

State of Delaware

Financial Overview

*Health Fund Advisory Committee
September 25, 2023*

Agenda

- FY 2024 Budget Package Overview
- DEFAC Revenue Forecast
- Cost Drivers
- Spending Limitations
- FY 2025 and What's Next

Fiscal Year 2024 Financial Package



- **General Fund Operating Budget.....\$5,606.7 M**
 - GF Operating Budget Growth just below 10% (\$507.0 M)

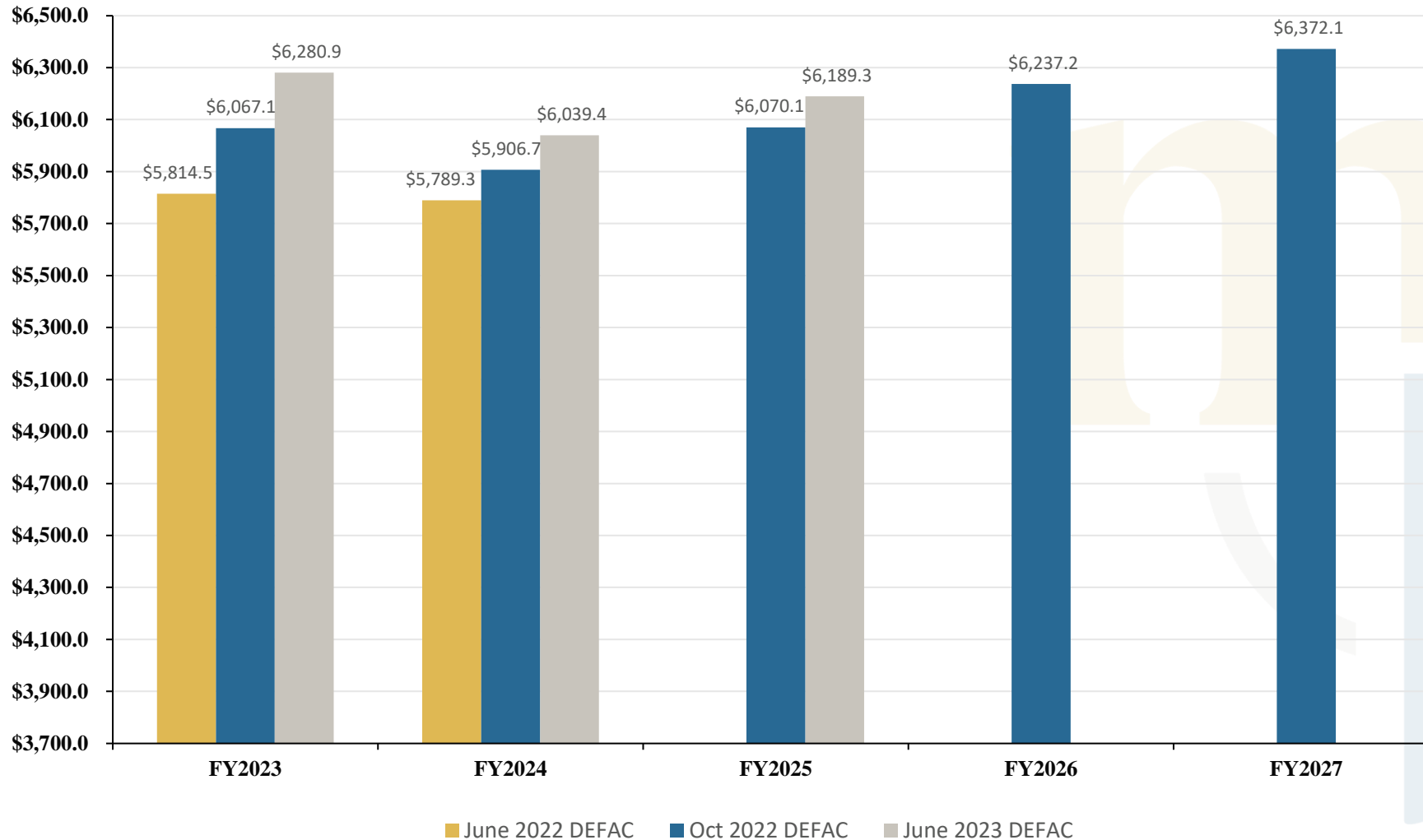
- **One-Time Supplemental.....\$194.6 M**

- **Bond and Capital Improvements Act...\$1,409.5 M**
 - State Capital Projects \$1,055.2 M
 - G.O. Bonds \$254.0 M
 - Cash \$753.4 M
 - Other. \$47.8 M
 - Transportation Authorizations \$354.3 M

