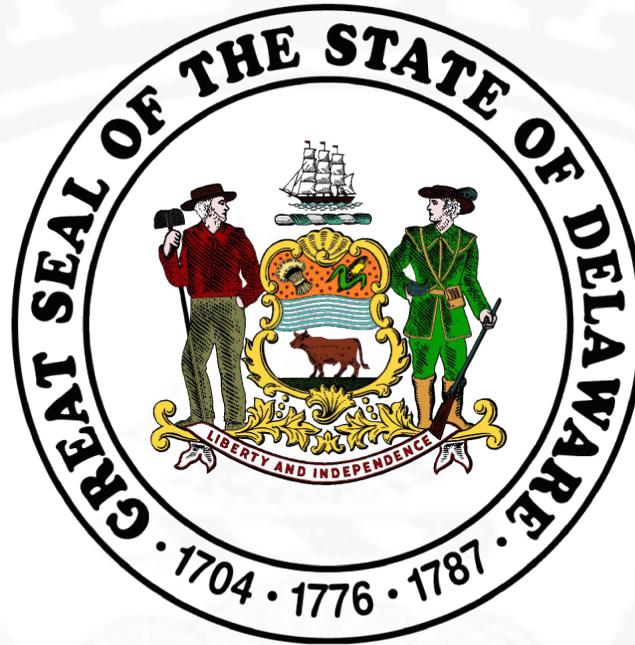


State of Delaware Office of the Governor



Fiscal Year 2016 Operating and Capital Budget Summary

Governor's Budgeting Principles



Invest in Priorities:

- Job Growth.
- Stronger Schools.
- Governing Responsibly.

Keep Core Commitments:

- Public Safety.
- Healthcare.
- K-12 and Higher Education.

Creating Jobs and Building a Stronger Economy



Capital Budget Investments.

- \$31.9 million in agency Minor Capital Improvements and Equipment (MCI) and Maintenance and Restoration.
- \$13.5 million for the Diamond State Port Corporation.
- \$10 million investment in the Strategic Fund.
- \$8.5 million to continue efforts to revitalize neighborhoods across the State through the creation of Downtown Development Districts.
- \$7.5 million investment in the Infrastructure Fund.
- \$3.2 million for the Riverfront Development Corporation.
- \$3.0 million for Statewide Trails and Pathways.
- \$1.0 million for Fraunhofer Vaccine Development.
- \$1.0 million to the Delaware Stadium Corporation.



Creating a World-Class Education System



Operating Budget Investments.

- \$15.3 million to maintain classroom size and fully fund projected unit count (186 units).
- \$11.7 million for step increases for school employees and the enhanced paraprofessional pay plan.
- \$3.8 million to provide support for teacher preparation initiatives, Next Generation Science Standards and to promote college readiness programs.



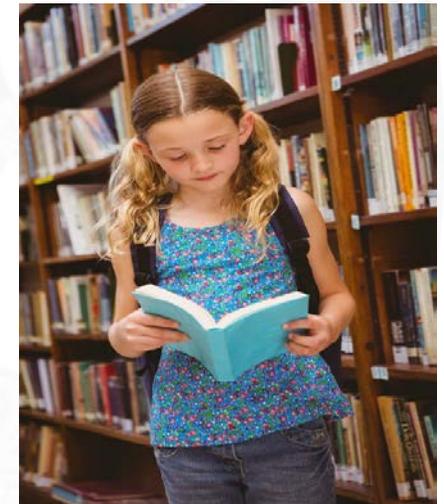
- \$3.1 million to provide reimbursement for early childcare centers participating in the tiered Stars program.
- \$2.1 million for a projected increase in expenditures for Academic Excellence.
- \$2.0 million for pupil transportation associated with enrollment growth.
- \$1.0 million for the Educational Sustainment Fund to support students in the classroom.

Creating a World-Class Education System



Capital Budget Investments.

- \$71.3 million for Public Education projects.
 - Funding for Minor Capital Improvements.
 - Funding for major capital projects in the Caesar Rodney, Cape Henlopen, Delmar, Lake Forest, NCC Vo-Tech, Polytech, Red Clay and Smyrna School Districts.
- \$18.0 million for Higher Education projects.
 - Funding for projects at Delaware State University, Delaware Technical and Community College and the University of Delaware.
- \$5.0 million investment in libraries statewide.
 - Funding for Delmar, Lewes, Route 9/13 and Harrington libraries.



Ensuring Fiscal Responsibility



- Only appropriated 98% of revenue.
- Fully funded Rainy Day Fund.
- Adhered to three-part debt limit.
- Maintained AAA-bond rating.



Investing in Core Commitments



Operating Budget Investments.

- \$47.1 million for state employee healthcare in addition to plan design changes.
- \$5.9 million in the Department of Correction to fund inmate medical services.
- \$4.5 million for substance use disorder services, including withdrawal management, residential treatment, sober living residential programs, young adult residential opiate treatment and addiction prevention and education.
- \$3.7 million in the Division of Developmental Disabilities Services to support 75 additional residential placements.
- \$2.5 million for community-based services for individuals with serious and persistent mental illness.
- \$1.5 million to the Division of Developmental Disabilities Services to support an estimated 150 additional special school graduates.
- \$1.2 million for the 2016 Presidential Primary Election.
- \$378,500 in the Department of Safety and Homeland Security to provide Delaware State Police 225 ballistic resistant vests and six explosive ordnance disposal suits.
- \$107,600 in the Department of Correction to provide 129 ballistic resistant vests for correctional officers.

Investing in Core Commitments



Capital Budget Investments.

- \$6.0 million for the Housing Development Fund to support the Affordable Rental Housing Program.
- \$5.0 million for the Redevelopment of Strategic Sites including NVF and Fort DuPont.
- \$5.0 million for Park and Wildlife Area Rehabilitation.
- \$3.0 million for Resource, Conservation and Development.
- \$3 million investment in Agricultural Lands Preservation.
- \$1.5 million for High Hazard Dam and Dike Repair and Replacement.
- \$1.5 million for Conservation Cost Share, leveraging \$2.0 million in federal funds.
- \$1.8 million for the Drinking Water State Revolving Fund, leveraging \$8.8 million in federal funds.
- \$1.4 million for the Clean Water State Revolving Fund, leveraging \$6.8 million in federal funds.

Fiscal Year 2016 Financial Package



General Fund Operating Budget **\$3,908.5 million**

Fiscal Year 2016 Operating Budget reflects 2.6% growth.

Transportation Trust Fund Budget **\$340.0 million**

Grants-In-Aid **\$43.0 million**

Bond and Capital Improvements Act **\$456.3 million**

- State Capital Projects.....\$247.0 million
- Transportation Projects.....\$209.3 million