

Fiscal Year 2021

Governor's Recommended Budget



FY 2021 Financial Package

General Fund Operating Budget **\$4,629.5 m**

GF Operating Budget Growth 3.99%

Grants-In-Aid **\$55.1 m**

Bond and Capital Improvements Act **\$892.8 m**

State Capital Projects (\$233 m Cash) \$525.2 m

Transportation \$367.6 m

One-Time Supplemental **\$9.9 m**

Budget “Reserves”

“Rainy Day” Fund (5%)	\$252.4 m
98% Rule	\$101.3 m
<u>Budget Stabilization Fund</u>	<u>\$161.5 m</u>
Total “Reserves”	\$515.2 m
FY 2021 Gross Revenues	\$5,256.0 m
“Reserve” Ratio	9.8%

Highlights

- **Education**

- **\$8.0 M** for High Needs Schools (expanded Early Childhood Assistance Program and Opportunity Funding)
- **\$71 M** for Quality Education (teacher pay and performance, enrollment growth, and school technology)
- **\$204 M** for School Infrastructure (construction, renovation)

- **Workforce**

- **2% Pay Policy**
- **\$17.5 M** Family Courthouses, **\$56 M** Deferred maint./minor caps

- **Other Major Investments**

- **\$50 M** for Clean Water Trust (HB 200)
- **\$70 M** for Economic Competitiveness (Strategic Fund, Graduated Lab Space, Higher Ed. Fund, Transportation Infrastructure Fund, Site Readiness)
- **\$20 M** for Open Space / Farmland Preservation
- **\$36 M** for Strong Communities (Affordable Housing, Downtown Development Districts, Museums & Parks, Libraries, Municipal Streets)

Department of Health and Social Services

(\$ thousands)

Medicaid “Growth”	(\$10,216.8)
DDDS Community Placements & Graduates.....	\$5,855.0
Child Care Provider Rate Increase	\$3,000.0
DE Healthy Children Program (CHIP)	\$2,769.2
DE Birth to Three Program	\$2,369.4
DSAAPD/DVI Growth in Community Services	\$1,875.0
Behavioral Health	\$1,060.0
DHSS Business Operations (IT, Security, etc.)	\$1,024.0
Benchmark, Staff Dev., Technical Assistance	\$553.1
Health Care Provider State Loan Repayment Program	\$500.0

GF Budget: \$1,247,827.8

1.1% growth

Additional Investments in Health

- **No premium increase** for state employee health care
- **\$3.1 million** of one-time supplemental funds for DHSS technology upgrades, program development, and study costs
- **Bond and Capital Improvements Act**
 - **\$50.0 M** for Clean Water Trust (\$22.5 M Drinking Water)
 - **\$15.2 M** for DHSS facilities (Maintenance, minor caps, Holloway campus electrical, Mitchell Bldg. HVAC)
 - **\$2.3 M** for Veterans Home (Bathing rooms, generator, courtyard, and minor caps)

FY 2021 Budget Process

July –
December

- Governor Carney/Cabinet developed FY 2021 budget draft and public hearings held.
- DEFAC met in September and December to estimate revenue. DEFAC will update its estimates in March, May and June.

January

- Governor Carney proposed recommended budget for FY 2021

February
– March

- Joint Finance Committee and Bond Bill Committees meeting to consider Governor Carney's recommended budget. Hold hearings to discuss budget items with agencies and advocates

April –
May

- Mark-Up: JFC reviews budget proposals

June 30

- General Assembly must pass the budget and bond bills, and the Governor must sign the bills by June 30. New fiscal year begins July 1.