

# POLICY DEVELOPMENT

## Fiscal Year 2023 Final Budget

Secretary Rick Geisenberger, Department of Finance Cabinet Secretary  
and DHCC Commissioner



ChooseHealth  
DELAWARE



*Delaware Financial Plan*  
**FISCAL YEAR 2023 FINAL**

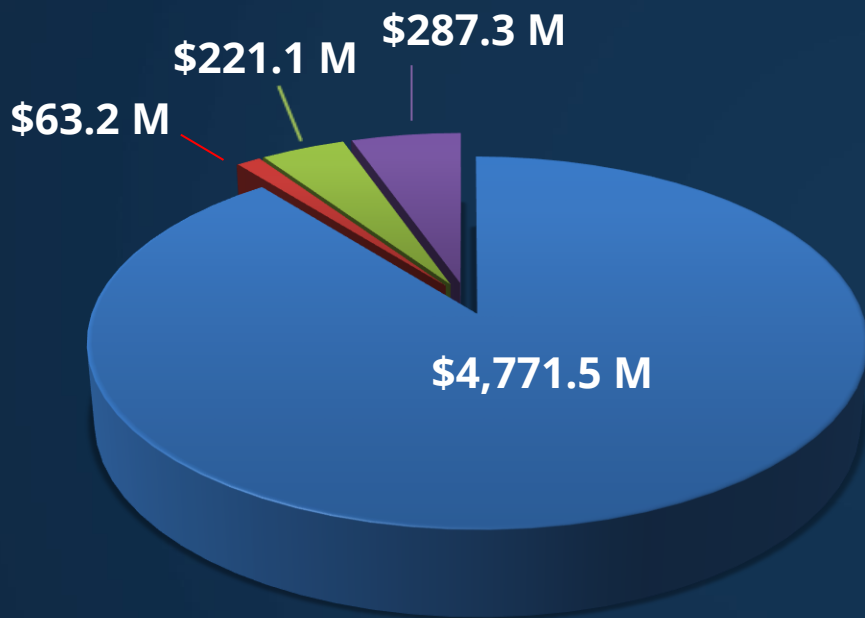
*Prepared for Delaware Health Care Commission*  
*July 7, 2022*