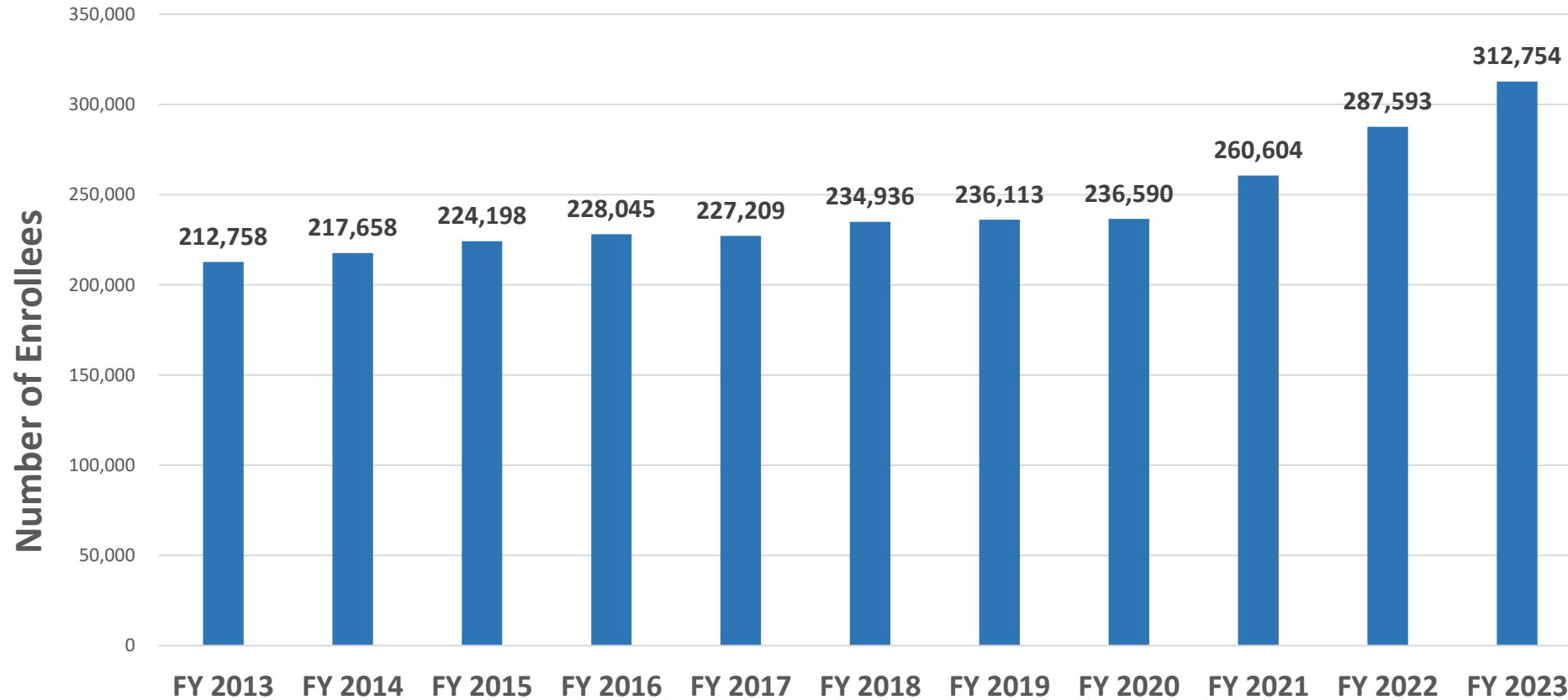
- **Grants-In-Aid.....\$72.0 M**

- **Budget Stabilization Fund.....\$410.1 M**

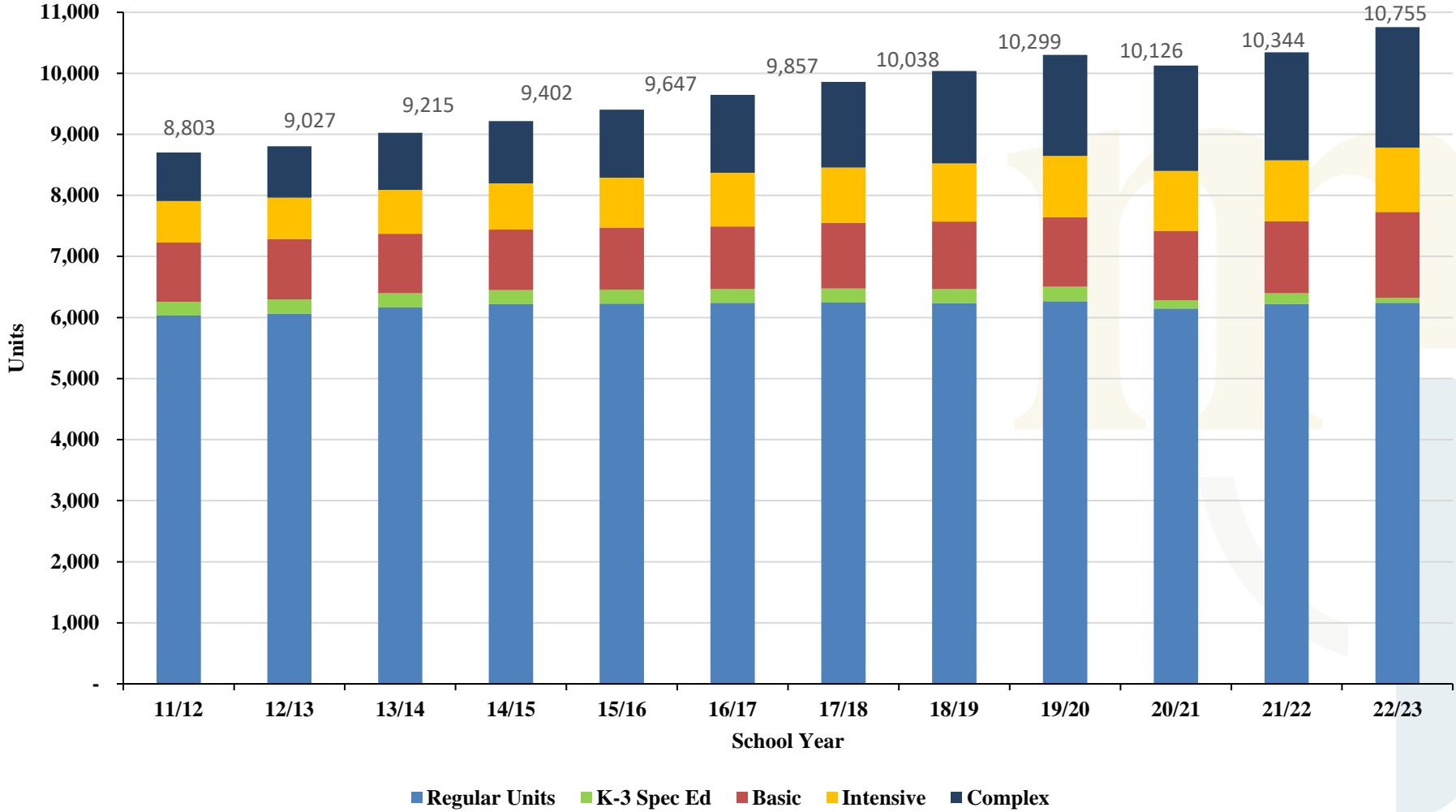
DEFAC: Five Year Revenue Forecast



Cost Drivers: Avg. Enrollment for Medicaid



Cost Drivers: Public Education Student Units



Spending Limitations



- 98% Appropriation Limit
- 2% Set-Aside
- Executive Order 21
 - EO is Non-binding to the General Assembly
- Debt Issuance

DE Constitution Article VIII: <https://delcode.delaware.gov/constitution/index.shtml>

29 Del. Code §7422: <https://delcode.delaware.gov/>

EO 21: <https://governor.delaware.gov/executive-orders/eo21/>



What does this mean for FY 2025?

- Updated revenue forecast
 - October 16
 - December 18
- Budgetary issues:
 1. Anticipate less resources in FY 25
 2. Mandatory cost increases (Door Openers) estimated at nearly 7% increase

What's Next?

- ❖ October 13, 2023 – Agency Budget Submissions Due
- ❖ October 16, 2023 – DEFAC Meeting
- ❖ November 2023 – OMB Public Hearings
- ❖ December 18, 2023 – DEFAC Meeting
- ❖ January 2024 – Governor's Recommended Budgets
- ❖ February – JFC Public Hearings
- ❖ March – Bond Committee Public Hearings
- ❖ March 18, 2024 – DEFAC Meeting
- ❖ May 20, 2024 – DEFAC Meeting
- ❖ May – JFC Markup – Operating Budget
- ❖ June 17, 2024 – DEFAC Meeting
- ❖ June – Bond Bill Markup – Capital Budget

