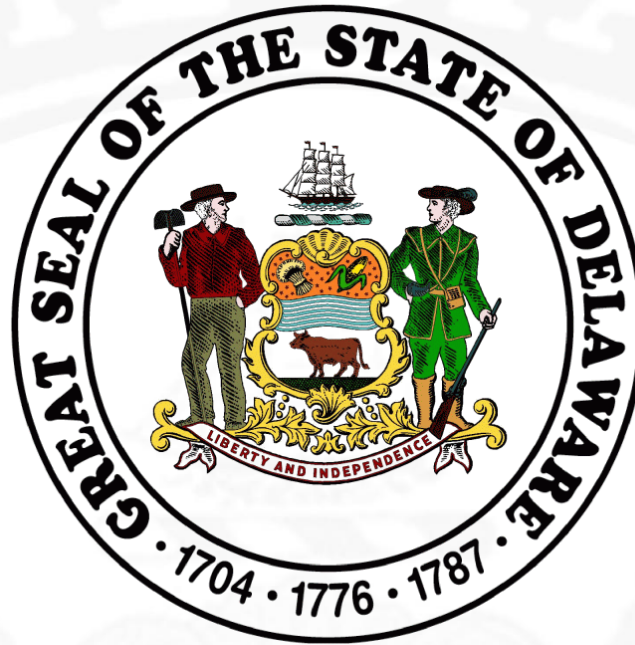
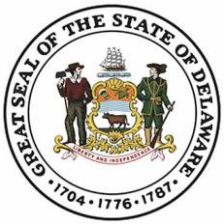


# State of Delaware Office of the Governor



## Fiscal Year 2012 Operating and Capital Budget Summary



## ✓ **Creating Jobs and Building a Stronger Economy.**

- Helping put Delawareans back to work.
- Establishing New Jobs Infrastructure Fund.

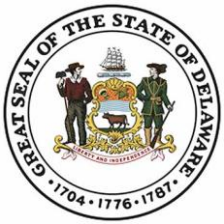
## ✓ **Making Government More Cost Effective.**

- Reducing debt.
- Reducing taxes for businesses and citizens.

## ✓ **Creating a World-Class Education System.**

- Investing in Early Childhood Education.
- Investing in Higher Education - New Economy.

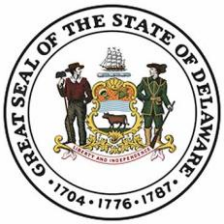
# Creating Jobs and Building a Stronger Economy



- ✓ \$55.0 million investment in New Jobs Infrastructure to attract new, job-creating industries to Delaware.
- ✓ \$40.0 million to supplement the Transportation Trust Fund.
- ✓ \$35.0 million investment in Delaware Asset Preservation.
- ✓ \$31.9 million investment in the Strategic Fund.
- ✓ \$22.9 million in agency Minor Capital Improvements and Equipment (MCI).
- ✓ \$14.0 million investment in Housing Preservation to leverage federal funds and expand our low-income housing capacity.
- ✓ \$10.0 million for the Diamond State Port Corporation.

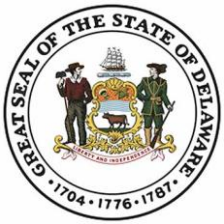


# Creating Jobs and Building a Stronger Economy



- ✓ \$3.2 million investment for Brownfield Redevelopment.
- ✓ \$3.1 million for the Riverfront Development Corporation.
- ✓ \$3.0 million for North Street Improvements – Dover.
- ✓ \$1.0 million for the Experimental Program to Stimulate Competitive Research (EPSCOR).
- ✓ \$1.0 million in state match for the IDeA Network of Biomedical Research Excellence (INBRE) Program.
- ✓ \$1.0 million for Delaware Biotechnology Institute.
- ✓ \$1.0 million for Fraunhofer Vaccine Development.
- ✓ \$300,000 for Delaware Sustainable Chemistry Alliance.

