

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

Buena Vista – June 16, 2011

Attendance:

Member	Present		Member	Present
J. Bullock	Yes		R. Larson	No
L. Davis Burnham	Yes		A. Levin	No
R. Byrd	Yes		K. Lewis	No
J. Casey	Yes		D. Link	No
N. Cook	Yes		A. Lubin	Yes
T. Cook	Yes		J. Martin	Yes
R. Cordrey	Yes		C. Morgan	Yes
R. Davis	Yes		W. Oberle	No
J. DiPinto	No		J. Polidori	Yes
F. Dixon	Yes		E. Ratledge	Yes
B. Fasy	Yes		T. Shopa	Yes
C. Flowers	Yes		G. Simpson	No
R. Gilligan	No		A. Staton	Yes
R. Glen	Yes		D. Swayze	Yes
G. Hindes	Yes		A. Visalli	No
J. Horty	Yes		C. Wicks	No
D. Hudson	No		D. Williams	No

Members in Attendance: 22

Members Absent: 12

Others Present: P. Carter, M. Casey, Z. Chaudhry, J. Craig, C. Erickson, R. Geisenberger, D. Grande, D. Gregor, C. Kempista, K. Knight, S. Kubico, B. Maxwell, S. McVay, B. Motyl, K. Salesky and members of the press.

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

Mr. Martin announced that Mr. Derrickson has resigned from the Council.

Mr. Martin also announced that in the absence of Mr. Lewis, Ms. Davis Burnham would present the report of the Expenditure Sub-committee and Mr. Ratledge would present the report of the Revenue Sub-committee

The minutes from the May meeting were approved as submitted.

Expenditure Subcommittee:

Ms. Davis Burnham presented the Expenditure Subcommittee's report.

Ms. Davis Burnham reviewed the FY2011 expenditures as compared to FY2010. She said that Salaries have increased 4.5% this year. The Health Care amount has increased over 17.0%. Expenditures for Pensions have increased 14.0% over last year. Medicaid expenditures have grown 26.0%. The increase is largely attributed to the decrease in federal support from the ARRA funding. (See Table 1b for complete details.)

Ms. Davis Burnham reviewed the Balance Sheet estimate. The Reversion estimate remains at \$40.0 million; Encumbered remains at \$36.0 million and Continuing is increased from \$171.3 million to \$186.5 million (See Table 1a for complete details).

Ms. Davis Burnham reviewed 2 charts which tracked General Fund revenues and expenditures over time and a bar chart which tracked all funds.

A motion was made, seconded and approved to accept \$3,353.8 million as the expenditure estimate for FY2011. This represents a decrease of \$15.2 million from May's estimate.

Revenue Subcommittee:

Mr. Ratledge presented the Revenue Subcommittee's report.

Economic Outlook

Mr. Craig reviewed the Global Insight June forecast. Since March, there has been a steady reduction in the growth outlook for the economy. For FY2012, the real GDP growth rate has been decreased from 3.2% to 2.8%. FY2013 Real GDP growth decreased from 2.8% to 2.5%. The economy is currently experiencing a loss of momentum. The growth in the first quarter of CY2011 was 1.8% and indications are that the second quarter will be similar. Some of this softness is explained by factors that are expected to be temporary – disruptions in Japan and disruptions due to weather. While the second half of CY2011 is expected to grow 3.5%, there are increased concerns that this soft economy may extend further.

As a result of this reduced U.S. economic outlook, growth expectations for Delaware Employment and Personal Income were reduced. The forecast for Wage and Salary Income in FY2012 was lowered from 5.1% in March to 4.0% in June.

Mr. Dixon outlined four improvements that need to take place for an economic

rebound to occur. These included an improvement in the job market, an improving housing market, an improving banking sector and a credible deficit plan for the future. Mr. Dixon stated that he was skeptical that all this will be achieved and his forecast remains below the Global Insight forecast.

Mr. Gregor noted that the Global Insight June forecast was prepared just prior to the release of the weak employment report for May.