**RESPONSIBLE INVESTMENT**  
**GOVERNOR CARNEY** 

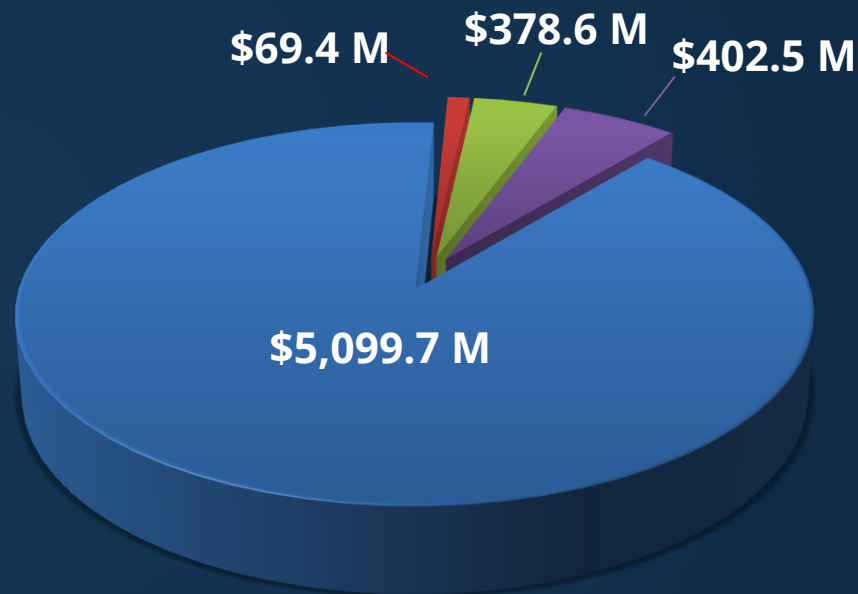
# Sustainable Operating Budgets



## FY 2022



## FY 2023

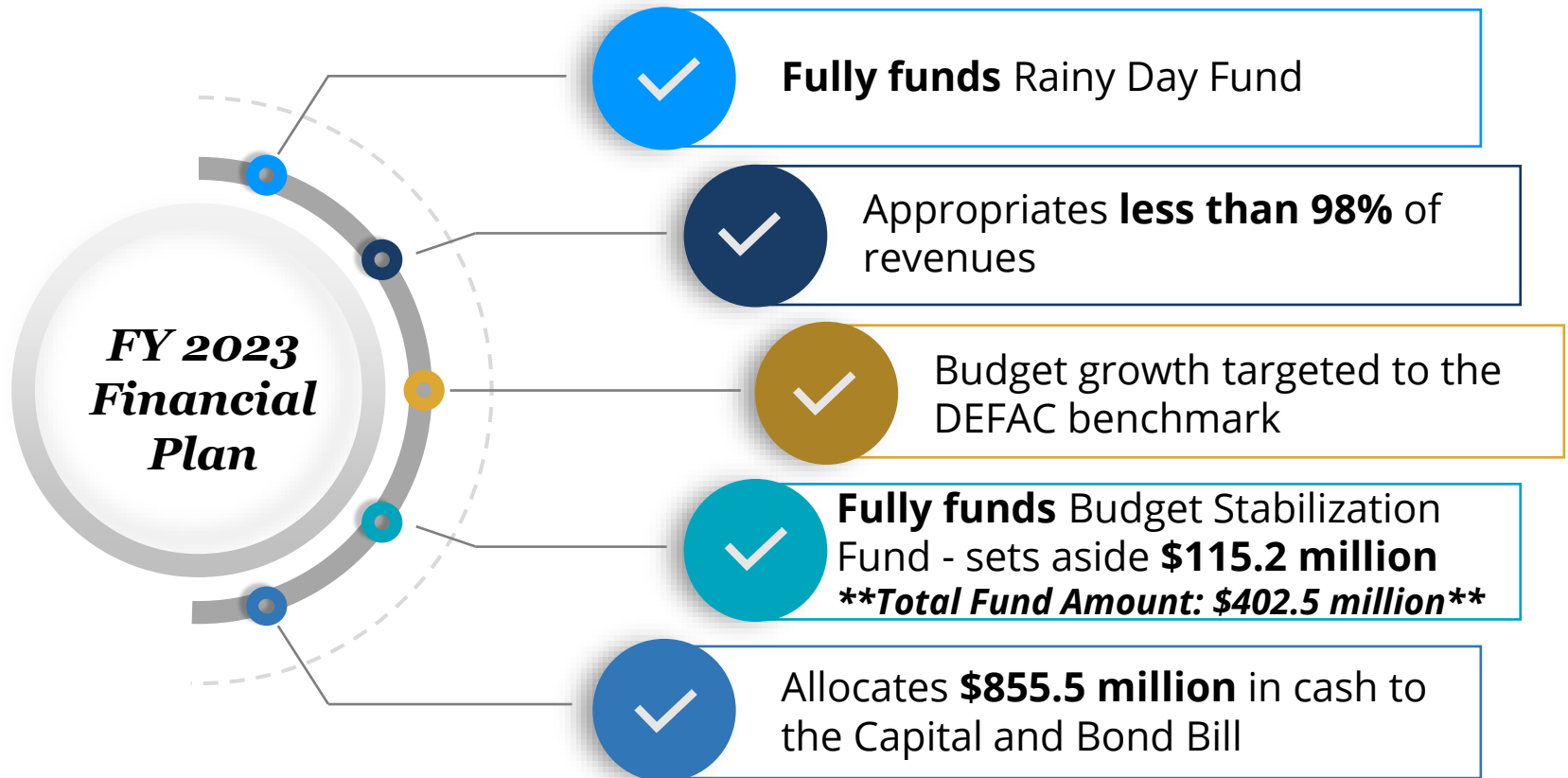


■ Budget ■ GIA ■ One-Time ■ Savings

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**\*\*\*Budget Stabilization Fund is Fully Funded\*\*\***

# Long-term Financial Sustainability



# *Highlights of the* **Final FY 2023 Budget**



- ✓ Continues steps towards providing **compensation and pay equity** for state employees.
- ✓ Increases **Opportunity Funding investments** in our schools for **low-income students and English language learners**.
- ✓ Meets commitments to **boost service provider funding**.
- ✓ Continues record investment in **clean water, economic development** and fulfills our commitments to **new school construction in all 3 counties**.
- ✓ Completes funding to support secure and modern spaces for **Kent and Sussex County courthouses and**

