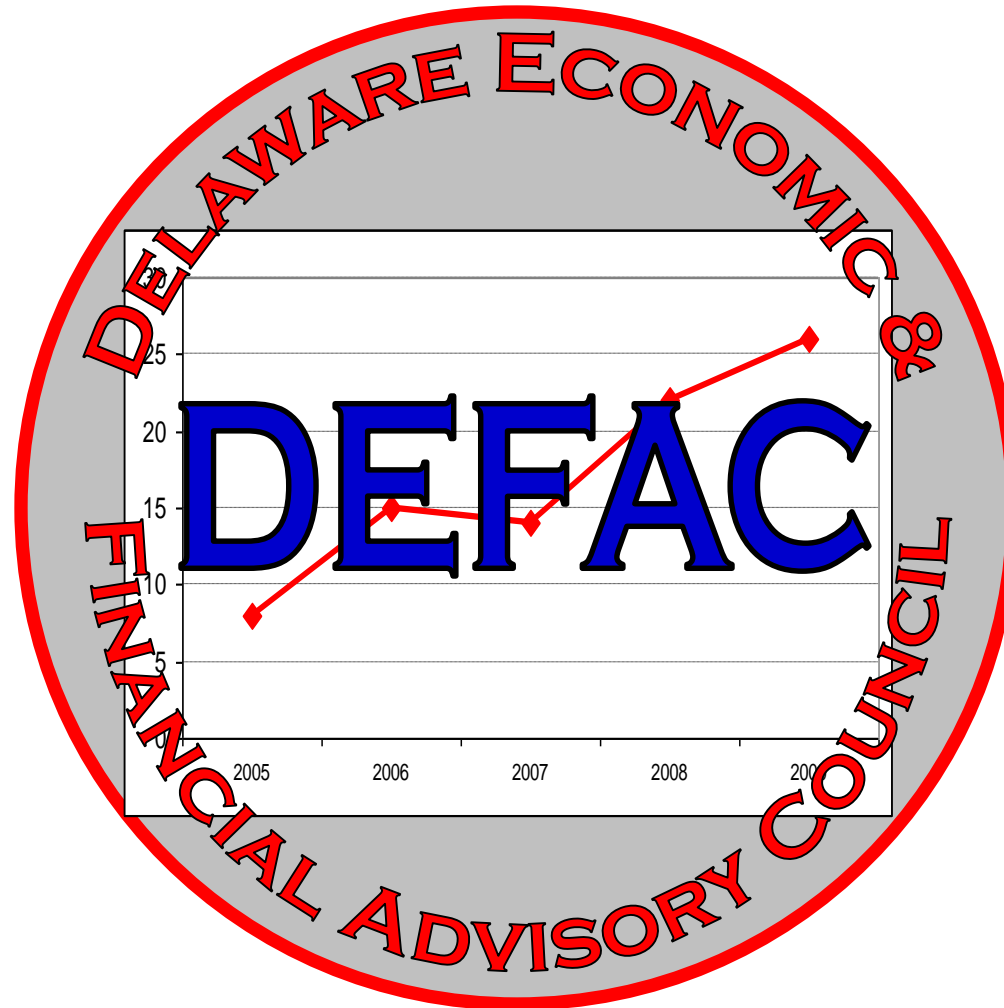


PLEASE NOTE: The projections contained in this package are NOT official.
They have been submitted for DEFAC's consideration.
Final projections may differ based on the outcome of DEFAC's deliberations.



PRESS PACKAGE

Oct 20, 2025

GENERAL FUND
DEFAC FORECAST
SUMMARY

DEFAC FORECAST SUMMARY

October-25

FY 2025 RESULTS	<u>June DEFAC</u>	<u>FY 25 Actual</u>	<u>Difference</u>
Expenditures	\$6,969.3	\$6,925.3	(\$44.0)
Reversions	\$95.9	\$95.9	\$0.0
Revenues	\$6,700.6	\$6,694.3	(\$6.3)
Impact on Cash Balance (Reversions + Revenue)			(\$6.3)

ECONOMIC OUTLOOK

- ▶ Stronger real GDP growth due to revised Q2 data and easing trade tensions
- ▶ Steady job growth despite tariff-related headwinds
- ▶ Inflation stabilizing, further rate cuts expected

	<u>Average</u> <u>FY23-25</u>	<u>Annual % Change</u>		
		<u>FY 26</u>	<u>FY 27</u>	<u>FY 28</u>
GDP	2.6	2.1	2.1	1.6
US Employment	2.0	0.6	0.6	0.3
DE Employment	3.1	1.3	0.8	0.5

REVENUE UPDATE	<u>FY 25</u>	<u>FY26 (Est)</u>	<u>FY27 (Est)</u>	<u>FY28 (Est)</u>
NET GENERAL FUND	\$6,694.3	\$6,684.1	\$6,823.9	\$7,019.9
ANNUAL GROWTH RATES	5.4%	-0.2%	2.1%	2.9%
MAJOR CHANGES SINCE LAST MEETING	<u>FY 26</u>			<u>FY 27</u>
Corporation Income Tax	(\$155.1)	Corporation Income Tax		(\$169.7)
Dividends and Interest	\$48.8	Unclaimed Property		\$54.0
CIT Refunds	\$23.3	Personal Income Tax		\$49.8
TOTAL CHANGE	(\$98.8)	TOTAL CHANGE		(\$47.8)

EXPENDITURE UPDATE	<u>FY 26 Estimate</u>		
	\$7,250.0		
COMPARISON VERSUS		<u>\$ Change</u>	<u>% Change</u>
FY 2025 Actual Expenditures		\$324.7	5.2%

FY 2027 BUDGET OUTLOOK	<u>Appropriation Limit</u>		
	\$6,733.0		
COMPARISON VERSUS		<u>\$ Change</u>	<u>% Change</u>
Current Budget (FY 2026)		(\$352.1)	-5.0%

GENERAL FUND
BALANCE & APPROPRIATIONS
WORKSHEET

Balance and Appropriations Worksheet

October-25

FY 2026 EXPENDITURES

Total Spending Authority	\$8,752.0
Less: Continuing Appropriations & Encumbrances from FY 2026	(\$1,477.0)
Less: Reversions	<u>(\$25.0)</u>
Total Expenditures	\$7,250.0

FY 2026 BALANCES

Total Expenditures	\$7,250.0
vs. FY 2026 Revenues	6,684.1
Operating Balance	(565.9)
Prior Year Cash Balance	2,925.3
Less: Budget Stabilization Fund (29 Del. C. § 6533(k))	<u>(\$469.3)</u>
Cumulative Cash Balance	1,890.1
Less: Continuing Appropriations & Encumbrances from FY 2026	(1,477.0)
Less: Budgetary Reserve Account	<u>(\$366.5)</u>
Unencumbered Cash Balance 6/30	\$46.6

FY 2027 APPROPRIATION LIMITS

FY 2027 Revenue Estimate	\$6,823.9
Unencumbered Cash Balance from FY 2026	<u>\$46.6</u>
100% Appropriation Limit	\$6,870.5
98% Appropriation Limit	<u>\$6,733.0</u>
Prior 98% Appropriation Limit	NA
Increase (Decrease) from Prior Meeting	NA
October 2025 98% Appropriation Limit	NA
Increase (Decrease) from October 2025	NA

FY 2026 BUDGET

Budget	\$6,580.8
Grants	\$98.3
Supplemental	\$406.0
Total Appropriations	\$7,085.1
Plus: Continuing Appropriations & Encumbrances from Prior Years	<u>\$1,666.9</u>
Total Spending Authority	\$8,752.0

FY 2026 RESERVES

2% Set Aside	\$144.6
Budget Reserve Account	\$366.5
Budget Stabilization Fund	<u>\$469.3</u>
Reserves	\$980.4
Revenue Resolution (Gross)	\$7,330.9
Reserve Ratio	13.4%

GENERAL FUND
EXPENDITURE REPORT

DEFAC Expenditures Forecast for General Fund Disbursements FY2026 (\$ in millions)
October 20, 2025

	<u>FY2021</u>	<u>FY2022</u>	<u>FY2023</u>	<u>FY2024</u>	<u>FY2025</u>	<u>FY2026</u>
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Appropriations</u>
Budget Act	4,525.2	4,771.5	5,099.7	5,606.7	6,129.2	6,580.8
Supplementals	-	221.1	378.6	194.6	168.4	37.6
Cash to Bond Bill	35.4	692.3	855.5	753.4	427.5	368.3
Grant-in-Aid	54.5	63.2	69.4	72.0	98.5	98.3
Continuing & Encumbered (from prior years)	431.3	495.8	1,098.6	1,575.0	1,864.6	1,666.9
<i>Fiscal Year Spending Authority</i>	5,046.4	6,243.9	7,501.7	8,201.7	8,688.1	8,752.0
<i>% increase/(decrease)</i>	(0.7%)	23.7%	20.1%	9.3%	5.9%	0.7%
<u>LESS:</u>						<i>Current</i>
Reversions to the General Fund	53.4	85.8	67.4	105.0	95.9	25.0
Continuing & Encumbered to next fiscal year	495.8	1,098.6	1,575.0	1,864.6	1,666.9	1,477.0
<i>Encumbered to next fiscal year</i>	<u>53.1</u>	<u>71.6</u>	<u>57.3</u>	<u>61.6</u>	<u>70.4</u>	60.0
<i>Continuing to next fiscal year</i>	<u>442.6</u>	<u>1,027.0</u>	<u>1,517.7</u>	<u>1,802.9</u>	<u>1,596.4</u>	1,417.0
<i>Fiscal Year Budgetary Expenditures</i>	4,497.2	5,059.5	5,859.3	6,232.1	6,925.3	7,250.0
<i>% increase/(decrease)</i>	(0.4%)	12.5%	15.8%	6.4%	11.1%	4.7%
<u>Comments:</u>	<u>FY2021</u>	<u>FY2022</u>	<u>FY2023</u>	<u>FY2024</u>	<u>FY2025</u>	<u>FY2026</u>
Expenditures / Spending Authority	89.1%	81.0%	78.1%	76.0%	79.7%	82.8%
Total Continuing / Spending Authority	8.8%	16.4%	20.2%	22.0%	18.4%	16.2%

DEFAC Expenditures Forecast for General Fund Disbursements (\$ in millions)