# Making Government More Cost Effective



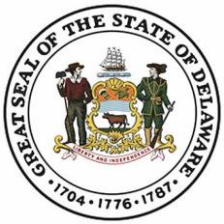
✓ **Responsible Debt Reduction – \$37.0 million**

✓ **Responsible Tax Reductions – \$29.6 million**

- \$9.5 million – Public Utility Tax Reduction and Energy Efficiency Investment Program.
- \$6.8 million – Personal Income Tax Reduction.
- \$6.2 million – Gross Receipts Tax Reduction with Small Business exemption.
- \$3.7 million – Unemployment Insurance Trust Fund.
- \$3.4 million – Financial Services Jobs Incentive.

# Creating a World-Class Education System

## Operating Budget Investments



- ✓ \$22.0 million investment in early child care and education initiative.
- ✓ \$6.7 million to maintain school classroom size and fully fund unit count (100 teacher units).
- ✓ \$3.8 million to support increased school and student accountability through the development and enhancements of the Delaware Comprehensive Assessment System (DCAS).

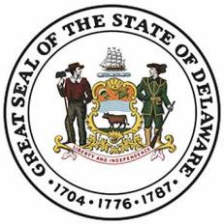


- ✓ \$2.1 million for Full-day Kindergarten implementation in Milford and Christina school districts.
- ✓ \$2.0 million to fully fund Student Excellence Equals Degrees (SEED) Scholarship Program and Inspire Scholarship Program.
- ✓ \$1.9 million to the Department of Education to fund Foreign Language Expansion to ensure our students will be more competitive in the global economy.



# Creating a World-Class Education System

## Capital Budget Investments



### ✓ **\$125.5 million for Public Education projects.**

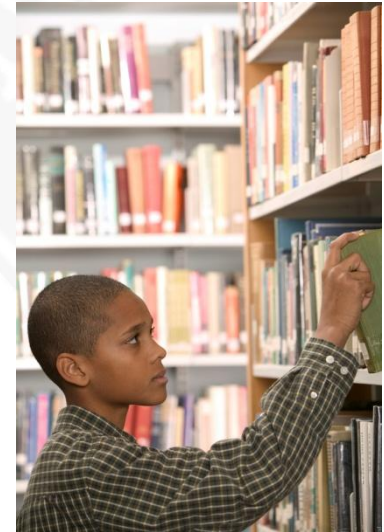
- Funding for Minor Capital Improvements.
- Funding for major capital projects in Appoquinimink, Cape Henlopen, Capital, Laurel, New Castle County VoTech, Polytech, Seaford, Sussex Tech and Woodbridge.

### ✓ **\$40.5 million for Higher Education projects.**

- Funding for projects at Delaware State University, Delaware Technical and Community College and the University of Delaware.

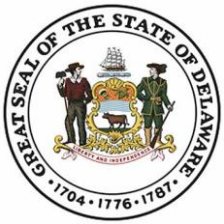
### ✓ **\$6.8 million investments in libraries statewide.**

- Funding for Bear Public Library, Claymont Branch Library, Dover Public Library, Duck Creek Regional Library (Smyrna), Frankford Public Library, Greenwood Public Library and Wilmington Institute Public Library.



# Investing in State Priorities

## Public Safety. Healthcare. Environment.



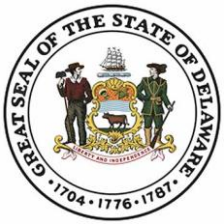
### ✓ **Operating Budget Investments.**

- \$51.3 million to fund the State's Medicaid commitment.
- \$17.8 million to fund the Temporary Assistance to Needy Families (TANF) program.
- \$10.0 million contribution to the State's Other Post-Employment Benefits (OPEB) Trust Fund.
- \$6.5 million in the Department of Health and Social Services to support additional community placements and special school graduates.
- \$3.5 million in the Department of Health and Social Services to transition additional clients from the Delaware Psychiatric Center to the community.
- \$1.3 million investment in the Department of Safety and Homeland Security for additional vehicles for the State Police.



