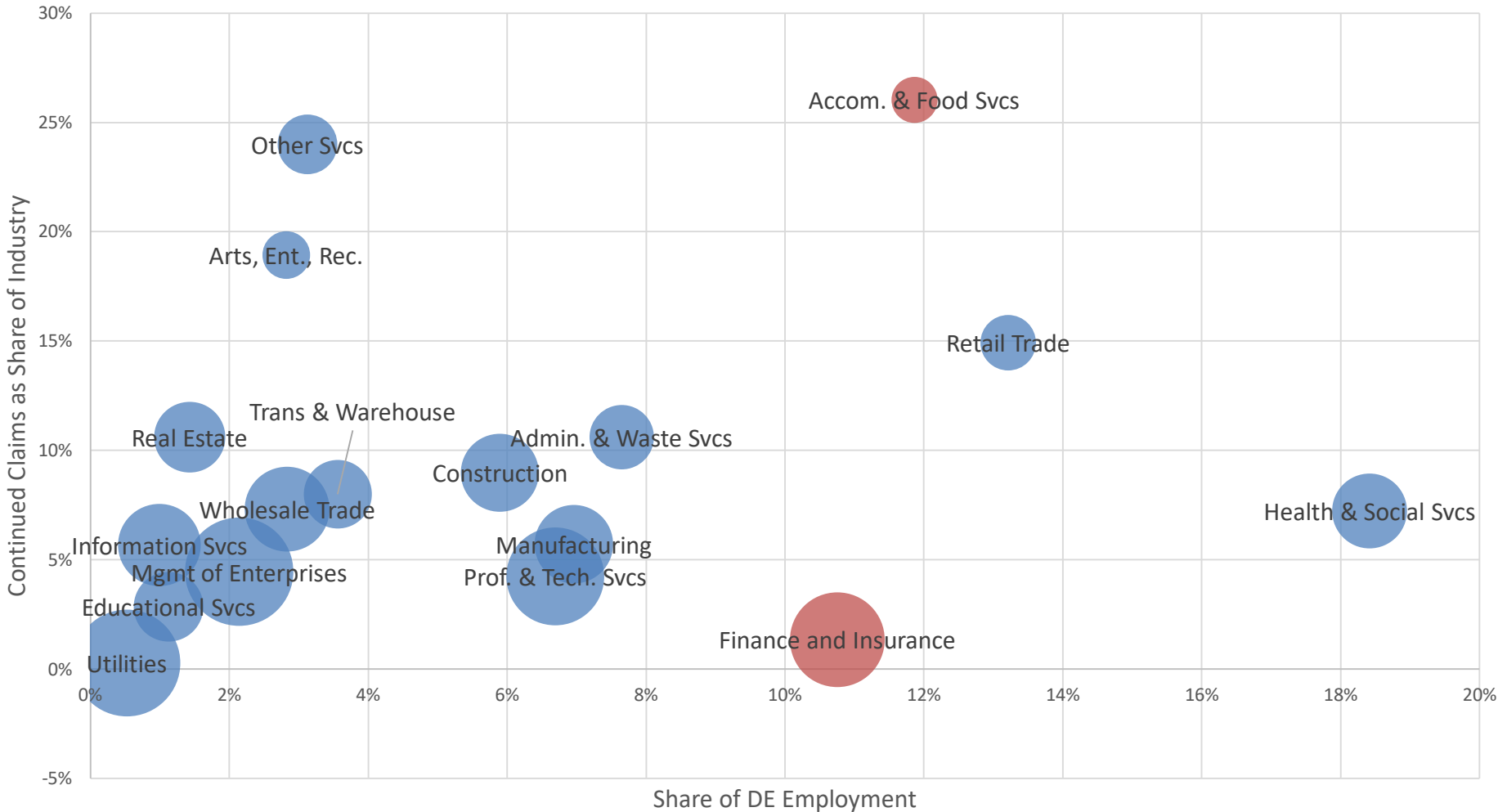
Selected Industries	Cont. Claims as % of Industry	Share of DE Employment	Average Wage
Accommodations & Food	26.0%	11.9%	\$413
Other Services	24.0%	3.1%	684
Arts, Entertainment & Recreation	18.9%	2.8%	441
Retail Trade	14.9%	13.2%	591
Health & Social Services	7.2%	18.4%	1,088
Professional & Technical Services	4.2%	6.7%	1,848
Wholesale Trade	2.8%	7.3%	1,388
Finance & Insurance	1.4%	10.8%	1,746