October 20, 2025

	<u>FY2025</u>	<u>FY2025</u>		<u>FY2026</u>	<u>FY2026</u>				<u>FY2027</u>		<u>FY2028</u>		<u>FY2029</u>	
	<u>June</u>	<u>Actual</u>		<u>June</u>	<u>October</u>				<u>Forecast</u>		<u>Forecast</u>		<u>Forecast</u>	
Salaries	2,072.6	2,068.9	(3.6)	2,219.6	2,220.1	0.6	151.2	7.3%	2,366.7	6.6%	2,522.9	6.6%	2,689.4	6.6%
Fringe Benefits	<u>768.8</u>	<u>765.8</u>	<u>(3.0)</u>	<u>820.6</u>	<u>826.8</u>	<u>6.3</u>	<u>61.0</u>	<u>8.0%</u>	<u>890.1</u>	<u>7.7%</u>	<u>956.4</u>	<u>7.4%</u>	<u>1,025.4</u>	<u>7.2%</u>
Health Care	590.1	587.4	(2.8)	628.8	635.9	7.1	48.5	8.3%	686.6	8.0%	739.4	7.7%	794.1	7.4%
Other	178.6	178.4	(0.2)	191.8	190.9	(0.8)	12.5	7.0%	203.5	6.6%	217.0	6.6%	231.3	6.6%
Pension	<u>606.1</u>	<u>605.3</u>	<u>(0.8)</u>	<u>598.2</u>	<u>598.3</u>	<u>0.1</u>	<u>(7.0)</u>	<u>(1.2%)</u>	<u>644.2</u>	<u>7.7%</u>	<u>692.0</u>	<u>7.4%</u>	<u>736.6</u>	<u>6.4%</u>
Contribution	276.0	275.8	(0.2)	294.8	294.8	0.1	19.0	6.9%	314.3	6.6%	335.0	6.6%	357.1	6.6%
Health Care	215.6	215.4	(0.2)	231.1	231.1	0.1	15.7	7.3%	246.4	6.6%	262.6	6.6%	280.0	6.6%
Other	114.5	114.2	(0.4)	72.4	72.4	0.0	(41.8)	(36.6%)	83.6	15.4%	94.3	12.9%	99.4	5.4%
Medicaid	1,111.4	1,080.8	(30.6)	1,149.3	1,217.0	67.6	136.1	12.6%	1,365.0	12.2%	1,498.5	9.8%	1,609.4	7.4%
Debt Service	251.6	251.6	0.0	262.1	262.1	0.0	10.5	4.2%	277.1	5.7%	291.0	5.0%	305.5	5.0%
Capital Outlay	203.0	211.5	8.5	175.0	172.9	(2.1)	(38.6)	(18.3%)	140.2	(18.9%)	110.4	(21.3%)	84.7	(23.3%)
Contractual Services	1,000.3	1,002.0	1.7	1,032.9	1,028.3	(4.6)	26.3	2.6%	978.7	(4.8%)	928.3	(5.2%)	890.4	(4.1%)
Grants	860.8	844.6	(16.2)	905.5	827.6	(77.9)	(17.0)	(2.0%)	789.6	(4.6%)	750.5	(4.9%)	721.5	(3.9%)
Supplies & Materials	94.8	94.8	(0.0)	97.6	96.8	(0.7)	2.0	2.2%	92.9	(4.0%)	88.9	(4.4%)	86.0	(3.3%)
Total Expenditures	6,969.3	6,925.3	(44.0)	7,260.7	7,250.0	(10.7)	324.7	4.7%	7,544.6	4.1%	7,838.9	3.9%	8,148.8	4.0%

GENERAL FUND

REVENUE REPORT

DEFAC General Fund Revenue Worksheet

October-25 DEFAC Meeting	FY 2025 A Actual Collections	FY 2026				
		B DEFAC Jun-25	C % B over A	D DEFAC Oct-25	E % D over A	F \$ Increase D over B
Revenue Category						
Personal Income Tax	2,718.2	2,819.7	3.7%	2,813.4	3.5%	(6.3)
Less: Refunds	<u>(335.0)</u>	<u>(288.5)</u>	-13.9%	<u>(288.5)</u>	-13.9%	<u>0.0</u>
PIT Less Refunds	2,383.2	2,531.2	6.2%	2,524.9	5.9%	(6.3)
Franchise Tax	1,324.4	1,328.9	0.3%	1,328.9	0.3%	0.0
Limited Partnerships & LLC's	522.1	522.6	0.1%	522.6	0.1%	0.0
Subtotal Franchise + LP/LLC	1,846.5	1,851.5	0.3%	1,851.5	0.3%	0.0
Less: Refunds	<u>(20.2)</u>	<u>(10.0)</u>	-50.5%	<u>(10.0)</u>	-50.5%	<u>0.0</u>
Net Franchise + LP/LLC	1,826.3	1,841.5	0.8%	1,841.5	0.8%	0.0
Business Entity Fees	171.4	167.0	-2.6%	167.0	-2.6%	0.0
Uniform Commercial Code	32.5	30.0	-7.7%	30.0	-7.7%	0.0
Unclaimed Property	554.0	554.0	0.0%	554.0	0.0%	0.0
Less: Refunds	<u>(128.0)</u>	<u>(130.0)</u>	1.5%	<u>(130.0)</u>	1.5%	<u>0.0</u>
Unclaimed Prop Less Refunds	426.0	424.0	-0.5%	424.0	-0.5%	0.0
Gross Receipts Tax	388.5	404.4	4.1%	404.4	4.1%	0.0
Lottery	230.0	249.1	8.3%	244.0	6.1%	(5.1)
Corporation Income Tax	452.5	433.6	-4.2%	278.5	-38.4%	(155.1)
Less: Refunds	<u>(81.1)</u>	<u>(103.3)</u>	27.4%	<u>(80.0)</u>	-1.3%	<u>23.3</u>
CIT Less Refunds	371.4	330.3	-11.1%	198.5	-46.6%	(131.8)
Realty Transfer Tax	235.8	249.7	5.9%	262.0	11.1%	12.3
Cigarette Taxes	87.5	82.4	-5.8%	82.4	-5.8%	0.0
Bank Franchise Tax	114.8	104.7	-8.8%	96.4	-16.0%	(8.3)
Insurance Taxes and Fees	100.3	93.8	-6.5%	82.7	-17.6%	(11.1)
Hospital Board and Treatment	23.5	21.4	-8.9%	21.4	-8.9%	0.0
Public Utility Tax	36.0	35.2	-2.2%	35.2	-2.2%	0.0
Alcoholic Beverage Tax	31.5	31.4	-0.3%	31.4	-0.3%	0.0
Dividends and Interest	165.5	116.7	-29.5%	165.5	0.0%	48.8
Other Revenues	82.2	86.3	5.0%	89.3	8.7%	3.0
Less: Other Refunds	<u>(12.2)</u>	<u>(16.2)</u>	33.3%	<u>(16.5)</u>	35.7%	(0.3)
Net Receipts	6,694.3	6,782.9	1.3%	6,684.1	-0.2%	(98.8)

DEFAC General Fund Revenue Worksheet

October-25 DEFAC Meeting	FY 2027					FY 2028		FY 2029		FY 2030	
	G DEFAC Jun-25	H % G over B	I DEFAC Oct-25	J % I over D	K \$ Increase I over G	N DEFAC Oct-25	O % N over I	N DEFAC Oct-25	O % N over L	P DEFAC Oct-25	Q % P over N
Revenue Category											
Personal Income Tax	2,879.5	2.1%	2,929.3	4.1%	49.8	3,122.7	6.6%	3,274.0	4.8%	3,425.1	4.6%
Less: Refunds	<u>(267.3)</u>	-7.3%	<u>(267.3)</u>	-7.3%	<u>0.0</u>	<u>(268.9)</u>	0.6%	<u>(270.4)</u>	0.6%	<u>(272.0)</u>	0.6%
PIT Less Refunds	2,612.2	3.2%	2,662.0	5.4%	49.8	2,853.8	7.2%	3,003.6	5.2%	3,153.1	5.0%
Franchise Tax	1,328.9	0.0%	1,328.9	0.0%	0.0	1,328.9	0.0%	1,355.5	2.0%	1,382.6	2.0%
Limited Partnerships & LLC's	522.6	0.0%	522.6	0.0%	0.0	522.6	0.0%	533.1	2.0%	543.7	2.0%
Subtotal Franchise + LP/LLC	1,851.5	0.0%	1,851.5	0.0%	0.0	1,851.5	0.0%	1,888.5	2.0%	1,926.3	2.0%
Less: Refunds	<u>(10.0)</u>	0.0%	<u>(10.0)</u>	0.0%	<u>0.0</u>	<u>(10.0)</u>	0.0%	<u>(10.0)</u>	0.0%	<u>(10.0)</u>	0.0%
Net Franchise + LP/LLC	1,841.5	0.0%	1,841.5	0.0%	0.0	1,841.5	0.0%	1,878.5	2.0%	1,916.3	2.0%
Business Entity Fees	167.0	0.0%	167.0	0.0%	0.0	167.0	0.0%	167.0	0.0%	167.0	0.0%
Uniform Commercial Code	30.0	0.0%	30.0	0.0%	0.0	30.0	0.0%	30.0	0.0%	30.0	0.0%
Unclaimed Property	500.0	-9.7%	554.0	0.0%	54.0	525.0	-5.2%	500.0	-4.8%	500.0	0.0%
Less: Refunds	<u>(130.0)</u>	0.0%	<u>(130.0)</u>	0.0%	<u>0.0</u>	<u>(130.0)</u>	0.0%	<u>(130.0)</u>	0.0%	<u>(130.0)</u>	0.0%
Unclaimed Prop Less Refunds	370.0	-12.7%	424.0	0.0%	54.0	395.0	-6.8%	370.0	-6.3%	370.0	0.0%
Gross Receipts Tax	415.6	2.8%	415.6	2.8%	0.0	432.6	4.1%	443.8	2.6%	455.4	2.6%
Lottery	255.0	2.4%	247.5	1.4%	(7.5)	251.1	1.5%	254.1	1.2%	257.2	1.2%
Corporation Income Tax	424.1	-2.2%	254.4	-8.7%	(169.7)	283.8	11.6%	313.8	10.6%	348.9	11.2%
Less: Refunds	<u>(79.8)</u>	-22.7%	<u>(79.8)</u>	-0.3%	<u>0.0</u>	<u>(80.0)</u>	0.3%	<u>(80.0)</u>	0.0%	<u>(80.0)</u>	0.0%
CIT Less Refunds	344.3	4.2%	174.6	-12.0%	(169.7)	203.8	16.7%	233.8	14.7%	268.9	15.0%
Realty Transfer Tax	254.9	2.1%	267.5	2.1%	12.6	278.2	4.0%	293.5	5.5%	314.0	7.0%
Cigarette Taxes	78.3	-5.0%	78.3	-5.0%	0.0	74.4	-5.0%	70.7	-5.0%	67.1	-5.0%
Bank Franchise Tax	111.2	6.2%	105.2	9.1%	(6.0)	107.3	2.0%	109.4	2.0%	111.6	2.0%
Insurance Taxes and Fees	108.3	15.5%	100.4	21.4%	(7.9)	90.8	-9.6%	105.0	15.6%	98.0	-6.7%
Hospital Board and Treatment	21.4	0.0%	21.4	0.0%	0.0	21.0	-1.9%	20.4	-3.0%	19.8	-3.0%
Public Utility Tax	33.3	-5.4%	33.3	-5.4%	0.0	32.6	-2.1%	31.9	-2.1%	31.3	-2.0%
Alcoholic Beverage Tax	31.4	0.0%	31.4	0.0%	0.0	31.4	0.0%	31.4	0.0%	31.4	0.0%
Dividends and Interest	125.7	7.7%	149.8	-9.5%	24.1	134.2	-10.4%	118.3	-11.8%	117.7	-0.5%
Other Revenues	87.8	1.7%	90.6	1.5%	2.8	92.1	1.7%	95.7	4.0%	99.6	4.0%
Less: Other Refunds	<u>(16.2)</u>	0.0%	<u>(16.2)</u>	-1.8%	0.0	<u>(16.9)</u>	4.3%	<u>(16.0)</u>	-5.3%	<u>(16.0)</u>	0.0%
Net Receipts	6,871.7	1.3%	6,823.9	2.1%	(47.8)	7,019.9	2.9%	7,241.1	3.2%	7,492.3	3.5%