Mr. Ratledge noted that Wage and Salary income is becoming a smaller portion of total Personal Income and that non-taxable sources of income are becoming larger.

General Fund Revenues - Fiscal Year 2011:

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

FY 2011

Revenue Category	May-11	Jun-11	Change
Other Refunds	(59.9)	(49.7)	10.2
Corporation Income Tax	230.0	222.0	(8.0)
PIT Refunds	(181.5)	(177.5)	4.0
Lottery	285.0	289.0	4.0
Personal Income Tax	1,174.0	1,176.7	2.7
Limited Partnerships & LLC's	154.3	156.8	2.5
Abandoned Property	434.0	432.5	(1.5)
Franchise Tax	614.5	616.0	1.5
Corporate Fees	81.5	82.8	1.3
Franchise Tax Refunds	(12.0)	(10.9)	1.1
Realty Transfer Tax	45.0	44.0	(1.0)
Gross Receipts Tax	199.5	200.5	1.0
Public Utility Tax	58.5	57.5	(1.0)
Cigarette Taxes	128.0	128.7	0.7
Other Revenues	129.1	129.5	0.4
Bank Franchise Tax	119.7	119.3	(0.4)
Insurance Taxes	70.3	70.6	0.3
Uniform Commercial Code	16.2	16.4	0.2
Hospital Board and Treatment	70.0	70.0	0.0
Dividends and Interest	8.5	8.5	0.0
Estate Tax	15.0	15.0	0.0
CIT Refunds	(55.0)	(55.0)	0.0

For a complete listing of FY 2011 estimates, see Table 2.

General Fund Revenues - Fiscal Year 2012:

Mr. Ratledge reported that the Subcommittee recommended the following updates to May's estimates:

FY 2012

Revenue Category	May-11	Jun-11	Change
Other Refunds	(32.0)	(47.0)	(15.0)
Franchise Tax	626.8	616.0	(10.8)
Corporation Income Tax	180.9	175.0	(5.9)
Personal Income Tax	1,253.9	1,248.2	(5.7)
PIT Refunds	(182.8)	(187.8)	(5.0)
Abandoned Property	475.0	480.0	5.0
Limited Partnerships & LLC's	160.5	164.6	4.1
Bank Franchise Tax	114.2	110.2	(4.0)
Dividends and Interest	11.1	9.0	(2.1)
Gross Receipts Tax	219.5	218.1	(1.4)
Corporate Fees	85.6	86.9	1.3
Lottery	275.8	276.9	1.1
Realty Transfer Tax	32.2	31.2	(1.0)
Public Utility Tax	60.5	59.5	(1.0)
Franchise Tax Refunds	(12.0)	(11.0)	1.0
Hospital Board and Treatment	69.1	68.2	(0.9)
Insurance Taxes	70.3	71.1	0.8
Cigarette Taxes	126.7	127.4	0.7
Other Revenues	116.5	117.0	0.5
Uniform Commercial Code	16.7	16.9	0.2
Estate Tax	20.0	20.0	0.0
CIT Refunds	(36.8)	(36.8)	0.0

For a complete listing of FY 2012 estimates, see Table 2.

Discussion of FY2012 Estimates:

Personal Income Tax: Mr. Ratledge stated that due to the weaker economic outlook, the growth rate for Withholding was reduced from 5.5% to 5.0%. Mr. Gregor noted that growth rate for Final payments was also reduced and that \$4.0 million in Refunds had slipped from FY2011 to FY2012.

Corporate Franchise Tax: Mr. Ratledge stated that the growth rate had been reduced from 2.0% to 0.0%.

Corporate Income Tax: Mr. Gregor stated that the reduction reflected the

Discussion of FY 2011 Estimates:

Personal Income Tax: Mr. Ratledge stated that the changes represented tracking adjustments. Mr. Gregor noted the largest change was shifting \$4.0 million in refunds from FY2011 to FY2012 due to processing issues.

Corporate Franchise Tax: Mr. Ratledge stated that the changes represented tracking adjustments.