Share of DE Employment is the share of Delaware private sector non-agriculture jobs 2019Q3

Average Wage is the average weekly wage for the third quarter of 2019

Source: BLS, Delaware DOL

# Impact by Industry



Diameter of bubble indicates average weekly wage

# PIT Withholding

\$ in millions	FY 2020	FY 2021	FY 2022
Estimate	1,345.0	1,304.8	1,370.0
May Adj.	49.4	28.6	30.1
Adj. Growth	2.4%	-3.0%	5.0%

- Withholding had been expected to fall 20% remainder of this year; April estimate requires 40% drop in May and June
- May down roughly 13.5%—likely the trough
- Deeper decline in FY 21, in line with the revised wage and salary forecast



# Net Personal Income Tax

\$ in millions	FY 2020	FY 2021	FY 2022
Estimate	1,440.7	1,543.3	1,532.2
May Adj.	68.1	63.4	84.7
Adj. Growth	2.4%	-9.5%	7.5%

- Estimated revised upward \$17.4 million
  - April receipts down 60%, better than expected
  - Essentially zero dollars were due in April
- Reconciliations adjusted based on growth for ten business days mid-month (to avoid distortions from filing season spillover)—shifts roughly equivalent amounts from this year to next

# Gross Receipts Tax

\$ in millions	FY 2020	FY 2021	FY 2022
Estimate	251.1	236.1	252.6
May Adj.	16.2	(10.9)	(23.5)
Adj. Growth	0.8%	-5.3%	6.7%

- May collections for current activity, for those paying both this and last year, were down 16%
- May and June assumed down that much, along with special fund transfers
- Non-petroleum assumed to get back to close to normal over the course of FY 2021, but petroleum drops 40%

# Corporate Income Tax

\$ in millions	FY 2020	FY 2021	FY 2022
Estimate	97.0	76.8	92.1
May Adj.	25.3	9.0	0.0
Adj. Growth	-21.5%	-50.7%	34.3%

- April estimate requires 93% decline in May/June
  - April receipts down 76%
  - No payment required from most taxpayers
- Smaller swing in profits now expected this year and next, moderating declines
- Some expected refunds shifted to next year due to inability to conduct audits, and large audit receipts expected in FY 21

# Other Revenues

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- **Unclaimed property** refunds on pace for \$106 million this year; will hit the cap of \$554 million for gross receipts next year
- **Traditional lottery** growing strongly last several weeks resulting in FY 20 increase
- Social distancing mandate and presumed response result in FY 21 reduction for **casinos**
- **Insurance** reduced due in part to payment delays and discounts resulting from the virus
- Underlying **Dividend and Interest** forecast essentially unchanged, but rebalancing results in slight increase this year and larger next