Summary of Changes YTD

October-25

	<u>FY 2026</u>		<u>FY 2027</u>	
	<u>Amount</u>	<u>% Ch</u>	<u>Amount</u>	<u>% Ch</u>
June 2025 Estimate:	\$6,782.9		\$6,871.7	
Revenue Adjustments: Revenue Resolution	<u>0.0</u>	0.0%	<u>0.0</u>	0.0%
Revenue Resolution	\$6,782.9		\$6,871.7	
October Changes to Forecast:	(\$98.8)	-1.5%	(\$47.8)	-0.7%
December Changes to Forecast:		0.0%		0.0%
March Changes to Forecast:		0.0%		0.0%
May Changes to Forecast:		0.0%		0.0%
June Changes to Forecast:		0.0%		0.0%
TOTAL CHANGES YTD vs. June DEFAC:				
Bottom Line: TOTAL CHANGES YTD vs. Rev. Resolution & other tax law changes ★ (\$98.8) -1.5% (\$47.8) -0.7% ★				
Current Estimate:	\$6,684.1		\$6,823.9	

**October 2025
over
June 2025**

<u>WHERE WE STARTED</u>		<u>FY 2026</u>	<u>FY 2027</u>
DEFAC Estimate:	Jun 25	\$6,782.9	\$6,871.7
<u>WHERE WE ARE NOW</u>			
Revenue Sub:	Oct 25	\$6,684.1	\$6,823.9
\$ Change vs	Jun 25	DEFAC	(FY 2027)
% Change vs.	Jun 25	DEFAC	-0.7%
<u>Major Positive Changes in:</u>		<u>FY 2026</u>	<u>FY 2027</u>
Dividends and Interest		\$48.8	Net Unclaimed Property \$54.0
Realty Transfer Tax		\$12.3	Net PIT \$49.8
Other Revenues		\$3.0	Dividends and Interest \$24.1
			Realty Transfer Tax \$12.6
<u>Major Negative Changes in:</u>		<u>FY 2026</u>	<u>FY 2027</u>
Net CIT		(\$131.8)	Net CIT (\$169.7)
Insurance Taxes		(\$11.1)	Insurance Taxes (\$7.9)
Bank Franchise Tax		(\$8.3)	Lottery (\$7.5)
Net PIT		(\$6.3)	Bank Franchise Tax (\$6.0)

TRANSPORTATION TRUST FUND

EXPENDITURE REPORT

Delaware Department of Transportation
US 301 FY 2026 Expenditures, Through September 30, 2025

							25%
	FY2024 Actual	FY2025 Actual	FY2026 Appropriation	OCTOBER FY2026 Forecast	\$ difference Forecast V. FY2025 Actual	FY2026 YTD Spend	% spent YTD
<u>US301 Operations</u>							
Debt Service - TRB & TIFIA Operations	16.7 <u>3.2</u>	16.7 <u>4.1</u>	18.8 <u>4.5</u>	18.8 <u>4.5</u>	2.1 <u>0.4</u>	0.0 <u>0.8</u>	0% 18%
Total Expenditures - Operations	19.9	20.8	23.3	23.3	2.5	0.8	3%
<u>US301 Capital</u>							
Toll Revenue Bonds	<u>1.2</u>	<u>18.1</u>	<u>0.0</u>	<u>0.0</u>	(18.1)	<u>0.0</u>	#DIV/0!
Total US301	1.2	18.1	0.0	0.0	(18.1)	0.0	#DIV/0!
TOTAL EXPENDITURES	21.1	38.9	23.3	23.3	(15.6)	0.8	3%

Delaware Department of Transportation FY 2026 Expenditures, Through September 30, 2025							25%
	FY2024 Actual	FY2025 Actual	FY2026 Appropriation	OCTOBER FY2026 Forecast	\$ difference Forecast V. FY2025 Actual	FY2026 YTD Spend	% spent YTD
Operations			<u>w/o US301</u>				
Debt Service	82.2	91.6	91.5	91.5	(0.1)	74.9	82%
Personnel Costs	117.3	129.3	133.8	133.8	4.5	32.1	24%
Operations/Capital Outlay	82.1	90.2	95.6	95.6	5.4	23.4	24%
Transit Operations (DTC)	<u>98.2</u>	<u>118.4</u>	<u>120.6</u>	<u>120.6</u>	2.2	<u>40.1</u>	33%
Total Expenditures - Operations	379.8	429.5	441.5	441.5	12.0	170.5	39%
State Capital							
Road System	258.1	213.8	189.0	189.0	(24.8)	34.0	18%
Grants & Allocations	35.5	37.0	38.7	38.7	1.7	8.3	21%
Support Systems	51.9	67.1	36.5	36.5	(30.6)	6.0	16%
Transit	<u>14.3</u>	<u>8.2</u>	<u>13.8</u>	<u>13.8</u>	5.6	<u>3.4</u>	25%
State Capital	359.8	326.1	278.0	278.0	(48.1)	51.7	19%
Federal Capital							
Federal Capital	331.6	373.9	375.0	375.0	1.1	113.7	30%
Total Expenditures - Capital	691.4	700.0	653.0	653.0	(47.0)	165.4	25%
TOTAL EXPENDITURES	1,071.2	1,129.5	1,094.5	1,094.5	(35.0)	335.9	31%

	OCTOBER FY2026 Forecast	FY2026 YTD Spend	% spent YTD
DeIDOT	1,094.5	\$ 335.9	31%
US301	23.3	\$ 0.8	3%
TOTAL	1,117.8	\$ 336.7	0.30121668

TRANSPORTATION TRUST FUND

REVENUE REPORT

DELAWARE DEPARTMENT OF TRANSPORTATION
Transportation Trust Fund Revenues

	FY24	FY25	% Chg.	Fiscal 2026			Fiscal 2027		
				6/16/2025 Approved	10/20/2025 Recomm	% Chg. FY 25	6/16/2025 Approved	10/20/2025 Recomm	% Chg. FY 26
<u>TOLL ROAD REVENUES:</u>									
I95 Newark Plaza	\$133.5	\$121.7	-8.9%	\$128.7	\$154.7	27.1%	\$142.2	\$164.2	6.1%
Route 1 Toll Road	61.1	59.0	-3.4%	\$62.6	\$86.9	47.3%	\$63.4	\$98.4	13.3%
Concessions	<u>2.4</u>	<u>2.2</u>	-8.8%	<u>\$2.4</u>	<u>\$2.4</u>	<u>3.2%</u>	<u>\$2.5</u>	<u>\$2.5</u>	<u>4.2%</u>
Total Toll Road Revenues	197.0	182.9	-7.2%	\$193.7	\$244.0	33.4%	\$208.1	\$265.1	8.7%
MOTOR FUEL TAX ADMIN.	137.4	135.0	-1.7%	\$129.7	\$129.7	(3.9%)	\$127.1	\$127.1	(2.0%)
<u>DIVISION OF MOTOR VEHICLES</u>									
Motor Vehicle Document Fees	149.1	162.4	8.9%	\$151.2	\$171.7	5.7%	\$153.5	\$188.5	9.8%
Motor Vehicle Registration Fees	61.0	62.3	2.2%	\$63.1	\$63.1	1.2%	\$64.0	\$64.0	1.4%
Other DMV Revenues	40.2	43.2	7.4%	\$42.2	\$42.9	-0.7%	\$42.4	\$43.3	0.9%
Alternative Fuel Vehicle Fees	<u>0.0</u>	<u>0.0</u>	#DIV/0!	<u>\$0.0</u>	<u>\$2.6</u>	#DIV/0!	<u>\$0.0</u>	<u>\$4.1</u>	<u>55.9%</u>
Total DMV Revenues	250.3	267.9	7.0%	\$256.5	\$280.3	4.6%	\$259.9	\$299.9	7.0%
<u>OTHER TRANSPORTATION REV.</u>									
Other Transportation Rev	9.1	10.2	12.4%	\$9.2	\$15.2	48.6%	\$9.3	\$9.3	-38.8%
Investment Income(Net)	<u>19.5</u>	<u>10.8</u>	-44.8%	<u>\$5.0</u>	<u>\$5.0</u>	-52.6%	<u>\$5.0</u>	<u>\$5.0</u>	<u>0.0%</u>
Total Other Transp. Revenue	28.6	21.0	-26.6%	\$14.2	\$20.2	-3.8%	\$14.3	\$14.3	-29.2%
GRAND TOTAL	\$613.3	\$606.8	-1.1%	\$594.1	\$674.2	11.1%	\$609.4	\$706.4	4.8%
	FY24	FY25	% Chg.	Fiscal 2026			Fiscal 2027		
US301 Revenues	\$ 25.4	\$ 27.7	9.1%	\$ 28.0	\$ 33.0	19.2%	\$ 28.5	\$ 34.8	5.2%
TOTAL	\$ 638.7	\$ 634.5	-0.7%	\$ 622.1	\$ 707.2	11.5%	\$ 637.9	\$ 741.2	4.8%