Corporate Income Tax: Mr. Ratledge attributed the reduction to one major taxpayer. Mr. Gregor noted that a weaker profit outlook for CY2011 lead this one taxpayer to not pay the amount that was originally expected.

Gross Receipts Tax: Mr. Ratledge attributed the increase to tracking.

Other Refunds: Mr. Glenn noted that the major change in this category was shifting of Bank Franchise refunds from FY2011 to FY2012.

Other changes were attributed to tracking.

FY2011 Estimate Adopted:

A motion was made, seconded and approved to accept the Revenue Subcommittee's recommendation of \$3,542.7 million as the revenue estimate for FY2011.

The estimate represents an increase of \$18.0 million from DEFAC's May estimate.

lower economic expectations.

Bank Franchise Tax: Mr. Glenn stated that the \$4.0 million reduction was attributed to the exercise of historic preservation tax credits.

Gross Receipts Tax: Mr. Gregor stated that the weaker economic forecast was counter balanced by improved enforcement programs. The reduction was attributed to slower start up by the refinery than was originally expected. Mr. Ratledge noted that it was still a fairly aggressive growth rate.

Lottery: Mr. Ratledge said that due to the uncertain impact of competition, it was decided not to carry to full tracking increase from FY2011 into FY2012. Mr. Gregor added that the weaker economic forecast also tempered this projection.

Dividends and Interest: Mr. Ratledge said that the decrease was attributed to an expectation that interest rates would not be increased.

Abandoned Property: Mr. Gregor stated that the \$5.0 increase was due to one settlement that was pushed from FY2011 to FY2012.

Realty Transfer Tax: Mr. Ratledge noted that adjusting for the Special Fund transfers, the estimate is slightly above FY2011.

Other Refunds: Mr. Glenn noted that the major change in this category was shifting of Bank Franchise refunds from FY2011 to FY2012.

Mr. Ratledge reported that all other changes reflected the carrying forward of changes made in FY2011 and maintaining previous growth rates.

FY 2012 Estimate Adopted:

A motion was made, seconded and approved to accept the Revenue Subcommittee's recommendation of \$3,613.6 million as the revenue estimate for FY2012.

The estimate represents a decrease of \$38.1 million from the May estimate.

Ms. Davis Burnham raised the issue of where the changes in the estimates occurred over the course of the year. Mr. Gregor noted that 80% of the changes occurred in the more volatile categories – Abandoned Property, Corporate Income Tax and Bank Franchise Tax.

Mr. Ratledge stated that the FY2013 estimate is \$3,720.2 million and represents growth of 2.9%.

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

Transportation Trust Fund (TTF)

TTF -- Expenditures: Mr. Motyl presented the Transportation Trust Fund's expenditure forecast.

The following changes were made from the May estimate.

State Capital Expenditure: Decreased from \$160.4 million to \$129.5 million. Mr. Motyl explained that project delays accounted for the decrease.

Federal Capital Expenditure: Decreased from \$217.3 million to \$202.2 million. Mr. Motyl noted that this reduction reflects the federal match on the state delays.

A motion was made, seconded, and approved to accept \$699.6 million as the FY2011 TTF expenditure estimate. The estimate represents a decrease of \$46.0 million from the May estimate. (See Table 4.)

In response to Ms. Davis Burnham, Mr. Motyl noted that a delay in getting contracts out is responsible for the delay in projects.

TTF -- Revenues: Mr. Motyl presented the Transportation Trust Fund's revenue forecast.

FY2011 Estimates:

The following changes were made from the May estimate.

Motor Vehicle Document Fees: Increased from \$65.8 million to \$67.8 million.

A motion was made, seconded, and approved to accept \$430.9 million as the FY2011 revenue estimate. The estimate represents an increase of \$2.0 million from the May estimate.

FY2012 Estimates:

The following changes were made from the May estimate.

Motor Vehicle Document Fees: Increased from \$67.8 million to \$69.8 million.