Fiscal Year 2020 Recommended Forecast

<b>May-20</b> <b>DEFAC Meeting</b>	<b>FY 2019</b> <b>A</b> <b>Actual</b> <b>Collections</b>	<b>FY 2020</b>				
		B	C	D	E	F
		DEFAC	%	DEFAC	%	\$ Increase
Revenue Category		Apr-20	B over A	May-20	D over A	D over B
<b>Personal Income Tax</b>	1,730.5	1,581.2	-8.6%	1,639.5	-5.3%	58.3
<b>Less: Refunds</b>	<u>(203.0)</u>	<u>(208.6)</u>	2.8%	<u>(198.8)</u>	-2.1%	<u>9.8</u>
<b>PIT Less Refunds</b>	1,527.5	1,372.6	-10.1%	1,440.7	-5.7%	68.1
Franchise Tax	906.2	936.9	3.4%	936.9	3.4%	0.0
Limited Partnerships & LLC's	322.0	<u>326.8</u>	1.5%	<u>316.8</u>	-1.6%	(10.0)
Subtotal Franchise + LP/LLC	1,228.2	1,263.7	2.9%	1,253.7	2.1%	(10.0)
Less: Refunds	<u>(12.0)</u>	<u>(12.0)</u>	0.0%	<u>(12.0)</u>	0.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,216.2	1,251.7	2.9%	1,241.7	2.1%	(10.0)
<b>Business Entity Fees</b>	<b>123.0</b>	<b>126.8</b>	<b>3.1%</b>	<b>126.8</b>	<b>3.1%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>25.2</b>	<b>26.8</b>	<b>6.3%</b>	<b>26.8</b>	<b>6.3%</b>	<b>0.0</b>
Unclaimed Property	554.0	554.0	0.0%	554.0	0.0%	0.0
Less: Refunds	(114.3)	(100.0)	-12.5%	(106.0)	-7.3%	(6.0)
Unclaimed Prop Less Refunds	439.7	454.0	3.3%	448.0	1.9%	(6.0)
<b>Gross Receipts Tax</b>	<b>259.3</b>	<b>234.9</b>	<b>-9.4%</b>	<b>251.1</b>	<b>-3.2%</b>	<b>16.2</b>
<b>Lottery</b>	<b>215.8</b>	<b>157.8</b>	<b>-26.9%</b>	<b>163.1</b>	<b>-24.4%</b>	<b>5.3</b>
Corporation Income Tax	187.8	129.7	-31.0%	143.0	-23.9%	13.3
Less: Refunds	<u>(40.0)</u>	<u>(58.0)</u>	45.0%	<u>(46.0)</u>	15.0%	<u>12.0</u>
CIT Less Refunds	147.8	71.7	-51.5%	97.0	-34.4%	25.3
<b>Realty Transfer Tax</b>	<b>154.3</b>	<b>160.0</b>	<b>3.7%</b>	<b>160.0</b>	<b>3.7%</b>	<b>0.0</b>
<b>Cigarette Taxes</b>	<b>122.6</b>	<b>115.0</b>	<b>-6.2%</b>	<b>115.0</b>	<b>-6.2%</b>	<b>0.0</b>
Bank Franchise Tax	100.8	86.4	-14.3%	86.4	-14.3%	0.0
Insurance Taxes and Fees	86.6	81.5	-5.9%	70.1	-19.0%	(11.4)
Hospital Board and Treatment	35.4	28.7	-18.8%	26.7	-24.5%	(2.0)
<b>Public Utility Tax</b>	<b>37.0</b>	<b>35.7</b>	<b>-3.5%</b>	<b>35.7</b>	<b>-3.5%</b>	<b>0.0</b>
<b>Alcoholic Beverage Tax</b>	<b>26.6</b>	<b>26.0</b>	<b>-2.3%</b>	<b>26.0</b>	<b>-2.3%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>24.9</b>	<b>53.7</b>	<b>115.6%</b>	<b>54.7</b>	<b>119.6%</b>	<b>1.0</b>
<b>Other Revenues</b>	<b>67.6</b>	<b>61.9</b>	<b>-8.5%</b>	<b>66.1</b>	<b>-2.3%</b>	<b>4.2</b>
Less: Other Refunds	<u>(18.5)</u>	<u>(21.7)</u>	17.5%	<u>(20.4)</u>	10.4%	1.3
<b>Net Receipts</b>	<b>4,591.9</b>	<b>4,323.5</b>	<b>-5.8%</b>	<b>4,415.5</b>	<b>-3.8%</b>	<b>92.0</b>