DELAWARE DEPARTMENT OF TRANSPORTATION Transportation Trust Fund Revenues															
	Fiscal 2028			Fiscal 2029			Fiscal 2030			Fiscal 2031			Fiscal 2032		
	6/16/2025 Approved	10/20/2025 Recomm	% Chg. FY 26	6/16/2025 Approved	10/20/2025 Recomm	% Chg. FY 27	6/16/2025 Approved	10/20/2025 Recomm	% Chg. FY 28	6/16/2025 Approved	10/20/2025 Recomm	% Chg. FY 29	6/16/2025 Approved	10/20/2025 Recomm	% Chg. FY 30
TOLL ROAD REVENUES:															
I95 Newark Plaza	\$144.0	\$166.0	1.1%	\$145.9	\$167.9	1.1%	\$147.8	\$169.8	1.1%	\$149.7	\$171.7	1.1%		\$173.6	1.1%
Route 1 Toll Road	\$64.2	\$103.2	4.9%	\$65.1	\$104.1	0.9%	\$65.9	\$104.9	0.8%	\$66.8	\$105.8	0.9%		\$106.7	0.8%
Concessions	\$2.5	\$2.5	4.2%	\$2.5	\$2.5	0.0%	\$2.5	\$2.5	0.0%	\$2.5	\$2.5	0.0%		\$2.5	0.0%
Total Toll Road Revenues	\$210.7	\$271.7	2.5%	\$213.5	\$274.5	1.0%	\$216.2	\$277.2	1.0%	\$219.0	\$280.0	1.0%		\$282.8	1.0%
MOTOR FUEL TAX ADMIN.	\$124.6	\$124.6	-2.0%	\$122.1	\$122.1	-2.0%	\$119.7	\$119.7	-2.0%	\$117.3	\$117.3	-2.0%		\$113.5	-3.2%
DIVISION OF MOTOR VEHICLES															
Motor Vehicle Document Fees	\$155.8	\$190.8	1.2%	\$158.1	\$193.1	1.2%	\$160.5	\$195.5	1.2%	\$162.9	\$197.9	1.2%		\$200.3	1.2%
Motor Vehicle Registration Fees	\$65.0	\$65.0	1.6%	\$65.9	\$65.9	1.4%	\$66.9	\$66.9	1.5%	\$67.9	\$67.9	1.5%		\$68.9	1.5%
Other DMV Revenues	\$42.6	\$43.5	0.5%	\$42.8	\$43.7	0.5%	\$43.0	\$43.9	0.5%	\$43.2	\$44.1	0.5%		\$44.3	0.5%
Alternative Fuel Vehicle Fees	\$0.0	\$5.5	34.3%	\$0.0	\$7.2	30.5%	\$0.0	\$9.1	26.8%	\$0.0	\$11.3	24.1%		\$13.5	20.4%
Total DMV Revenues	\$263.4	\$304.8	1.6%	\$266.8	\$309.9	1.7%	\$270.4	\$315.4	1.8%	\$274.0	\$321.2	1.8%		\$327.0	1.8%
OTHER TRANSPORTATION REV.															
Other Transportation Rev	\$9.3	\$9.3	0.0%	\$9.3	\$9.3	0.0%	\$9.3	\$9.3	0.0%	\$9.3	\$9.3	0.0%		\$9.3	0.0%
Investment Income(Net)	\$5.0	\$5.0	0.0%	\$5.0	\$5.0	0.0%	\$5.0	\$5.0	0.0%	\$5.0	\$5.0	0.0%		\$5.0	0.0%
Total Other Transp. Revenue	\$14.3	\$14.3	0.0%	\$14.3	\$14.3	0.0%	\$14.3	\$14.3	0.0%	\$14.3	\$14.3	0.0%		\$14.3	0.0%
GRAND TOTAL	\$613.0	\$715.4	1.3%	\$616.7	\$720.8	0.8%	\$620.6	\$726.6	0.8%	\$624.6	\$732.8	0.9%		\$737.6	0.7%
	\$102.4			\$104.1			\$106.0			\$108.2			\$737.6		
	Fiscal 2028			Fiscal 2029			Fiscal 2030			Fiscal 2031			Fiscal 2032		
US301 Revenues	\$ 29.0	\$ 35.7	2.6%	\$ 29.3	\$ 36.4	2.0%	\$ 29.6	\$ 36.8	1.2%	\$ 32.0	\$ 39.2	6.5%		\$ 39.7	1.3%
TOTAL	\$ 642.0	\$ 751.0	1.3%	\$ 646.0	\$ 757.1	0.8%	\$ 650.2	\$ 763.4	0.8%	\$ 656.6	\$ 771.9	1.1%		\$ 777.3	0.7%

DELAWARE DEPARTMENT OF TRANSPORTATION
Transportation Trust Fund Revenues
FY 2026 Forecast

	<u>Jun-25</u> FY 2026 Forecast	<u>Oct-25</u> FY 2026 Forecast	Change from <u>June to</u> <u>October</u>	<u>YTD</u> <u>Change</u> FY 2026 Forecast	
<u>TOLL ROAD REVENUES:</u>					
I95 Newark Plaza	\$128.7	\$154.7	\$26.0	\$26.0	20.2%
Route 1 Toll Road	\$62.6	\$86.9	\$24.3	\$24.3	38.8%
Concessions	\$2.4	\$2.4	\$0.0	\$0.0	0.0%
Total Toll Road Revenues	\$193.7	\$244.0	\$50.3	\$50.3	26.0%
<u>MFTA REVENUES</u>	\$129.7	\$129.7	\$0.0	\$0.0	0.0%
<u>DIVISION OF MOTOR VEHICLES</u>					
Motor Vehicle Document Fees	\$151.2	\$171.7	\$20.5	\$20.5	13.6%
Motor Vehicle Registration Fees	\$63.1	\$63.1	\$0.0	\$0.0	0.0%
Other Transportation Revenues	\$42.2	\$42.9	\$0.7	\$0.7	1.7%
Alternative Fuel Vehicle Fees	\$0.0	\$2.6	\$2.6	\$2.6	#DIV/0!
Total DMV Revenues	\$256.5	\$280.3	\$23.8	\$23.8	9.3%
<u>OTHER TRANSPORTATION REV.</u>					
Other Transportation Rev.	\$9.2	\$15.2	\$6.0	\$6.0	65.2%
Investment Income	\$5.0	\$5.0	\$0.0	\$0.0	0.0%
Total Other Transportation Rev.	\$14.2	\$20.2	\$6.0	\$6.0	42.3%
US301 Toll Revenue	\$28.0	\$33.0	\$5.0	\$5.0	18.0%
GRAND TOTAL	\$622.1	\$707.2	\$85.1	\$85.1	13.7%
Percent Change in Forecast		13.7%			
Dollar Change in Forecast		\$85.1			

DELAWARE DEPARTMENT OF TRANSPORTATION
Transportation Trust Fund Revenues
FY 2027 Forecast

	<u>Jun-25</u> FY 2027 Forecast	<u>Oct-25</u> FY 2027 Forecast	Change from June to <u>October</u>	<u>YTD</u> <u>Change</u> FY 2027 Forecast	
<u>TOLL ROAD REVENUES:</u>					
I95 Newark Plaza	\$142.2	\$164.2	\$22.0	\$22.0	15.5%
Route 1 Toll Road	\$63.4	\$98.4	\$35.0	\$35.0	55.2%
Concessions	<u>\$2.5</u>	<u>\$2.5</u>	\$0.0	\$0.0	0.0%
Total Toll Road Revenues	\$208.1	\$265.1	\$57.0	\$57.0	27.4%
<u>MFTA REVENUES</u>	\$127.1	\$127.1	\$0.0	\$0.0	0.0%
<u>DIVISION OF MOTOR VEHICLES</u>					
Motor Vehicle Document Fees	\$153.5	\$188.5	\$35.0	\$35.0	22.8%
Motor Vehicle Registration Fees	\$64.0	\$64.0	\$0.0	\$0.0	0.0%
Other Transportation Revenues	<u>\$42.4</u>	<u>\$43.3</u>	\$0.9	\$0.9	2.1%
Alternative Fuel Vehicle Fees	<u>\$0.0</u>	<u>\$4.1</u>	\$4.1	\$4.1	#DIV/0!
Total DMV Revenues	\$259.9	\$299.9	\$40.0	\$40.0	15.4%
<u>OTHER TRANSPORTATION REV.</u>					
Other Transportation Rev.	\$9.3	\$9.3	\$0.0	\$0.0	0.0%
Investment Income	<u>\$5.0</u>	<u>\$5.0</u>	\$0.0	\$0.0	0.0%
Total Other Transportation Rev.	\$14.3	\$14.3	\$0.0	\$0.0	0.0%
US301 Toll Revenue	<u>\$28.5</u>	<u>\$34.8</u>	\$6.3	\$6.3	22.0%
GRAND TOTAL	<u>\$637.9</u>	<u>\$741.2</u>	\$103.3	\$103.3	16.2%
Percent Change in Forecast		16.2%			
Dollar Change in Forecast		\$103.3			

Motor Fuel Tax Administration Revenues								Oct-25		
	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
Motor Fuel Revenues	\$135.0	\$129.7	\$129.7	\$0.0	\$127.1	\$127.1	\$0.0	\$124.6	\$124.6	\$0.0
GROWTH RATE	-1.8%	-3.9%	-3.9%	0.0%	-2.0%	-2.0%	0.0%	-2.0%	-2.0%	0.0%
TRACKING										
	<u>YTD</u>	<u>Tracking As Of:</u>			<u>Growth Needed to Hit</u>			<u>Estimate if revenue follows trend:</u>		
		<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>			<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>
FY2026	\$28.9	NA	-0.5%	NA	<u>ESTIMATE</u>			\$134.3	\$136.3	\$133.4
FY2025	\$29.1				-4.9%					