# Investing in State Priorities

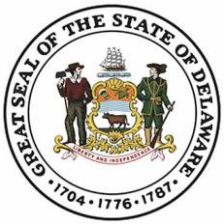
## Public Safety. Healthcare. Environment.



### ✓ Capital Budget Investments.

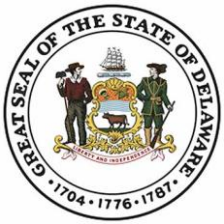
- \$10.0 million investment in Open Space Preservation.
- \$10.0 million investment in Agricultural Lands Preservation, including the creation of the Delaware Young Farmer Program.
- \$7.0 million for Prison Facilities Roof Replacements.
- \$6.7 million for new Troop 3 in Camden.
- \$2.3 million for NVF site redevelopment.
- \$1.9 million for the Drinking Water State Revolving Fund, which leverages \$9.3 million in federal funds.
- \$1.5 million for State Police Helicopter Refurbishment to extend engine lifecycle.
- \$1.4 million for Clean Water State Revolving Fund, which leverages \$7.2 million in federal funds.

# Supporting Public Services



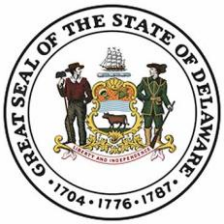
- ✓ \$14.7 million for 2% pay increase for state employees, effective January 1, 2012.
- ✓ \$10.8 million to fund step increases for Attorney General, Public Defender, DNREC Enforcement Officers, Nurses, State Police, Education and Delaware Tech employees.
- ✓ \$5.7 million for 2% increase for state pensioners, effective January 1, 2012.
- ✓ \$5.4 million to the Departments of Health and Social Services, Services for Children, Youth and Their Families and Correction to fund a 2% increase for State providers of services to clients.
- ✓ \$1.5 million to establish the State Rental Assistance Program.
- ✓ \$300,000 to increase Department of Labor's Sheltered Workshop program.
- ✓ \$100,000 to increase Department of Labor's Summer Youth program by 65 participants.