A motion was made, seconded, and approved to accept \$441.9 million as the FY2012 revenue estimate. The estimate represents increase of \$2.1 million from the May estimate. (See Table 5)

Other Business:

FY2012 Debt Limit: Mr. Gregor presented the debt limit for FY2012. This amount is equal to 5% of projected FY2012 revenues or \$180.7 million.

Mr. Martin thanked everyone for their participation during the course of the year.

Mr. Martin announced the next scheduled DEFAC meeting dates:

- September 19, 2011
- December 19, 2011

Mr. Martin announced that the Subcommittees would continue to meet on the same day as the General meeting. He indicated, too, that, in the interest of using time more effectively, the starting times for the meetings will likely change. Mr. Martin noted that on Monday, September 19th at Buena Vista the Expenditure Subcommittee will likely meet at 12:30 p.m. He encouraged members to carefully note the meeting times listed in future meeting announcements.

There being no further business, Mr. Martin adjourned the meeting at 3:45 p.m.

Respectfully submitted,

James A. Craig

Table 1a.

DEFAC Expenditures Forecast for General Fund Disbursements FY2011 (\$ in millions)
June 2011 (as of 5/31/11)

	FY2004		FY2005		FY2006		FY2007		FY2008		FY2009		FY2010		FY2011	
	Actual		Actual		Actual		Actual		Actual		Actual		Actual		Appropriation	
Budget Act	2,445.1		2,600.4		2,836.0		3,101.9		3,285.6		3,362.9		3,091.5		3,305.3	
Cash to Bond Bill	142.0		235.0		281.6		243.3		77.9		83.4		0.0		91.0	
Grant-in-Aid	38.4		40.0		42.4		50.0		47.7		45.2		35.4		35.2	
Continuing & Encumbered (from prior years)	173.3		240.1		327.8		342.5		335.8		234.8		183.7		184.9	
Supplementals	24.9		50.0		48.0		0.0		0.0		0.0		0.0		0.0	
Fiscal Year Spending Authority	2,823.7		3,165.5		3,535.8		3,737.7		3,747.0		3,726.3		3,310.6		3,616.3	
Reversions to the General Fund	29.8		15.4		12.8		12.0		90.6		247.0		49.3			
Encumbered to next fiscal year	29.1		32.8		32.2		36.4		33.0		36.3		37.7			
Continuing to next fiscal year																
Operating Budget																
Bond Bill																
Total Continuing	211.0		295.0		310.3		299.4		201.8		147.4		147.2		171.3	
Subtotal	269.9		343.2		355.3		347.8		325.4		430.7		234.1		247.3	
Fiscal Year Budgetary Expenditures	2,553.8		2,822.3		3,180.5		3,389.9		3,421.6		3,295.5		3,076.5		3,353.8	
% increase/(decrease)			10.51%		12.69%		6.58%		0.94%		-3.69%		-6.65%		9.01%	

	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	Z-Yr Avg
Comments:								
Expenditures / Spending Authority	90.4%	89.2%	90.0%	90.7%	91.3%	88.4%	92.9%	90.4%
Reversions / Spending Authority	1.1%	0.5%	0.4%	0.3%	2.4%	6.6%	1.5%	1.8%
Encumbered / Spending Authority	1.0%	1.0%	0.9%	1.0%	0.9%	1.0%	1.1%	1.0%
Total Continuing / Spending Authority	7.5%	9.3%	8.8%	8.0%	5.4%	4.0%	4.4%	6.8%

Table 1b.

DEFAC Expenditures Forecast for General Fund Disbursements FY2011 (\$ in millions)
 June 2011 (as of 5/31/11)