Fiscal Year 2021 Recommended Forecast

<i>May-20 DEFAC Meeting</i>	FY 2020	FY 2021				
	D	G	H	I	J	K
	DEFAC	DEFAC	%	DEFAC	%	\$ Increase
Revenue Category	May-20	Apr-20	G over B	May-20	I over D	I over G
<b>Personal Income Tax</b>	<b>1,639.5</b>	<b>1,719.3</b>	<b>8.7%</b>	<b>1,792.5</b>	<b>9.3%</b>	<b>73.2</b>
<b>Less: Refunds</b>	<b><u>(198.8)</u></b>	<b><u>(239.4)</u></b>	<b>14.8%</b>	<b><u>(249.2)</u></b>	<b>25.4%</b>	<b><u>(9.8)</u></b>
<b>PIT Less Refunds</b>	<b>1,440.7</b>	<b>1,479.9</b>	<b>7.8%</b>	<b>1,543.3</b>	<b>7.1%</b>	<b>63.4</b>
Franchise Tax	936.9	936.9	0.0%	936.9	0.0%	0.0
Limited Partnerships & LLC's	<u>316.8</u>	<u>364.5</u>	11.5%	<u>364.5</u>	15.1%	0.0
Subtotal Franchise + LP/LLC	1,253.7	1,301.4	3.0%	1,301.4	3.8%	0.0
Less: Refunds	<u>(12.0)</u>	<u>(10.0)</u>	-16.7%	<u>(10.0)</u>	-16.7%	<u>0.0</u>
Net Franchise + LP/LLC	1,241.7	1,291.4	3.2%	1,291.4	4.0%	0.0
<b>Business Entity Fees</b>	<b>126.8</b>	<b>130.1</b>	<b>2.6%</b>	<b>130.1</b>	<b>2.6%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>26.8</b>	<b>27.5</b>	<b>2.6%</b>	<b>27.5</b>	<b>2.6%</b>	<b>0.0</b>
Unclaimed Property	554.0	525.0	-5.2%	554.0	0.0%	29.0
Less: Refunds	(106.0)	(110.0)	10.0%	(110.0)	3.8%	0.0
Unclaimed Prop Less Refunds	448.0	415.0	-8.6%	444.0	-0.9%	29.0
<b>Gross Receipts Tax</b>	<b>251.1</b>	<b>247.0</b>	<b>5.2%</b>	<b>236.1</b>	<b>-6.0%</b>	<b>(10.9)</b>
<b>Lottery</b>	<b>163.1</b>	<b>185.3</b>	<b>17.4%</b>	<b>171.9</b>	<b>5.4%</b>	<b>(13.4)</b>
Corporation Income Tax	143.0	157.8	21.7%	166.8	16.6%	9.0
Less: Refunds	<u>(46.0)</u>	<u>(90.0)</u>	55.2%	<u>(90.0)</u>	95.7%	<u>0.0</u>
CIT Less Refunds	97.0	67.8	-5.4%	76.8	-20.8%	9.0
<b>Realty Transfer Tax</b>	<b>160.0</b>	<b>155.0</b>	<b>-3.1%</b>	<b>155.0</b>	<b>-3.1%</b>	<b>0.0</b>
<b>Cigarette Taxes</b>	<b>115.0</b>	<b>114.6</b>	<b>-0.3%</b>	<b>114.6</b>	<b>-0.3%</b>	<b>0.0</b>
Bank Franchise Tax	86.4	79.9	-7.5%	79.9	-7.5%	0.0
Insurance Taxes and Fees	70.1	100.3	23.1%	88.4	26.1%	(11.9)
Hospital Board and Treatment	26.7	30.5	6.3%	28.5	6.7%	(2.0)
<b>Public Utility Tax</b>	<b>35.7</b>	<b>34.9</b>	<b>-2.2%</b>	<b>34.9</b>	<b>-2.2%</b>	<b>0.0</b>
<b>Alcoholic Beverage Tax</b>	<b>26.0</b>	<b>25.4</b>	<b>-2.3%</b>	<b>27.5</b>	<b>5.8%</b>	<b>2.1</b>
<b>Dividends and Interest</b>	<b>54.7</b>	<b>27.0</b>	<b>-49.7%</b>	<b>35.0</b>	<b>-36.0%</b>	<b>8.0</b>
<b>Other Revenues</b>	<b>66.1</b>	<b>59.1</b>	<b>-4.5%</b>	<b>59.1</b>	<b>-10.6%</b>	<b>0.0</b>
Less: Other Refunds	<u>(20.4)</u>	<u>(19.8)</u>	-8.8%	<u>(19.8)</u>	-2.9%	0.0
<b>Net Receipts</b>	<b>4,415.5</b>	<b>4,450.9</b>	<b>2.9%</b>	<b>4,524.2</b>	<b>2.5%</b>	<b>73.3</b>

