



**STATE OF DELAWARE  
DEPARTMENT OF FINANCE  
OFFICE OF THE SECRETARY**

**RICHARD S. CORDREY  
SECRETARY OF FINANCE**

September 8, 2005

TO: The Honorable Ruth Ann Minner, Governor  
Members of the 143rd General Assembly

Attached is the monthly financial report for the month ending August 31, 2005. This report shows General Fund Activity and Financial Position on a cash basis of accounting. It can also be found on the Internet under Monthly Financial Report at the following address:

[http://www.state.de.us/finance/publications/Financial\\_Reports.shtml](http://www.state.de.us/finance/publications/Financial_Reports.shtml)

If you have any questions or desire additional information, please contact this office.

Sincerely,

Richard S. Cordrey  
Secretary of Finance

TLN:ed  
Attachment

**CARVEL STATE BUILDING  
820 N. FRENCH ST., 8<sup>TH</sup> FLR.  
WILMINGTON, DELAWARE 19801  
TELEPHONE: (302) 577 - 8979  
FAX: (302) 577 - 8982**

**THOMAS COLLINS BUILDING  
540 S. DUPONT HIGHWAY, 3<sup>RD</sup> FLR.  
DOVER, DELAWARE 19901  
TELEPHONE: (302) 744 - 1100  
FAX: (302) 744 - 1045**

## OVERVIEW

### GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$568.4 million with no outstanding short-term general obligation debt as of August 31, 2005.

As of August 31, 2005  
(\$ Millions)

	<u>FY06</u>	<u>FY05</u>	<u>FY04</u>	<u>FY03</u>
Beginning Fiscal Year Cash	701.2	\$ 646.0	\$ 464.0	\$ 481.8
<u>Operating Cash Surplus/(Deficit)</u>	<u>(\$ 256.0)</u>	<u>(\$ 196.5)</u>	<u>(\$ 143.6)</u>	<u>(\$ 133.8)</u>
Net Cash Balance	\$ 445.2	\$ 449.5	\$ 320.4	\$ 348.0

The net cash balance of \$445.2 million results from a beginning cash balance of \$701.2 million on July 1, 2005, less a \$256.0 million operating cash deficit for FY 2006. Included in the cash balance is a surplus of \$51.2 million in the Revenue Refund Account. It should be noted that during the early months of each fiscal year, disbursements more often exceed revenues until major tax collections are received later in the fiscal year.

\$161.1 million of the \$445.2 million cash balance was dedicated to the Budget Reserve Account of the General Fund as required by the Constitution of the State of Delaware, Article VIII, § 6.(d).

The combined General Fund/Special Fund Cash Balance was \$1,381.5 million.

**State of Delaware**  
**Statement of General Fund Cash Condition**  
as of 8/31/2005

Exhibit A

	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
<b>Beginning Fiscal Year Cash</b>	<b>\$ 701,197,260</b>	<b>\$ 645,961,410</b>	<b>\$ 464,018,574</b>	<b>\$ 481,752,669</b>
<b>Revenue</b>				
<u>Receipts</u>				
Taxes	340,439,310	296,862,370	283,197,052	259,881,956
Licenses	823,308	724,468	430,997	433,964
Fees	11,877,825	11,184,847	9,709,057	9,640,507
Permits	61	150	147	160
Fines	312,053	297,683	327,888	255,698
Rentals & Sales	46,892,811	46,713,959	51,513,996	39,510,028
Earnings and Investments	1,188,554	914,141	1,660,146	6,251,856
State Government/Agency Revenue	158,798	6,377,879	1,529,976	7,109,922
	<u>401,692,720</u>	<u>363,075,497</u>	<u>348,398,125</u>	<u>323,084,311</u>
Less Refund Disbursements	18,848,168	16,755,846	17,114,476	22,587,382
<b>Total Revenue</b>	<b>382,844,552</b>	<b>346,319,652</b>	<b>331,283,649</b>	<b>300,496,929</b>
<b>Disbursements</b>				
<u>Agency Expenditures</u>				
Legislature	2,180,994	2,086,924	1,881,316	1,954,700
Judicial	14,341,400	11,254,660	10,624,961	10,580,151
Executive	140,567,395	59,964,337	22,050,950	34,978,102
Department of Technology and Information	10,023,297	8,311,028	8,712,718	209,172
Other Elective Offices	28,808,550	36,967,454	30,107,147	16,857,834
Legal	5,772,041	5,159,861	4,790,768	4,755,129
Department of State	2,877,801	2,838,789	2,385,574	1,870,996
Department of Finance	14,251,640	18,559,630	16,592,285	2,461,562
Department of Administrative Services	0	15,891,752	13,737,355	13,447,842
Department of Health and Social Services	112,445,680	107,007,542	99,413,455	88,103,979
Department of Services to Child/Youth/Families	18,987,234	17,960,538	16,188,662	16,958,324
Department of Correction	33,990,835	31,200,026	30,376,831	31,437,460
Department of Natural Resources	7,350,047	6,782,097	8,051,327	8,423,758
Department of Safety and Homeland Security	18,180,022	16,629,367	17,008,312	17,095,029
Department of Transportation	1,187,004	0	0	0
Department of Labor	1,210,489	1,368,238	708,033	1,411,928
Department of Agriculture	1,110,082	1,027,429	949,918	909,826
Department of Elections	576,815	653,361	560,033	726,471
Fire Prevention Commission	590,631	640,540	574,884	593,248
Delaware National Guard	592,371	532,348	619,513	574,335
Advisory Council for Exceptional Citizens	19,495	18,055	16,817	16,408
Higher Education	39,989,661	43,291,910	35,221,810	37,551,217
Department of Education	185,965,285	161,661,575	160,457,765	146,528,922
	<u>641,018,768</u>	<u>549,807,459</u>	<u>481,030,435</u>	<u>437,446,397</u>
Less Vouchers Payable	2,157,485	7,052,034	6,139,419	3,164,199
<b>Total Disbursements</b>	<b>638,861,283</b>	<b>542,755,425</b>	<b>474,891,016</b>	<b>434,282,198</b>
<b>Ending Cash Balance</b>	<b>\$ 445,180,529</b>	<b>\$ 449,525,637</b>	<b>\$ 320,411,207</b>	<b>\$ 347,967,400</b>

NOTES

1. This exhibit had been prepared using the best available data. It is however, preliminary in nature and subject to change pending formal audit.
2. Numbers are rounded and thus the sum of the detail may not equal the total.
3. The Fiscal Year is July 1 through June 30.