	FY2005		FY2006		FY2007		FY2008		FY2009		FY2010		Sep		Mar		Apr		May		June		Difference 10 vs. '11	FY2011 YTD (actual 5/31/11)	% spent FY2011 YTD	% of FY2011 total	% of FY2010 total
	Actual	Forecast																									
Salaries	1,023.1	1,108.3	1,167.3	1,222.9	1,225.5	1,154.7	1,220.9	1,193.3	1,240.0	1,240.0	1,240.0	1,238.9	1,207.1	52.4										1,119.5	92.7%	36.0%	37.5%
Fringe Benefits	263.2	298.4	323.5	332.7	332.9	330.9	347.3	373.7	372.7	371.6	369.5	370.2	39.3										337.7	91.2%	11.0%	10.8%	
Health Care						218.9					256.0	256.7	37.8										232.9	90.7%	7.7%	7.1%	
Other						112.0					113.5	113.5	1.5										104.8	92.3%	3.4%	3.6%	
Pension	147.1	180.7	201.5	218.6	211.1	196.7	220.1	223.4	227.6	225.7	223.8	224.1	27.4										208.7	93.1%	6.7%	6.4%	
Debt Service	153.5	132.5	131.2	151.1	156.4	174.3	174.6	172.0	172.0	172.0	172.0	172.0	172.0	(2.3)									172.1	100.1%	5.1%	5.7%	
Grants	294.1	403.1	365.1	259.1	265.8	276.6	424.0	340.5	326.0	322.2	320.1	325.6	49.0										304.8	93.6%	9.7%	9.0%	
Medicaid	339.1	381.4	441.6	494.2	419.4	428.6	487.0	539.6	538.4	539.3	539.3	539.3	110.7										482.0	89.4%	16.1%	13.9%	
Public Assistance Programs	83.6	91.7	94.1	97.2	85.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0										0.0	0.0%	0.0%	0.0%	
Professional Services	161.3	181.0	216.8	210.6	204.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0										0.0	0.0%	0.0%	0.0%	
Contractual Services	228.9	252.2	289.5	296.7	286.8	435.7	360.1	379.4	409.6	417.7	420.9	427.9	(7.8)										392.5	91.7%	12.8%	14.2%	
Supplies & Materials	66.5	73.6	72.1	72.1	66.6	58.9	64.5	50.9	57.9	57.5	58.7	59.4	0.5										53.9	90.7%	1.8%	1.9%	
Capital Outlay	61.9	77.6	87.2	66.5	41.5	20.1	28.0	26.9	27.2	26.1	26.0	28.2	8.1										25.8	91.5%	0.8%	0.7%	
FY Budgetary Expenditures	2,822.3	3,180.5	3,389.9	3,421.7	3,295.5	3,076.5	3,316.3	3,299.7	3,371.3	3,371.9	3,369.0	3,353.8	277.3										3,097.0	92.3%	100.0%	100.0%	

Comments:

DEFAC General Fund Revenue Worksheet

Revenue Category	FY 2010				FY 2011				FY 2012			
	A Actual Collections	B DEFAC May-11	C % B over A	D DEFAC Jun-11	E % D over A	F \$ Increase D over B	G DEFAC May-11	H % G over B	I DEFAC Jun-11	J % I over D	K \$ Increase I over G	
Personal Income Tax	1,061.5	1,174.0	10.6%	1,176.7	10.9%	2.7	1,253.9	6.8%	1,248.2	6.1%	(5.7)	
Less: Refunds	(208.4)	(181.5)	-12.9%	(177.5)	-14.8%	4.0	(182.8)	0.7%	(187.8)	5.8%	(5.0)	
PIT Less Refunds	853.1	992.5	16.3%	999.2	17.1%	6.7	1,071.1	7.9%	1,060.4	6.1%	(10.7)	
Franchise Tax	633.1	614.5	-2.9%	616.0	-2.7%	1.5	626.8	2.0%	616.0	0.0%	(10.8)	
Limited Partnerships & LLC's	145.0	154.3	6.4%	156.8	8.2%	2.5	160.5	4.0%	164.6	5.0%	4.1	
Subtotal Franchise + LP/LLC	778.1	768.8	-1.2%	772.8	-0.7%	4.0	787.3	2.4%	780.6	1.0%	(6.7)	
Less: Refunds	(13.0)	(12.0)	-7.7%	(10.9)	-16.1%	1.1	(12.0)	0.0%	(11.0)	0.9%	1.0	
Net Franchise + LP/LLC	765.1	756.8	-1.1%	761.9	-0.4%	5.1	775.3	2.4%	769.6	1.0%	(5.7)	
Business Entity Fees	74.9	81.5	8.9%	82.8	10.6%	1.3	85.6	5.0%	86.9	5.0%	1.3	
Uniform Commercial Code	14.1	16.2	14.6%	16.4	16.0%	0.2	16.7	3.1%	16.9	3.0%	0.2	
Corporation Income Tax	125.6	230.0	83.2%	222.0	76.8%	(8.0)	180.9	-21.3%	175.0	-21.2%	(5.9)	
Less: Refunds	(37.7)	(55.0)	45.9%	(55.0)	45.9%	0.0	(36.8)	-33.1%	(36.8)	-33.1%	0.0	
CIT Less Refunds	87.9	175.0	99.2%	167.0	90.1%	(8.0)	144.1	-17.7%	138.2	-17.2%	(5.9)	
Bank Franchise Tax	54.0	119.7	121.6%	119.3	120.9%	(0.4)	114.2	-4.6%	110.2	-7.6%	(4.0)	
Gross Receipts Tax	194.6	199.5	2.5%	200.5	3.0%	1.0	219.5	10.0%	218.1	8.8%	(1.4)	
Lottery	275.5	285.0	3.4%	289.0	4.9%	4.0	275.8	-3.2%	276.9	-4.2%	1.1	
Abandoned Property	493.2	434.0	-12.0%	432.5	-12.3%	(1.5)	475.0	9.4%	480.0	11.0%	5.0	
Hospital Board and Treatment	74.7	70.0	-6.2%	70.0	-6.2%	0.0	69.1	-1.3%	68.2	-2.6%	(0.9)	
Dividends and Interest	10.9	8.5	-22.0%	8.5	-22.0%	0.0	11.1	30.6%	9.0	5.9%	(2.1)	
Realty Transfer Tax	46.9	45.0	-4.0%	44.0	-6.1%	(1.0)	32.2	-28.4%	31.2	-29.1%	(1.0)	
Estate Tax	0.3	15.0	5002.0%	15.0	5002.0%	0.0	20.0	33.3%	20.0	33.3%	0.0	
Insurance Taxes	51.8	70.3	35.6%	70.6	36.2%	0.3	70.3	0.0%	71.1	0.7%	0.8	
Public Utility Tax	56.7	58.5	3.2%	57.5	1.4%	(1.0)	60.5	3.4%	59.5	3.5%	(1.0)	
Cigarette Taxes	132.3	128.0	-3.2%	128.7	-2.7%	0.7	126.7	-1.0%	127.4	-1.0%	0.7	
Other Revenues	86.5	129.1	49.3%	129.5	49.8%	0.4	116.5	-9.8%	117.0	-9.7%	0.5	
Less: Other Refunds	(37.3)	(59.9)	60.7%	(49.7)	33.4%	10.2	(32.0)	-46.6%	(47.0)	-5.4%	(15.0)	
Net Receipts	3,235.1	3,524.7	9.0%	3,542.7	9.5%	18.0	3,651.7	3.6%	3,613.6	2.0%	(38.1)	