I-95 Toll and Concession Revenues

Oct-25

I-95 Toll Revenues

	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
I-95 Tolls	\$121.7	\$128.7	\$154.7	\$26.0	\$142.2	\$164.2	\$22.0	\$144.0	\$166.0	\$22.0
GROWTH RATE	-8.9%	5.8%	27.1%	-21.4%	10.5%	6.1%	-4.3%	1.3%	1.1%	-0.2%

TRACKING

	<u>YTD</u>	<u>Jun-25</u>	<u>Tracking As Of:</u> <u>Oct-25</u>	<u>CHANGE</u>	<u>Growth Needed to Hit</u> <u>Oct-25</u> <u>ESTIMATE</u>	<u>Estimate if revenue follows trend:</u>		
FY2026	\$42.0	NA	14.4%	NA		<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>
FY2025	\$36.7				32.6%	\$165.2	\$152.8	\$155.8

I-95 Concession Revenues

	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
Concession Revenues	\$2.3	\$2.4	\$2.4	\$0.0	\$2.5	\$2.5	\$0.0	\$2.5	\$2.5	\$0.0
GROWTH RATE	-4.6%	3.2%	3.2%	0.0%	4.2%	4.2%	0.0%	0.0%	4.2%	4.2%

TRACKING

	<u>YTD</u>	<u>Jun-25</u>	<u>Tracking as of:</u> <u>Oct-25</u>	<u>CHANGE</u>	<u>Growth Needed to Hit</u> <u>Oct-25</u> <u>ESTIMATE</u>	<u>Estimate if revenue follows trend:</u>		
FY2026	\$0.9	NA	17.3%	NA		<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>
FY2025	\$0.7				-3.2%	\$2.7	\$3.5	\$3.5

SR-1 Toll Revenues									Oct-25	
	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
SR-1 Tolls	\$59.0	\$62.6	\$86.9	\$24.3	\$63.4	\$98.4	\$35.0	\$64.2	\$103.2	\$39.0
GROWTH RATE	-3.5%	6.1%	47.3%	41.2%	1.3%	13.3%	12.0%	1.3%	4.9%	3.6%
TRACKING										
		Tracking As Of:			Growth Needed to Hit		Estimate if revenue follows trend:			
	<u>YTD</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>		<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>	
FY2026	\$25.7	NA	33.0%	NA	<u>ESTIMATE</u>		\$78.4	\$80.2	\$79.3	
FY2025	\$19.3				54.2%					

Document Fee Revenues								Oct-25		
	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
Doc Fees	\$162.4	\$151.2	\$171.7	\$20.5	\$153.5	\$188.5	\$35.0	\$155.8	\$190.8	\$35.0
GROWTH RATE	8.9%	-6.9%	5.7%	12.6%	1.5%	9.8%	8.3%	1.5%	1.2%	-0.3%
TRACKING										
	<u>AMOUNT</u>	Tracking As Of:			Growth Needed to Hit		Estimate if revenue follows trend:			
		<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>		<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>	
FY2026	\$40.6	NA	-8.8%	NA	<u>ESTIMATE</u>		\$148.1	\$167.0	\$165.7	
FY2025	\$44.5				11.2%					

Registration Fee Revenue

Oct-25

	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
GROSS AMOUNT	\$62.3	\$63.1	\$63.1	\$0.0	\$64.0	\$64.0	\$0.0	\$65.0	\$65.0	\$0.0
GROWTH RATE	2.2%	1.2%	1.2%	0.0%	1.4%	1.4%	0.0%	1.6%	1.6%	0.0%

TRACKING

		Tracking As Of:			Growth Needed to Hit	Estimate if revenue follows trend:		
	<u>AMOUNT</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>	<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>
FY2026	\$15.8	NA	-1.1%	NA	<u>ESTIMATE</u>	\$64.5	\$63.7	\$62.5
FY2025	\$16.0				2.0%			

Other DMV Fees

Oct-25

	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
Other DMV Fees	\$43.2	\$42.2	\$42.9	\$0.7	\$42.4	\$43.3	\$0.9	\$42.6	\$43.5	\$0.9
GROWTH RATE	7.4%	-2.3%	-0.7%	1.6%	0.5%	0.9%	0.5%	0.5%	0.5%	0.0%

TRACKING

	<u>AMOUNT</u>	<u>Tracking As Of:</u>			<u>Growth Needed to Hit</u>	<u>Estimate if revenue follows trend:</u>		
		<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>	<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>
FY2026	\$11.4	NA	2.2%	NA	<u>ESTIMATE</u>	\$44.1	\$46.6	\$44.3
FY2025	\$11.1				-1.6%			

Alternative Fuel Vehicle Fees	Oct-25
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	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
AFV Fees	\$0.0	\$0.0	\$2.6	\$2.6	\$0.0	\$4.1	\$4.1	\$0.0	\$5.5	\$5.5
GROWTH RATE	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	55.9%	#DIV/0!	#DIV/0!	34.3%	#DIV/0!

TRACKING									
	<u>AMOUNT</u>	<u>Tracking As Of:</u>			<u>Growth Needed to Hit</u>	<u>Estimate if revenue follows trend:</u>			
		<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>	<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>	
FY2026	\$0.0	NA	#DIV/0!	NA	<u>ESTIMATE</u>	#DIV/0!	#DIV/0!	#DIV/0!	
FY2025	\$0.0				#DIV/0!				

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Other Transportation Revenues								Oct-25		
	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
GROSS AMOUNT	\$10.2	\$9.2	\$15.2	\$6.0	\$9.3	\$9.3	\$0.0	\$9.3	\$9.3	\$0.0
GROWTH RATE	13.5%	-10.1%	48.6%	58.6%	1.1%	-38.8%	-39.9%	0.0%	0.0%	0.0%
TRACKING										
	<u>AMOUNT</u>	<u>Tracking As Of:</u>		<u>CHANGE</u>	<u>Growth Needed to Hit</u>		<u>Estimate if revenue follows trend:</u>			
		<u>Jun-25</u>	<u>Oct-25</u>		<u>Oct-25</u>		<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>	
FY2026	\$1.7	NA	41.4%	NA	<u>ESTIMATE</u>		\$14.5	\$13.4	\$8.2	
FY2025	\$1.2				49.5%					

Investment Income								Oct-25		
	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
GROSS AMOUNT	\$10.5	\$5.0	\$5.0	\$0.0	\$5.0	\$5.0	\$0.0	\$5.0	\$5.0	\$0.0
GROWTH RATE	-46.0%	-52.6%	-52.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
TRACKING										
		<u>Tracking As Of:</u>			Growth Needed to Hit		<u>Estimate if revenue follows trend:</u>			
	<u>AMOUNT</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>		<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>	
FY2026	\$2.2	NA	-15.6%	NA	<u>ESTIMATE</u>		\$8.9	\$13.6	\$13.4	
FY2025	\$2.6				-64.9%					

US301 Toll Revenues

Oct-25

	FY2025	FY2026			FY2027			FY2028		
	<u>ACTUAL</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>
GROSS AMOUNT	\$27.7	\$28.0	\$33.0	\$5.0	\$28.5	\$34.8	\$0.0	\$29.0	\$35.7	\$0.0
GROWTH RATE	9.3%	1.0%	19.2%	18.2%	1.8%	5.2%	3.4%	1.8%	2.6%	0.8%

TRACKING

	<u>AMOUNT</u>	<u>Tracking As Of:</u>			<u>Growth Needed to Hit</u>	<u>Estimate if revenue follows trend:</u>		
		<u>Jun-25</u>	<u>Oct-25</u>	<u>CHANGE</u>	<u>Oct-25</u>	<u>FY23</u>	<u>3 YR AVG.</u>	<u>5 YR AVG.</u>
FY2026	\$8.9	NA	11.1%	NA	<u>ESTIMATE</u>	\$30.8	\$33.0	\$34.3
FY2025	\$8.0				22.6%			

MISCELLANEOUS

DEFAC

Recommended General Fund Revenue Estimate




October 20, 2025

US Economic Outlook

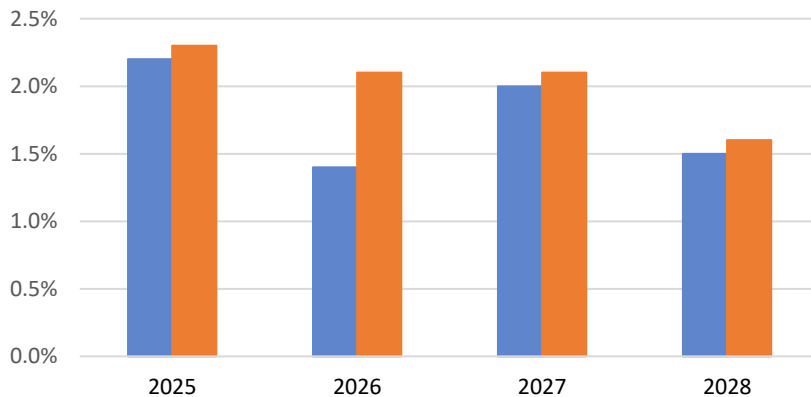
- Stronger CY 2025 GDP growth based on revised Q2 data and easing (??) trade tensions
- Federal spending after One Big Beautiful Bill Act (OBBBA) higher than assumed, also boosting growth
- Steady job growth remains the expectation
- Inflation expectations lower—slower tariff pass-through to prices and supply pressures moderating
- Growth currently near potential
- Two more rate cuts expected this year

Positive and Negative Risks

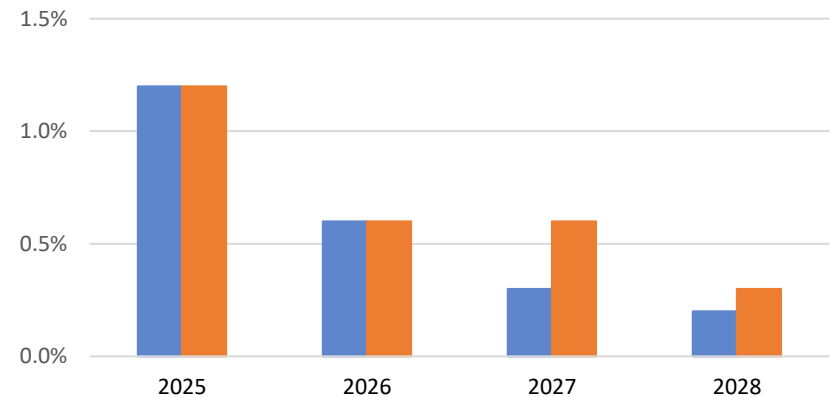
	Upside Risk	Downside Risk
 <p>Nearer Term</p> <p>Longer Term</p>	Trade liberalization and improved global growth	Extended federal shutdown
	Virtuous circle from rising stock market, wealth effect, and consumer confidence	AI investment bubble
	Resolution of immigration policy	Resurgent inflation or too tight too long
	Significant increase in productivity from AI	Increasing public debt

