

# DELAWARE FINANCES CONTINUE TO CRUMBLE

April 2017  
truthinaccounting.org



Welcome  
to Delaware.

Jack A. Markell, Governor

## THE FINANCIAL STATE OF DELAWARE

Repeated decisions by state officials have left the state with a staggering debt burden of \$8.5 billion, according to Truth in Accounting's (TIA) analysis of the most recent financial filings. That burden equates to \$26,300 for every Delaware taxpayer.

These statistics are troubling, but what's more troubling is that state government officials continue to obscure large amounts of retirement debt on their balance sheets, despite new rules to increase financial transparency. This skewed financial data gives state residents a false impression of their state's overall financial health.

### Here's the truth:

**\$8.5  
billion**

money needed  
to pay bills

**-\$26,300**

taxpayer  
burden™

**F**

Delaware's  
financial grade

Data included in this report is derived from the state of Delaware's 2016 audited Comprehensive Annual Financial Report and retirement plans' actuarial reports.

# DELAWARE FINANCIAL BREAKDOWN

## FAST FACTS

- + Delaware has \$2.9 billion available in assets to pay \$11.4 billion worth of bills.
- + The outcome: A \$8.5 billion shortfall and a \$26,300 taxpayer burden™.
- + Despite reporting most of its pension debt, the state continues to hide most of its retiree health care debt. The state's total hidden debt amounts to \$5.5 billion.

### THE STATE'S BILLS EXCEED ITS ASSETS

Assets	\$13,746,616,000
<i>Minus:</i> Capital assets	-\$9,104,211,000
Restricted assets	-\$1,739,956,000
Assets available to pay bills	\$2,902,449,000
<i>Minus:</i> Bills	-\$11,353,984,100
Money needed to pay bills	-\$8,451,535,100
<b>Each taxpayer's share of this debt</b>	<b>-\$26,300</b>

### BILLS THE STATE HAS ACCUMULATED

Bonds	\$3,672,653,500
Other liabilities	\$1,884,019,600
<i>Minus:</i> Debt related to capital assets	-\$3,426,280,000
Unfunded pension benefits	\$1,960,125,000
Unfunded retiree health care	\$7,263,466,000
<b>Bills</b>	<b>\$11,353,984,100</b>

## GRADE: F

Bottom line: Delaware would need more than \$20,000 from each of its taxpayers to pay all of its bills, so it has received an "F" for its finances from Truth in Accounting.

Truth in Accounting is committed to educating and empowering citizens with understandable, reliable, and transparent government financial information. To be knowledgeable participants in their government and its budget process, citizens need truthful and transparent financial information.