FY 2012 Debt Limit: \$180.7

DEFAC General Fund Revenue Worksheet

Revenue Category	FY 2013					
	L DEFAC May-11	M % L over G	N DEFAC Jun-11	O % N over I	P \$ Increase N over L	
Personal Income Tax	1,321.9	5.4%	1,313.8	5.3%	(8.1)	
Less: Refunds	(192.0)	5.0%	(197.2)	5.0%	(5.2)	
PIT Less Refunds	1,129.9	5.5%	1,116.6	5.3%	(13.3)	
Franchise Tax	639.3	2.0%	616.0	0.0%	(23.3)	
Limited Partnerships & LLC's	166.9	4.0%	172.9	5.0%	6.0	
Subtotal Franchise + LP/LLC	806.2	2.4%	788.9	1.1%	(17.3)	
Less: Refunds	(12.0)	0.0%	(11.0)	0.0%	1.0	
Net Franchise + LP/LLC	794.2	2.4%	777.9	1.1%	(16.3)	
Business Entity Fees	89.9	5.0%	91.3	5.1%	1.4	
Uniform Commercial Code	17.2	3.0%	17.4	3.0%	0.2	
Corporation Income Tax	188.7	4.3%	182.6	4.3%	(6.1)	
Less: Refunds	(38.6)	4.9%	(38.6)	4.9%	0.0	
CIT Less Refunds	150.1	4.2%	144.0	4.2%	(6.1)	
Bank Franchise Tax	120.0	5.1%	119.7	8.6%	(0.3)	
Gross Receipts Tax	230.4	5.0%	229.0	5.0%	(1.4)	
Lottery	267.0	-3.2%	268.0	-3.2%	1.0	
Abandoned Property	475.0	0.0%	480.0	0.0%	5.0	
Hospital Board and Treatment	70.1	1.4%	66.0	-3.2%	(4.1)	
Dividends and Interest	12.0	8.1%	9.5	5.6%	(2.5)	
Realty Transfer Tax	33.8	5.0%	32.8	5.1%	(1.0)	
Estate Tax	21.2	6.0%	21.2	6.0%	0.0	
Insurance Taxes	72.1	2.6%	71.5	0.6%	(0.6)	
Public Utility Tax	62.7	3.6%	61.6	3.5%	(1.1)	
Cigarette Taxes	125.5	-0.9%	126.1	-1.0%	0.6	
Other Revenues	122.9	5.5%	123.4	5.5%	0.5	
Less: Other Refunds	(32.8)	2.5%	(35.8)	-23.8%	(3.0)	
Net Receipts	3,761.2	3.0%	3,720.2	2.9%	(41.0)	

Balance and Appropriations Worksheet

Table 3.

FY 2011 EXPENDITURES	FY 2011 BALANCES	FY 2012 APPROPRIATION LIMITS	
Total Spending Authority	\$3,616.3	FY 2012 Revenue Estimate	\$3,613.6
Less: Continuing Appropriations & Encumbrances from FY 2011	(\$222.5)	Unencumbered Cash Balance from FY 11	<u>\$317.1</u>
Less: Reversions	<u>(\$40.0)</u>	100% Appropriation Limit	\$3,930.7
Total Expenditures	\$3,353.8	98% Appropriation Limit	<u>\$3,852.1</u>
		Prior 98% Appropriation Limit	\$3,871.8
		Increase (Decrease) from Prior Meeting	(\$19.7)
		Sept. 2010 98% Appropriation Limit	\$3,464.7
		Increase (Decrease) from September 2010	\$387.4

Table 4.