Stronger Near-Term Growth

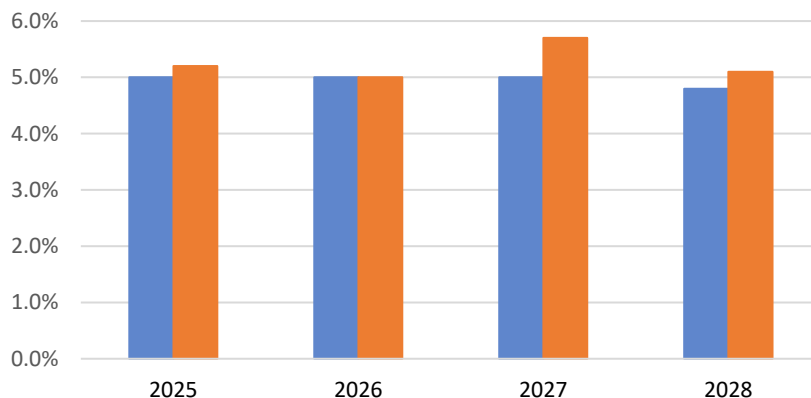
Real GDP Growth



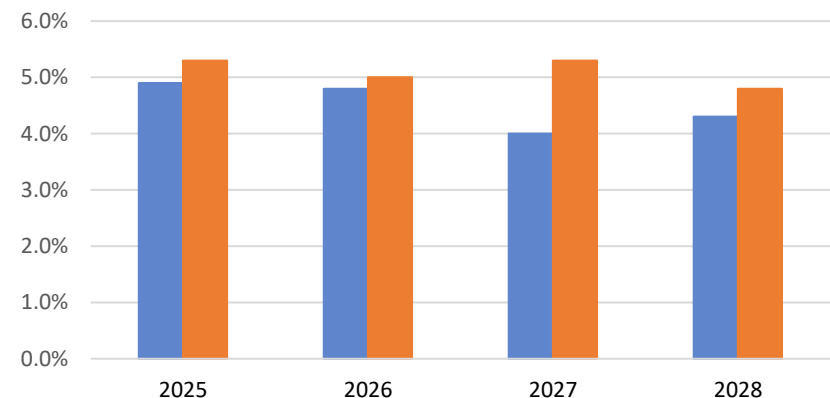
US Employment



US Personal Income



US Wage & Salary



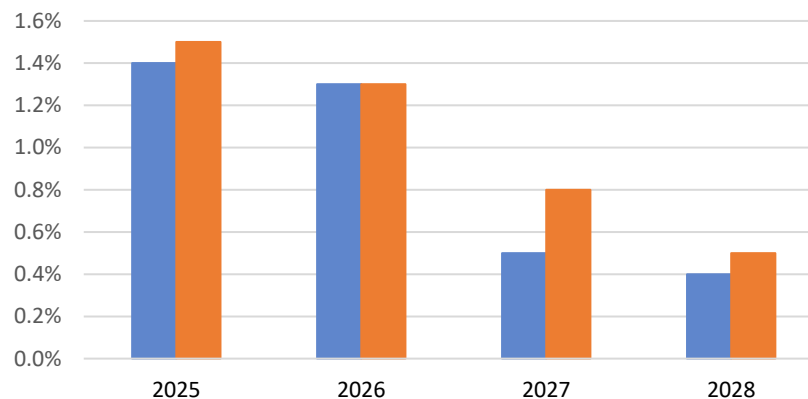
■ June

■ October

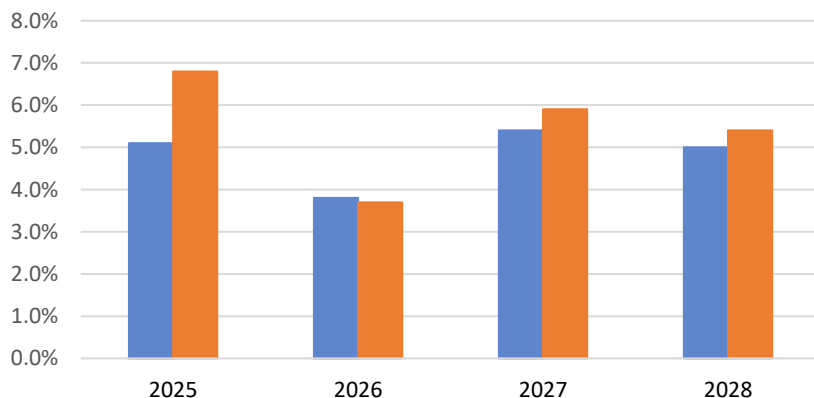
Source: S&P Global, October 9, 2025

DE Job Growth Decelerating

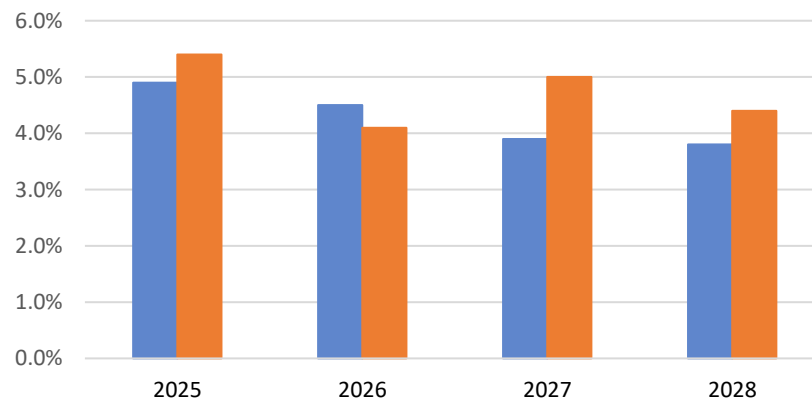
DE Employment



DE Personal Income



DE Wage & Salary



■ June

■ October

October Forecast

- Takes account of prior year variance and any legislative changes
- Adjusts for changes to economic outlook
- Crucially, only three months of collections data, including one quarterly payment for income and business taxes
- Sets the stage for December forecast, upon which the Governor's budget will be based

June-25 Year End	FY 2024 A	FY 2025				
		B	C	D	E	F
	Actual	DEFAC	%	Actual	%	\$ Increase
Revenue Category	Collections	Jun-25	B over A	Jun-25	D over A	D over B
Personal Income Tax	2,503.3	2,719.4	8.6%	2,718.2	8.6%	(1.2)
Less: Refunds	(286.4)	(335.0)	17.0%	(335.0)	17.0%	0.0
PIT Less Refunds	2,216.9	2,384.4	7.6%	2,383.2	7.5%	(1.2)
Franchise Tax	1,321.8	1,328.9	0.5%	1,324.4	0.2%	(4.5)
Limited Partnerships & LLC's	495.8	522.6	5.4%	522.1	5.3%	(0.5)
Subtotal Franchise + LP/LLC	1,817.5	1,851.5	1.9%	1,846.5	1.6%	(5.0)
Less: Refunds	(20.0)	(20.0)	0.0%	(20.2)	1.0%	(0.2)
Net Franchise + LP/LLC	1,797.5	1,831.5	1.9%	1,826.3	1.6%	(5.2)
Business Entity Fees	159.3	167.0	4.9%	171.4	7.6%	4.4
Uniform Commercial Code	29.7	31.7	6.8%	32.5	9.4%	0.8
Unclaimed Property	554.0	554.0	0.0%	554.0	0.0%	0.0
Less: Refunds	(143.5)	(130.0)	-9.4%	(128.0)	-10.8%	2.0
Unclaimed Prop Less Refunds	410.5	424.0	3.3%	426.0	3.8%	2.0
Gross Receipts Tax	365.2	390.0	6.8%	388.5	6.4%	(1.5)
Lottery	245.9	230.7	-6.2%	230.0	-6.5%	(0.7)
Corporation Income Tax	426.0	460.0	8.0%	452.5	6.2%	(7.5)
Less: Refunds	(81.2)	(82.5)	1.6%	(81.1)	-0.1%	1.4
CIT Less Refunds	344.8	377.5	9.5%	371.4	7.7%	(6.1)
Realty Transfer Tax	198.7	236.1	18.8%	235.8	18.7%	(0.3)
Cigarette Taxes	92.4	88.1	-4.6%	87.5	-5.3%	(0.6)
Bank Franchise Tax	100.3	114.1	13.8%	114.8	14.4%	0.7
Insurance Taxes and Fees	92.0	99.1	7.7%	100.3	9.1%	1.2
Hospital Board and Treatment	22.4	22.9	2.3%	23.5	5.0%	0.6
Public Utility Tax	34.5	36.0	4.4%	36.0	4.4%	(0.0)
Alcoholic Beverage Tax	31.7	31.4	-0.9%	31.5	-0.6%	0.1
Dividends and Interest	133.7	171.5	28.2%	165.5	23.7%	(6.0)
Other Revenues	89.0	78.2	-12.2%	82.2	-7.7%	4.0
Less: Other Refunds	(15.6)	(13.6)	-13.0%	(12.2)	-22.2%	1.4
Net Receipts	6,348.9	6,700.6	5.5%	6,694.3	5.4%	(6.3)






One Big Beautiful Bill Act (OBBBA)

- Affects federal taxes (116 separate provisions), health care, and energy policy, enacted July 4, 2025
- Permanently extends many PIT and CIT provisions of the 2017 Tax Cuts and Jobs Act (or essentially similar)
- Many PIT provisions are significant for individual taxpayers, but do not affect Delaware revenues
- Corporate (business) provisions generally do, and several are expected to have a significant impact
- Largest are related to depreciation, so merely a timing issue

OBBBA Causes Massive Uncertainty

- Estimates based on Joint Committee on Taxation's national estimates, with tax base shared to Delaware
- Many of the largest provisions are not estimated based on detailed tax data, and we will never know the actual impact on Delaware tax returns
- Enacted in the middle of the year—with many retroactive provisions—so we won't know whether changes in collections are attributable to the bill, underlying economic changes, or other factors