# Building Delaware's Future Now Summary



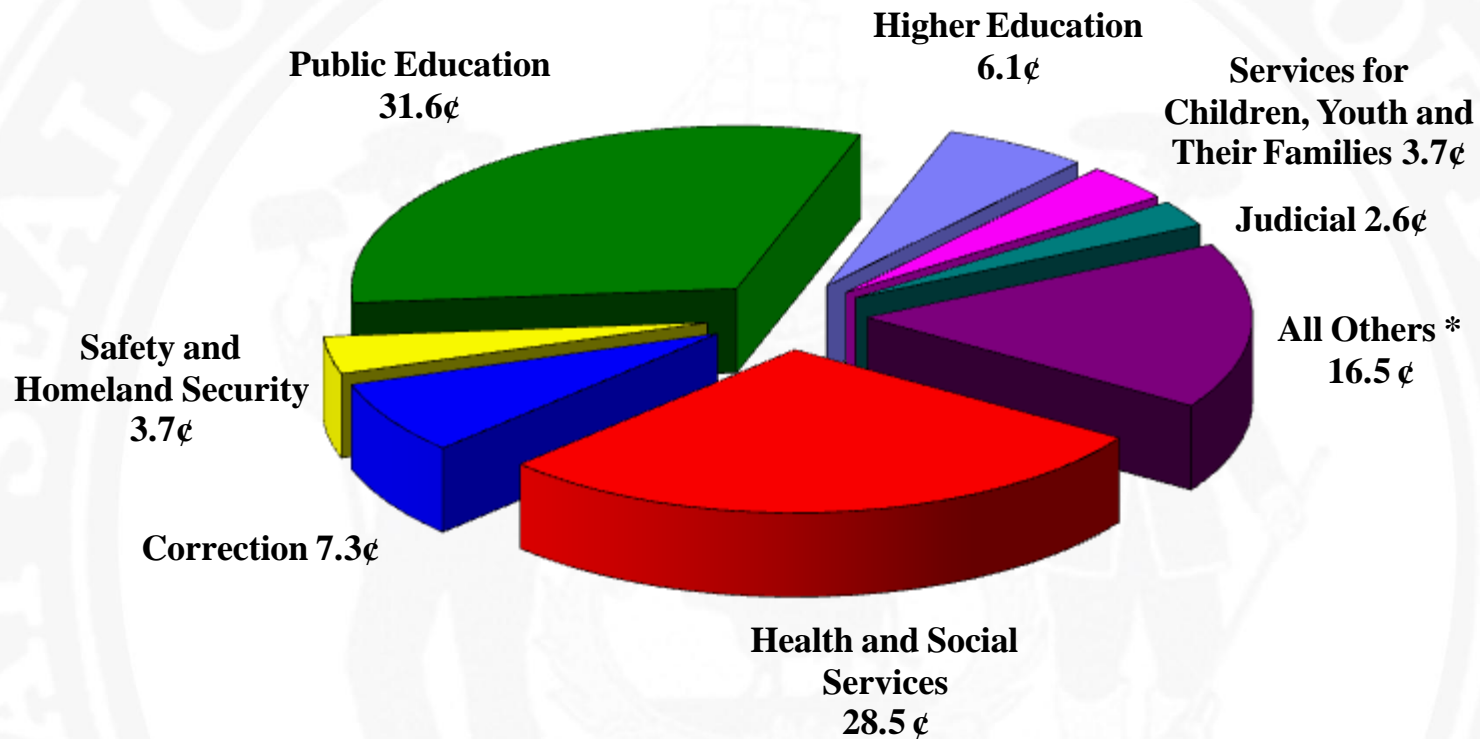
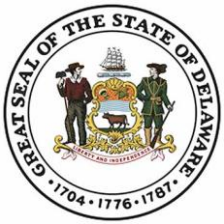
	<b>Building Delaware's Future Now</b>	
✓	New Jobs Infrastructure	\$55.0 M
✓	Transportation Trust Fund	\$40.0 M
✓	Delaware Asset Preservation	\$35.0 M
✓	Housing Preservation	\$14.0 M
✓	Open Space Preservation	\$10.0 M
	<b>Responsible Debt and Tax Reductions</b>	
✓	Debt Reduction	\$37.0 M
✓	Reduction in Public Utility Tax and Energy Efficiency Investment Program	\$9.5 M
✓	Personal Income Tax Reduction	\$6.8 M
✓	Gross Receipts Tax Reduction	\$6.2 M
✓	Unemployment Insurance Trust Fund	\$3.7 M
✓	Financial Services Jobs Incentives	\$3.4 M
	<b>Investing in our Children</b>	
✓	Higher Education	\$30.0 M
✓	Early Child Care and Education	\$22.0 M
	<b>Investing in Agriculture and the Environment</b>	
✓	Aglands Preservation and Young Farmers	\$10.0 M
✓	Brownfield Redevelopment	\$3.2 M
✓	Clean Water Grant	\$1.4 M
✓	Ground Water Monitoring	\$600,000

# Fiscal Year 2012 Financial Package



<b>General Fund Operating Budget</b> Budget Growth: <u>6.15%</u>	<b>\$3,508.6 million</b>
<b>Grants-In-Aid</b>	<b>\$41.2 million</b>
<b>Bond and Capital Improvements Act</b>	<b>\$663.9 million</b>
• State Capital Projects.....	\$432.4 million
• Transportation Projects.....	\$219.5 million
• Debt Reduction.....	\$ 12.0 million
<b>Additional Debt Reduction</b>	<b>\$25.0 million</b>
<b>Tax Reductions</b>	<b>\$29.6 million</b>

# FY 2012 Operating Budget Dollars



\* Includes one-time items.