Fiscal Year 2022 Recommended Forecast

<i>May-20 DEFAC Meeting</i>	FY 2021	FY 2022				
	I	L	M	N	O	P
	DEFAC	DEFAC	%	DEFAC	%	\$ Increase
Revenue Category	May-20	Apr-20	L over G	May-20	N over I	N over L
<b>Personal Income Tax</b>	<b>1,792.5</b>	<b>1,699.4</b>	<b>-1.2%</b>	<b>1,784.1</b>	<b>-0.5%</b>	<b>84.7</b>
<b>Less: Refunds</b>	<b><u>(249.2)</u></b>	<b><u>(251.9)</u></b>	<b>5.2%</b>	<b><u>(251.9)</u></b>	<b>1.1%</b>	<b><u>0.0</u></b>
<b>PIT Less Refunds</b>	<b>1,543.3</b>	<b>1,447.5</b>	<b>-2.2%</b>	<b>1,532.2</b>	<b>-0.7%</b>	<b>84.7</b>
Franchise Tax	936.9	956.3	2.1%	956.3	2.1%	0.0
Limited Partnerships & LLC's	<u>364.5</u>	<u>369.8</u>	1.5%	<u>369.8</u>	1.5%	0.0
Subtotal Franchise + LP/LLC	1,301.4	1,326.1	1.9%	1,326.1	1.9%	0.0
Less: Refunds	<u>(10.0)</u>	<u>(10.0)</u>	0.0%	<u>(10.0)</u>	0.0%	<u>0.0</u>
Net Franchise + LP/LLC	1,291.4	1,316.1	1.9%	1,316.1	1.9%	0.0
<b>Business Entity Fees</b>	<b>130.1</b>	<b>133.5</b>	<b>2.6%</b>	<b>133.5</b>	<b>2.6%</b>	<b>0.0</b>
<b>Uniform Commercial Code</b>	<b>27.5</b>	<b>28.2</b>	<b>2.5%</b>	<b>28.2</b>	<b>2.5%</b>	<b>0.0</b>
Unclaimed Property	554.0	500.0	-4.8%	500.0	-9.7%	0.0
Less: Refunds	(110.0)	(110.0)	0.0%	(110.0)	0.0%	0.0
Unclaimed Prop Less Refunds	444.0	390.0	-6.0%	390.0	-12.2%	0.0
<b>Gross Receipts Tax</b>	<b>236.1</b>	<b>276.1</b>	<b>11.8%</b>	<b>252.6</b>	<b>7.0%</b>	<b>(23.5)</b>
<b>Lottery</b>	<b>171.9</b>	<b>200.1</b>	<b>8.0%</b>	<b>187.3</b>	<b>9.0%</b>	<b>(12.8)</b>
Corporation Income Tax	166.8	172.1	9.1%	172.1	3.2%	0.0
Less: Refunds	<u>(90.0)</u>	<u>(80.0)</u>	-11.1%	<u>(80.0)</u>	-11.1%	<u>0.0</u>
CIT Less Refunds	76.8	92.1	35.8%	92.1	19.9%	0.0
<b>Realty Transfer Tax</b>	<b>155.0</b>	<b>169.1</b>	<b>9.1%</b>	<b>169.1</b>	<b>9.1%</b>	<b>0.0</b>
<b>Cigarette Taxes</b>	<b>114.6</b>	<b>111.3</b>	<b>-2.9%</b>	<b>111.3</b>	<b>-2.9%</b>	<b>0.0</b>
Bank Franchise Tax	79.9	91.3	14.3%	91.3	14.3%	0.0
Insurance Taxes and Fees	88.4	88.0	-12.3%	76.0	-14.0%	(12.0)
Hospital Board and Treatment	28.5	30.8	1.0%	30.8	8.1%	0.0
<b>Public Utility Tax</b>	<b>34.9</b>	<b>33.6</b>	<b>-3.7%</b>	<b>33.6</b>	<b>-3.7%</b>	<b>0.0</b>
<b>Alcoholic Beverage Tax</b>	<b>27.5</b>	<b>27.9</b>	<b>9.8%</b>	<b>27.9</b>	<b>1.5%</b>	<b>0.0</b>
<b>Dividends and Interest</b>	<b>35.0</b>	<b>24.5</b>	<b>-9.3%</b>	<b>24.5</b>	<b>-30.0%</b>	<b>0.0</b>
<b>Other Revenues</b>	<b>59.1</b>	<b>63.3</b>	<b>7.1%</b>	<b>63.3</b>	<b>7.1%</b>	<b>0.0</b>
Less: Other Refunds	<u>(19.8)</u>	<u>(19.6)</u>	-1.0%	<u>(19.6)</u>	-1.0%	0.0
<b>Net Receipts</b>	<b>4,524.2</b>	<b>4,503.8</b>	<b>1.2%</b>	<b>4,540.2</b>	<b>0.4%</b>	<b>36.4</b>

# Balance & Appropriations

## FY 2020 EXPENDITURES

Total Spending Authority	\$5,082.8
Less: Continuing Appropriations & Encumbrances from FY20	(\$393.7)
Less: Reversions	(\$137.6)
<b>Total Expenditures</b>	<b>\$4,551.5</b>