Primary OBBBA PIT Provisions

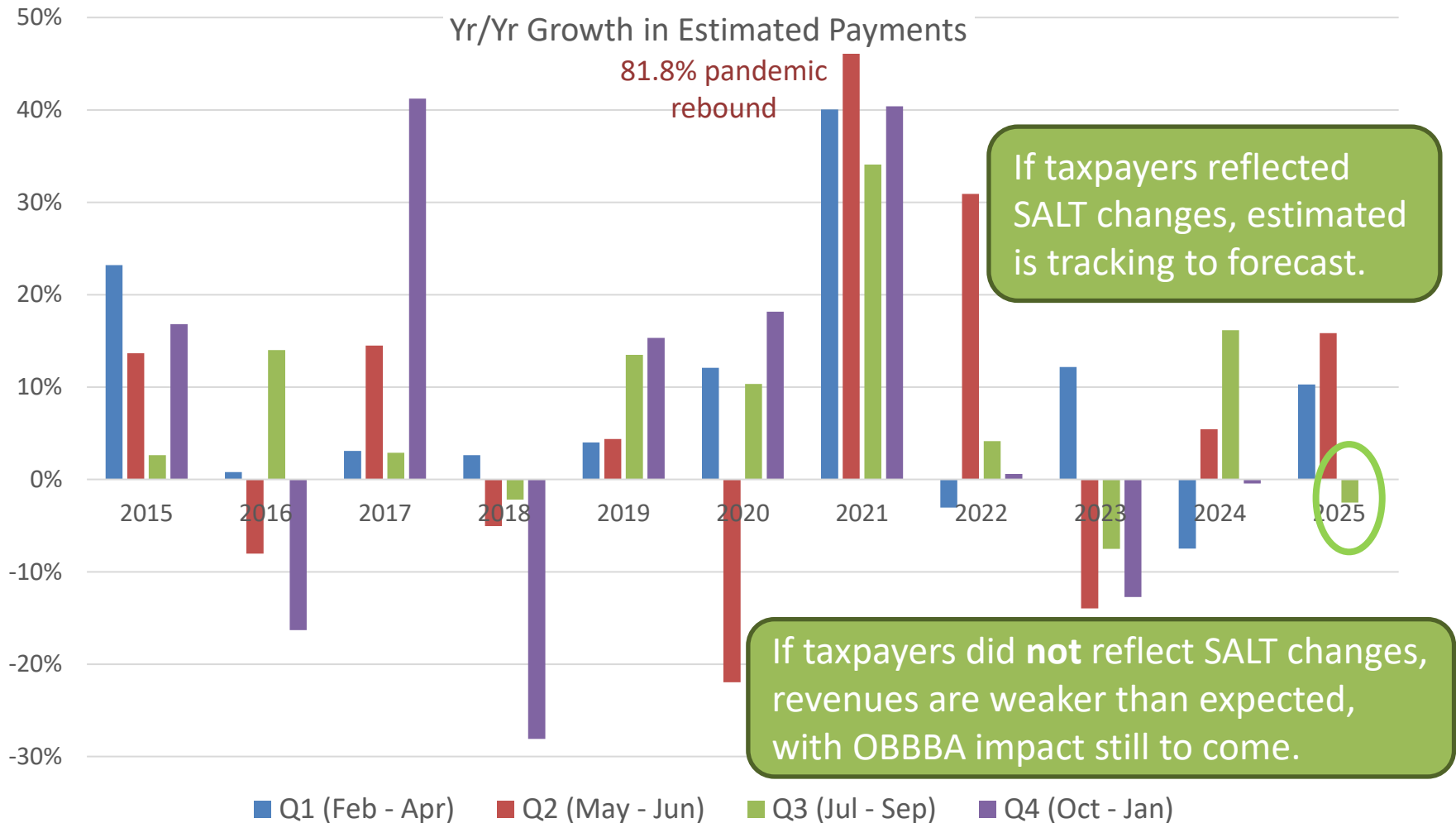
Provisions	DE Impact	Impact (\$M)	
		FY 26	FY 27
Reduced rates, increased standard deduction, terminated personal exemptions and increased child credit		N/A	N/A
Adjustments to itemized deductions		0.8	3.3
SALT Limitation Increase (TY 2025)		15.0	37.8
Exemption for tips, overtime, car interest		N/A	N/A
Business provisions for pass-throughs		(22.0)	(16.5)

Net Personal Income Tax

\$ in millions	FY 2026	FY 2027	FY 2028	FY 2026 Growth	
Estimate	2,524.9	2,662.0	2,853.6	YTD	10.8%
Oct Revision	(6.3)	49.8	NA	Req'd	4.6%
Growth	5.9%	5.4%	7.2%		

- Withholding tracking to estimate and model, but stronger wage growth next year adds \$21 million
- Estimated tracking to forecast with SALT change...or below forecast if not reflected in payments
- Change in SALT limitation has been highly publicized; reasonable to think it is showing up to a large degree
- With improving economy, seems unlikely (but not impossible) estimated payments would decline

What Does 2025Q3 Decline Mean?



Gross Corporate Income Tax

\$ in millions	FY 2026	FY 2027	FY 2028	FY 2026 Growth	
Estimate	278.5	254.4	283.8	YTD	(16.0%)
Oct Revision	(155.1)	(169.7)	NA	Req'd	(44.7%)
Growth	(38.4%)	(8.7%)	11.6%		

- 20% (adjusted) decline in Q3—how much is OBBBA?
- Savings very large, and expected, so likely reflected
- If Q3 does not reflect much of the OBBBA impact, there is underlying decline with significant OBBBA loss
- May get some amended returns, but won't get full tax year of affected returns until September 2027
- Several large tax credits likely not to be claimed—significant reduction to refunds

Primary OBBBA CIT Provisions

Provision	Eff. Date	Impact (\$M)	
		FY 26	FY 27
Full expensing of domestic R&D expenditures	TY 22	(89.9)	(26.2)
Full expensing for certain business property	1/20/25	(77.3)	(55.7)
Special depreciation allowance for qualified production property	7/4/25	(31.9)	(37.0)
Opportunity zones made permanent	TY 26	(1.1)	(5.7)
Modification of limitation on business interest	TY 26	(16.2)	(7.3)

Realty Transfer Tax

\$ in millions	FY 2026	FY 2027	FY 2028	FY 2026 Growth	
Estimate	262.0	267.5	278.2	YTD	10.5%
Oct Revision	12.3	12.6	NA	Req'd	11.2%
Growth	11.1%	2.1%	4.0%		

- With October collections from counties, tracking ahead of forecast
- 30-year mortgage rate forecast at 6.3% for FY 2026, 10% lower than FY 2024 and at FY 2023 levels
- May be enough to release some pent-up demand from those locked in to current homes by low rates

Dividends and Interest

\$ in millions	FY 2026	FY 2027	FY 2028	FY 2026 Growth	
Estimate	165.5	149.8	134.2	YTD	17.3%
Oct Revision	48.8	24.1	NA	Req'd	(5.3%)
Growth	29.5%	(9.5%)	(10.4%)		

- The Fed cut rates by 25 basis points in September
- Fixed income assets saw positive returns as Treasury yields declined
- Current 1-year rate expectations for fiscal year 2026 is 3.50 percent

Other Revenues

- Recommended Lottery revision down \$5.1 million
 - Modest growth in slots, stable iGaming at about \$1.6 million a month, and \$1.8 billion Powerball jackpot helps
 - iGaming grows 3%, slots 1%, and traditional 1.7% next year
- Bank franchise tax down \$8.3 million, due partly to State-chartered bank merging into national bank
- With new forecasting model, insurance tax collections down \$11.1 million this year and \$7.9 million next
- Bringing unclaimed property to the cap in FY 2027
- Modest adjustments to other revenue, including \$2 million reduction to short-term lodging tax

Marijuana

- Marijuana revenue, after costs and 7% for the Justice Reinvestment Fund, is now GF revenue
- Roughly \$12 million or so gross collections are required before the general fund receives revenue
- \$604,025.31 and \$296,126.70 first two months of (medical conversion license) sales, though not all licensees have remitted September collections yet
- Do not anticipate GF revenues this fiscal year, but will reassess through the year

Recreational Sales Lag

Marijuana Legalization in the Mid-Atlantic and Northeast

State	Legalization Year		Recreational Sales Start
	Medical	Recreational	
MA	2012	2016	Nov 20, 2018
NJ	2010	2021	Apr 21, 2022
RI	2006	2022	Dec 1, 2022
NY	2014	2021	Dec 29, 2022
CT	2012	2021	Jan 10, 2023
MD	2014	2022	Jul 1, 2023
DE	2011	2023	Aug 1, 2025
DC	1998	2014	—
VA	2015	2021	—
PA	2016	NA	NA
WV	2017	NA	NA

Fiscal Year 2026 Recommended Forecast

<div> <div>October-25</div> <div>DEFAC Meeting</div> </div>	FY 2025 A	FY 2026				
		B	C	D	E	F
		DEFAC	%	DEFAC	%	\$ Increase
		Jun-25	B over A	Oct-25	D over A	D over B
Revenue Category	Actual Collections					
Personal Income Tax	2,718.2	2,819.7	3.7%	2,813.4	3.5%	(6.3)
Less: Refunds	<u>(335.0)</u>	<u>(288.5)</u>	-13.9%	<u>(288.5)</u>	-13.9%	<u>0.0</u>
PIT Less Refunds	2,383.2	2,531.2	6.2%	2,524.9	5.9%	(6.3)
Franchise Tax	1,324.4	1,328.9	0.3%	1,328.9	0.3%	0.0
Limited Partnerships & LLC's	522.1	<u>522.6</u>	0.1%	<u>522.6</u>	0.1%	0.0
Subtotal Franchise + LP/LLC	1,846.5	1,851.5	0.3%	1,851.5	0.3%	0.0
Less: Refunds	<u>(20.2)</u>	<u>(10.0)</u>	-50.5%	<u>(10.0)</u>	-50.5%	<u>0.0</u>
Net Franchise + LP/LLC	1,826.3	1,841.5	0.8%	1,841.5	0.8%	0.0
Business Entity Fees	171.4	167.0	-2.6%	167.0	-2.6%	0.0
Uniform Commercial Code	32.5	30.0	-7.7%	30.0	-7.7%	0.0
Unclaimed Property	554.0	554.0	0.0%	554.0	0.0%	0.0
Less: Refunds	<u>(128.0)</u>	<u>(130.0)</u>	1.5%	<u>(130.0)</u>	1.5%	<u>0.0</u>
Unclaimed Prop Less Refunds	426.0	424.0	-0.5%	424.0	-0.5%	0.0
Gross Receipts Tax	388.5	404.4	4.1%	404.4	4.1%	0.0
Lottery	230.0	249.1	8.3%	244.0	6.1%	(5.1)
Corporation Income Tax	452.5	433.6	-4.2%	278.5	-38.4%	(155.1)
Less: Refunds	<u>(81.1)</u>	<u>(103.3)</u>	27.4%	<u>(80.0)</u>	-1.3%	<u>23.3</u>
CIT Less Refunds	371.4	330.3	-11.1%	198.5	-46.6%	(131.8)
Realty Transfer Tax	235.8	249.7	5.9%	262.0	11.1%	12.3
Cigarette Taxes	87.5	82.4	-5.8%	82.4	-5.8%	0.0
Bank Franchise Tax	114.8	104.7	-8.8%	96.4	-16.0%	(8.3)
Insurance Taxes and Fees	100.3	93.8	-6.5%	82.7	-17.6%	(11.1)
Hospital Board and Treatment	23.5	21.4	-8.9%	21.4	-8.9%	0.0
Public Utility Tax	36.0	35.2	-2.2%	35.2	-2.2%	0.0
Alcoholic Beverage Tax	31.5	31.4	-0.3%	31.4	-0.3%	0.0
Dividends and Interest	165.5	116.7	-29.5%	165.5	0.0%	48.8
Other Revenues	82.2	86.3	5.0%	89.3	8.7%	3.0
Less: Other Refunds	<u>(12.2)</u>	<u>(16.2)</u>	33.3%	<u>(16.5)</u>	35.7%	(0.3)
Net Receipts	6,694.3	6,782.9	1.3%	6,684.1	-0.2%	(98.8)