Delaware Department of Transportation FY 2011 Expenditures , May 31, 2011											92%	
	FY2009 Actual	FY2010 Actual	FY2011 Appropriation	SEPTEMBER FY2011 Forecast	DECEMBER FY2011 Forecast	MARCH FY2011 Forecast	APRIL FY2011 Forecast	MAY FY2011 Forecast	JUNE FY2011 Forecast	\$ difference FY2010 Actual Forecast V.	FY2011 YTD Spend	% spent YTD
Operations												
Debt Service	122.3	121.5	129.5	129.5	123.1	123.1	123.1	123.1	123.1	0.0	113.3	92.1%
Personnel Costs	87.2	83.4	86.3	86.3	86.3	86.3	86.3	86.3	86.3	0.0	77.9	90.3%
Operations/Capital Outlay	50.6	59.6	55.5	55.5	55.5	55.5	55.5	55.5	55.5	0.0	48.0	86.5%
Transit Operations (DTC)	87.7	90.0	90.4	90.4	90.4	90.4	90.4	90.4	90.4	0.0	83.0	91.8%
Total Expenditures - Operations	347.8	354.5	361.7	361.7	355.3	355.3	355.3	355.3	355.3	0.0	322.2	90.7%
Capital (State)			CIP									
Road System	127.5	124.0	142.4	142.4	130.1	126.1	110.1	110.1	93.0	(17.1)	75.9	81.6%
Grants & Allotments	23.0	13.5	40.7	40.7	40.7	29.9	19.9	19.9	14.0	(5.9)	12.8	91.4%
Support Systems	58.3	24.0	25.5	25.5	25.5	25.5	20.5	20.5	17.3	(3.2)	14.5	83.8%
Transit	14.7	8.8	10.3	10.3	9.9	9.9	9.9	9.9	5.2	(4.7)	4.2	80.8%
Total Expenditures- State Capital	223.5	170.3	218.9	218.9	206.2	191.4	160.4	160.4	129.5	(30.9)	107.4	82.9%
Capital (Federal)			CIP									
Federal Capital	201.5	239.1	329.3	329.3	283.6	265.3	217.3	217.3	202.2	(15.1)	172.2	85.2%
Capital (GARVEE)			CIP									
GARVEE - US301	0.0	0.0	71.9	71.9	43.0	12.6	12.6	12.6	12.6	0.0	12.3	97.6%
Total Expenditures - Capital	425.0	409.4	620.1	620.1	532.8	465.3	390.3	390.3	344.3	(46.0)	291.9	84.8%
TOTAL EXPENDITURES	772.8	763.9	981.8	981.8	888.1	824.6	745.6	745.6	699.6	(46.0)	614.1	87.8%

Table 5.

DELAWARE DEPARTMENT OF TRANSPORTATION
Transportation Trust Fund Revenues

	FY 09	FY 10	% Chg.	Fiscal 2011			Fiscal 2012		
				5/16/2011	6/16/2011	% Chg.	5/16/2011	6/16/2011	% Chg.
				Approved	Recomm	FY 10	Approved	Recomm	FY 11
<u>TOLL ROAD REVENUES:</u>									
I95 Newark Plaza	\$118.8	\$117.2	-1.3%	\$113.0	\$113.0	-3.6%	\$114.0	\$114.0	0.9%
Route 1 Toll Road	44.5	45.5	2.2%	\$45.7	\$45.7	0.0%	\$46.0	\$46.0	0.7%
Concessions	2.4	2.2	-8.3%	\$1.7	\$1.7	-22.2%	\$2.1	\$2.1	23.5%
Total Toll Road Revenues	165.7	164.9	-0.5%	\$160.4	\$160.4	-2.7%	\$162.1	\$162.1	1.1%
<u>MOTOR FUEL TAX ADMIN.</u>									
	119.5	115.7	-3.2%	\$117.9	\$117.9	1.9%	\$120.3	\$120.3	2.0%
<u>DIVISION OF MOTOR VEHICLES</u>									
Motor Vehicle Document Fees	56.2	58.4	3.9%	\$65.8	\$67.8	16.2%	\$67.8	\$69.8	3.0%
Motor Vehicle Registration Fees	43.3	44.5	2.8%	\$47.0	\$47.0	5.6%	\$48.4	\$48.4	3.0%
Other DMV Revenues	22.5	22.8	1.3%	\$24.4	\$24.4	6.9%	\$25.1	\$25.1	3.0%
Total DMV Revenues	122.0	125.7	3.0%	\$137.2	\$139.2	10.7%	\$141.3	\$143.4	3.0%
<u>OTHER TRANSPORTATION REV.</u>									
Other Transportation Rev	8.3	11.0	32.5%	\$10.0	\$10.0	-9.4%	\$12.1	\$12.1	21.0%
Investment Income(Net)	4.7	2.3	-51.1%	\$3.4	\$3.4	47.7%	\$4.0	\$4.0	17.6%
Total Other Transp. Revenue	13.0	13.3	2.3%	\$13.4	\$13.4	0.8%	\$16.1	\$16.1	20.1%
GRAND TOTAL	\$420.2	\$419.6	-0.1%	\$428.9	\$430.9	2.7%	\$439.8	\$441.9	2.5%

\$2.0

\$2.1