# *Supporting Healthy Families*



- **\$20.6 million** for State Share of Medicaid plus **\$1.4 million** for **extended post-partum Medicaid coverage.**
- **\$20 million** in increased support for **childcare providers**
- **\$20 million** for **community supports for those with disabilities**
- **\$1.0 million** to support the growth of the **Delaware Healthy Children Insurance Program (CHIP).**
- **\$1.0 million** to increase funding for the **Health Care provider State loan repayment program.**
- **DHSS FY23 General Fund Budget:**
  - **\$1,361,270,600 (+5.6%)**

# *Additional Investments in* **Health**



- **\$4.2 million (one time)** for DHSS Technology Needs, Centralized Command Center, Security, Behavioral Health Well Check Technology, and My Healthy Community Data Portal
- **\$1.5 million** to develop a **therapeutic foster care program** (*Dept. of Services for Children, Youth & Their Families*)
- **\$735,000** expansion of **crisis beds** in Kent and Sussex counties (*Dept. of Services for Children, Youth & Their Families*)

# *Related Investments in* **Health**



- **\$12.6 million** Student Mental Health Services Contingency
- **\$300,000** to permanently fund the **mental health services loan forgiveness program**
- **\$20.8 million** Paid Family Medical Leave implementation costs
- Improving health of the OPEB Trust Fund



# *Additional Investments in* **Health**



- **Bond and Capital Improvements Act**

- **\$6.0 million** - Delaware Hospital for the Chronically Ill - Prickett & Candee Building Renovations
- **\$5.1 million** - Jesse Cooper Building Improvements
- **\$2.6 million** - DHSS Phone and Security Systems Replacement
- **\$10.5 million** - DHSS Minor Capital and Maintenance
- **\$2.0 million** - Baylor Women's Correctional Infirmary Expansion

# Preparing for the *Economy of the Future*



ECONOMIC DEVELOPMENT

## **\$112 MILLION**

**Strategic Fund  
\$20 million**

**Site Readiness /  
Transportation  
Infrastructure  
\$20 million**

**Graduation Lab  
Space  
\$10 million**

**Higher Education  
Projects  
\$62 million**

# Environmental Justice *for all Delawareans*



ENVIRONMENTAL INITIATIVES

## \$432 MILLION

**Aglands Preservation  
and Open Space**  
**\$40 million**

**Shoreline, Waterway &  
Drainage Projects**  
**\$20 million**

**Clean Water**  
**\$372 million**

*(\$17M state Clean Water Trust Fund  
and \$355M federal Bipartisan infrastructure )*

# Investing in *Delaware's Schoolchildren*



FY23 AND FORWARD FUNDING SCHOOL PROJECTS

## **\$409 MILLION**

**New Castle County**  
**\$70 million**

**Kent County**  
**\$90 million**

**Sussex County**  
**\$110 million**

**Market Pressure, Minor  
Cap, and Security**  
**\$108 million**

**Wilmington Learning Collaborative, Initiatives  
and Redding Consortium**  
**\$31 million**

# Looking Ahead



- **GF Revenue FY21 Actual** - \$5,390 M
  - *19.0% growth / 13.5% adjusted growth*
- **FY22 GF Revenue Estimate** -- \$5,783 M
  - *7.3% growth / 16.0% adjusted growth*
- **FY23 GF Revenue Forecast** -- \$5,814 M
  - *0.5% growth / - 1.8% adjusted growth*
- **FY 24 GF Revenue Forecast** -- \$5,789.3
  - *-0.4% growth / -1.5% adjusted growth*

# FY 2024 *Budget Process*



*July -  
December*

**Governor Carney and cabinet members** develop the FY 2024 budget draft.

**Delaware Economic and Financial Advisory Council (DEFAC)** meets in October and December to **project revenue**. **DEFAC** will update their projections in March, May and June.

*January*

**January 26:** Governor Carney to propose recommended budget for FY 2024.

*February -  
March*

**Joint Finance Committee (JFC) and Bond Bill Committee Hearings:** Committee members consider Governor Carney's recommended operating budget and hold hearings to discuss budget items with agencies and advocates.

*April -  
May*

**Mark-up:** JFC reviews budget proposals.

*June 30*

The **General Assembly passes** the budget and bond bills, and the **Governor signs** the bills by June 30.

The **new fiscal year begins July 1**.