Fiscal Year 2027 Recommended Forecast

October-25 DEFAC Meeting	FY 2026	FY 2027				
	D	G	H	I	J	K
	DEFAC	DEFAC	%	DEFAC	%	\$ Increase
	Oct-25	Jun-25	G over B	Oct-25	I over D	I over G
Revenue Category						
Personal Income Tax	2,813.4	2,879.5	2.1%	2,929.3	4.1%	49.8
Less: Refunds	<u>(288.5)</u>	<u>(267.3)</u>	-7.3%	<u>(267.3)</u>	-7.3%	<u>0.0</u>
PIT Less Refunds	2,524.9	2,612.2	3.2%	2,662.0	5.4%	49.8
Franchise Tax	1,328.9	1,328.9	0.0%	1,328.9	0.0%	0.0
Limited Partnerships & LLC's	<u>522.6</u>	522.6	0.0%	<u>522.6</u>	0.0%	0.0
Subtotal Franchise + LP/LLC	1,851.5	1,851.5	0.0%	1,851.5	0.0%	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	1,841.5	1,841.5	0.0%	1,841.5	0.0%	0.0
Business Entity Fees	167.0	167.0	0.0%	167.0	0.0%	0.0
Uniform Commercial Code	30.0	30.0	0.0%	30.0	0.0%	0.0
Unclaimed Property	554.0	500.0	-9.7%	554.0	0.0%	54.0
Less: Refunds	<u>(130.0)</u>	<u>(130.0)</u>	0.0%	<u>(130.0)</u>	0.0%	<u>0.0</u>
Unclaimed Prop Less Refunds	424.0	370.0	-12.7%	424.0	0.0%	54.0
Gross Receipts Tax	404.4	415.6	2.8%	415.6	2.8%	0.0
Lottery	244.0	255.0	2.4%	247.5	1.4%	(7.5)
Corporation Income Tax	278.5	424.1	-2.2%	254.4	-8.7%	(169.7)
Less: Refunds	<u>(80.0)</u>	<u>(79.8)</u>	-22.7%	<u>(79.8)</u>	-0.3%	<u>0.0</u>
CIT Less Refunds	198.5	344.3	4.2%	174.6	-12.0%	(169.7)
Realty Transfer Tax	262.0	254.9	2.1%	267.5	2.1%	12.6
Cigarette Taxes	82.4	78.3	-5.0%	78.3	-5.0%	0.0
Bank Franchise Tax	96.4	111.2	6.2%	105.2	9.1%	(6.0)
Insurance Taxes and Fees	82.7	108.3	15.5%	100.4	21.4%	(7.9)
Hospital Board and Treatment	21.4	21.4	0.0%	21.4	0.0%	0.0
Public Utility Tax	35.2	33.3	-5.4%	33.3	-5.4%	0.0
Alcoholic Beverage Tax	31.4	31.4	0.0%	31.4	0.0%	0.0
Dividends and Interest	165.5	125.7	7.7%	149.8	-9.5%	24.1
Other Revenues	89.3	87.8	1.7%	90.6	1.5%	2.8
Less: Other Refunds	<u>(16.5)</u>	<u>(16.2)</u>	0.0%	<u>(16.2)</u>	-1.8%	0.0
Net Receipts	6,684.1	6,871.7	1.3%	6,823.9	2.1%	(47.8)

Long-Term Forecast (FY 2028 – FY 2030)

October-25 DEFAC Meeting	FY 2027	FY 2028				FY 2029		FY 2030	
	I		N	O		N	O	P	Q
	DEFAC		DEFAC	%		DEFAC	%	DEFAC	%
	Oct-25		Oct-25	N over I		Oct-25	N over L	Oct-25	P over N
Revenue Category									
Personal Income Tax	2,929.3		3,122.7	6.6%		3,274.0	4.8%	3,425.1	4.6%
Less: Refunds	(267.3)		(268.9)	0.6%		(270.4)	0.6%	(272.0)	0.6%
PIT Less Refunds	2,662.0		2,853.8	7.2%		3,003.6	5.2%	3,153.1	5.0%
Franchise Tax	1,328.9		1,328.9	0.0%		1,355.5	2.0%	1,382.6	2.0%
Limited Partnerships & LLC's	522.6		522.6	0.0%		533.1	2.0%	543.7	2.0%
Subtotal Franchise + LP/LLC	1,851.5		1,851.5	0.0%		1,888.5	2.0%	1,926.3	2.0%
Less: Refunds	(10.0)		(10.0)	0.0%		(10.0)	0.0%	(10.0)	0.0%
Net Franchise + LP/LLC	1,841.5		1,841.5	0.0%		1,878.5	2.0%	1,916.3	2.0%
Business Entity Fees	167.0		167.0	0.0%		167.0	0.0%	167.0	0.0%
Uniform Commercial Code	30.0		30.0	0.0%		30.0	0.0%	30.0	0.0%
Unclaimed Property	554.0		525.0	-5.2%		500.0	-4.8%	500.0	0.0%
Less: Refunds	(130.0)		(130.0)	0.0%		(130.0)	0.0%	(130.0)	0.0%
Unclaimed Prop Less Refunds	424.0		395.0	-6.8%		370.0	-6.3%	370.0	0.0%
Gross Receipts Tax	415.6		432.6	4.1%		443.8	2.6%	455.4	2.6%
Lottery	247.5		251.1	1.5%		254.1	1.2%	257.2	1.2%
Corporation Income Tax	254.4		283.8	11.6%		313.8	10.6%	348.9	11.2%
Less: Refunds	(79.8)		(80.0)	0.3%		(80.0)	0.0%	(80.0)	0.0%
CIT Less Refunds	174.6		203.8	16.7%		233.8	14.7%	268.9	15.0%
Realty Transfer Tax	267.5		278.2	4.0%		293.5	5.5%	314.0	7.0%
Cigarette Taxes	78.3		74.4	-5.0%		70.7	-5.0%	67.1	-5.0%
Bank Franchise Tax	105.2		107.3	2.0%		109.4	2.0%	111.6	2.0%
Insurance Taxes and Fees	100.4		90.8	-9.6%		105.0	15.6%	98.0	-6.7%
Hospital Board and Treatment	21.4		21.0	-1.9%		20.4	-3.0%	19.8	-3.0%
Public Utility Tax	33.3		32.6	-2.1%		31.9	-2.1%	31.3	-2.0%
Alcoholic Beverage Tax	31.4		31.4	0.0%		31.4	0.0%	31.4	0.0%
Dividends and Interest	149.8		134.2	-10.4%		118.3	-11.8%	117.7	-0.5%
Other Revenues	90.6		92.1	1.7%		95.7	4.0%	99.6	4.0%
Less: Other Refunds	(16.2)		(16.9)	4.3%		(16.0)	-5.3%	(16.0)	0.0%
Net Receipts	6,823.9		7,019.9	2.9%		7,241.1	3.2%	7,492.3	3.5%

Balance & Appropriations

FY 2026 EXPENDITURES

Total Spending Authority	\$8,752.0
Less: Continuing Appropriations & Encumbrances from FY25	(\$1,477.0)
Less: Reversions	(\$25.0)
Total Expenditures	\$7,250.0

FY 2026 BALANCES

Total Expenditures	\$7,250.0
vs. FY 2026 Revenues	\$6,684.1
Operating Balance	(\$565.9)
Prior Year Cash Balance	\$2,925.3
Less: Budget Stabilization Fund (29 Del. C. § 6533(k))	(\$469.3)
Cumulative Cash Balance	\$1,890.1
Less: Continuing Appropriations & Encumbrances from FY 2026	(\$1,477.0)
Less: Budgetary Reserve Account	(\$366.5)
Unencumbered Cash Balance 6/30	\$46.6

FY 2027 APPROPRIATION LIMITS

FY 2027 Revenue Estimate	\$6,823.9
Unencumbered Cash Balance from FY 2026	\$46.6
100% Appropriation Limit	\$6,870.5
98% Appropriation Limit	\$6,733.0
Prior 98% Appropriation Limit	NA
Increase (Decrease) from Prior Meeting	NA
Oct 2025 98% Appropriation Limit	NA
Increase (Decrease) from Oct 2025	NA

FY 2026 BUDGET

Budget	\$6,580.8
Grants	\$98.3
Supplemental	\$406.0
Total Appropriations	\$7,085.1
Plus: Continuing Appropriations & Encumbrances from Prior Years	\$1,666.9
Total Spending Authority	\$8,752.0

FY 2026 RESERVES (SB 270)

2% Set Aside	\$144.6
Budget Reserve Account	\$366.5
Budget Stabilization Fund	\$469.3
Reserves	\$980.4
Revenue Resolution (Gross)	\$7,330.9
Reserve Ratio	13.4%