## FY 2020 BALANCES

Total Expenditures	\$4,551.5
vs. FY 2020 Revenues	4,415.5
Operating Balance	(136.0)
Prior Year Cash Balance	947.5
Less: Budget Stabilization Fund (82 Del Law c 64; HB 225, Section 77)*	(\$126.3)
Cumulative Cash Balance	685.2
Less: Continuing Appropriations & Encumbrances from FY 2020	(393.7)
Less: Budgetary Reserve Account	(\$252.4)
<b>Unencumbered Cash Balance 6/30</b>	<b>\$39.1</b>

## FY 2021 APPROPRIATION LIMITS

FY 2021 Revenue Estimate	\$4,524.2
Unencumbered Cash Balance from FY 2020	\$39.1
100% Appropriation Limit	\$4,563.3
98% Appropriation Limit	<u>\$4,472.0</u>
Prior 98% Appropriation Limit	\$4,214.9
Increase (Decrease) from Prior Meeting	\$257.1
Sept. 2019 98% Appropriation Limit	\$4,763.3
Increase (Decrease) from September 2019	(\$291.3)

## FY 2020 BUDGET

Budget	\$4,451.9
Grants	\$55.1
Supplemental	\$246.3
<b>Total Appropriations</b>	<b>\$4,753.3</b>
Plus: Continuing Appropriations & Encumbrances from Prior Years	\$329.6
<b>Total Spending Authority</b>	<b>\$5,082.8</b>

Change in 98% Appropriation Limit Since GRB	(\$491.6)
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# Evolution of GF Revenue Forecast

\$ in millions

	Fiscal Year 2020	Fiscal Year 2021
September	8.7	49.6
December	121.8	82.6
March	(1.1)	(94.1)
April	(416.0)	(273.3)
May	92.0	73.3
<b>Net GF Revision</b>	<b>(194.6)</b>	<b>(161.9)</b>
<b>Since GRB</b>	<b>(325.1)</b>	<b>(294.1)</b>

# Budget Benchmark Index



May 21, 2020

# Executive Order 21

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DEFAC shall calculate an advisory “Benchmark Index” consisting of equal weightings of the 3-year average of:

- (i) Delaware personal income growth and
- (ii) Delaware population growth and inflation reflecting the pool of goods and services purchased by government (as represented by the “Implicit Price Deflator for State & Local Government Purchases”)

# Components

## May 2019

FY	Income Deflator	Population	Annual	
2019	4.1%	2.8%	0.9%	<b>3.9%</b>
2018	4.2%	3.4%	1.0%	<b>4.3%</b>
2017	3.1%	1.7%	1.0%	<b>2.9%</b>
<b>Benchmark Index: 3.7%</b>				

## December 2019

FY	Income Deflator	Population	Annual	
2020	4.0%	2.2%	0.6%	<b>3.4%</b>
2019	4.2%	3.1%	0.7%	<b>4.0%</b>
2018	5.3%	3.3%	0.9%	<b>4.8%</b>
<b>Benchmark Index: 4.1%</b>				

## May 2020

FY	Income Deflator	Population	Annual	
2020	<b>3.3%</b>	2.2%	0.6%	<b>3.0%</b>
2019	<b>4.6%</b>	3.1%	0.7%	<b>4.2%</b>
2018	5.3%	3.3%	0.9%	<b>4.7%</b>
<b>Benchmark Index: 4.0%</b>				

# Benchmark Calculations

FY 2020 Budget	a	\$4,451.9
FY 2020 Grants-in-Aid	b	55.1
Operating Spending in Bond Bill	c	44.5
<b>FY 2021 Benchmark Appropriation</b>	$(a + b) * 1.040 + c$	<b>4,731.8</b>
FY 2021 98% Appropriation Limit	e	4,472.0
<b>FY 2021 Extraordinary Revenues/(Shortfall)</b>	$e - d$	<b>(259.8)</b>

# Budget Stabilization Fund

*(For Budget and Planning Purposes Only)*

FY 2020 100% Appropriation Limit	a	\$4,986.3
FY 2020 98% Appropriation Limit	b	4,886.6
2% Set-Aside	$c = a - b$	99.7
FY 2020 Unencumbered Forecast	d	39.1
Budget Stabilization Fund Increment	$e = \max: (d - c) \text{ or } 0$	0
HB 225 Budget Stabilization Fund	f	126.3
<b>Total Budget Stabilization Fund</b>	$g = e + f$	<b>126.3</b>