9/6/2005

**State of Delaware**  
**Statement of General Fund Receipts and Refund Disbursements by Major Category**  
as of 8/31/2005

Exhibit A-1

	Fiscal Year 2006	% Change	Fiscal Year 2005	% Change	Fiscal Year 2004	% Change	Fiscal Year 2003
<b>Receipts</b>							
Personal Income Taxes	\$ 132,254,131	10.8	\$ 119,352,314	5.0	\$ 113,716,548	0.6	\$ 112,990,594
Franchise Taxes	68,884,126	(3.3)	71,257,673	16.9	60,960,434	(9.5)	67,384,385
Corporate Fees	7,886,793	7.1	7,362,778	25.2	5,880,193	11.6	5,270,255
Limited Partnership and LLC	5,039,322	3.8	4,855,209	67.7	2,894,680	41.3	2,048,607
Uniform Commercial Code	2,230,197	(3.5)	2,310,041	6.4	2,171,248	(18.1)	2,650,740
Corporation Income Taxes	10,931,520	103.9	5,362,054	37.5	3,900,287	2.4	3,810,176
Bank Franchise Tax	8,420,758	24.7	6,751,844	(63.3)	18,378,674	795.9	2,051,528
Gross Receipts Tax	33,444,896	3.4	32,360,053	13.0	28,643,546	3.2	27,752,252
Lottery	39,856,053	1.4	39,318,420	0.6	39,078,134	6.9	36,565,827
Abandoned Property	24,957,596	124.7	11,106,458	(19.1)	13,729,627	50.6	9,117,708
Hospital Board and Treatment	7,022,244	(5.0)	7,392,789	(40.5)	12,429,297	325.0	2,924,378
Dividends and Interest	1,188,554	30.0	914,141	(44.9)	1,660,146	(73.4)	6,251,856
Realty Transfer Tax	25,813,980	28.6	20,079,258	29.7	15,481,636	25.9	12,293,161
Estate Tax	3,408,976	104.4	1,668,175	12.0	1,489,345	(72.0)	5,312,202
Insurance Taxes	812,715	(5.5)	859,839	(4.0)	895,414	(55.9)	2,030,565
Public Utility Tax	6,232,991	3.6	6,018,759	(27.1)	8,259,375	53.8	5,369,851
Cigarette Taxes	14,817,096	18.1	12,549,491	22.9	10,214,048	75.6	5,816,511
Other Revenues	8,490,774	(37.4)	13,556,203	57.3	8,615,494	(35.9)	13,443,715
<b>Total Receipts</b>	<b>401,692,720</b>	<b>10.6</b>	<b>363,075,497</b>	<b>4.2</b>	<b>348,398,125</b>	<b>7.8</b>	<b>323,084,311</b>
<b>Refund Disbursements</b>							
Personal Income Taxes	10,108,422		9,891,522		6,047,420		6,084,410
Franchise Taxes	2,056,142		2,315,242		4,437,847		7,812,603
Corporation Income Taxes	2,981,414		3,074,889		3,295,070		2,727,098
Bank Franchise Tax			9,193				3,733,360
Gross Receipts Tax	2,883,876		488,512		1,147,469		372,214
Abandoned Property	480,750		670,140		1,755,429		743,738
Estate Tax	44,883		54,358		241,287		44,027
Cigarette Taxes	43,059		16,086		24,481		62,701
Withholding	233,174		216,300		157,519		74,118
Insurance Taxes	4,636						652,805
Miscellaneous Refunds	11,812		19,604		7,955		280,307
<b>Total Refund Disbursements</b>	<b>18,848,168</b>	<b>12.5</b>	<b>16,755,846</b>	<b>(2.1)</b>	<b>17,114,476</b>	<b>(24.2)</b>	<b>22,587,382</b>
<b>Net Receipts</b>	<b>\$ 382,844,552</b>	<b>10.5</b>	<b>\$ 346,319,652</b>	<b>4.5</b>	<b>\$ 331,283,649</b>	<b>10.2</b>	<b>\$ 300,496,929</b>

NOTES:

1. This exhibit had been prepared using the best available data. It is however, preliminary in nature and subject to change pending formal audit.
2. Numbers are rounded and thus the sum of the detail may not equal the total.
3. The Fiscal Year is July 1 through June 30.
4. Additional Dividends and Interest may have been received but not officially recorded.

9/6/2005

**State of Delaware**  
**Statement of General Fund Appropriation Balances**  
as of 8/31/2005

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Encumbrances	Unencumbered Balance
Legislature	14,255,800	3,158,329	2,180,994	590,641	14,642,495
Judicial	74,344,900	3,748,462	14,341,400	5,016,191	58,735,771
Executive	331,829,656	114,470,029	140,567,395	35,787,686	269,944,605
Department of Technology and Information	33,832,100	3,763,372	10,023,297	7,061,623	20,510,552
Other Elective Offices	55,865,271	4,476,612	28,808,550	330,762	31,202,571
Legal	35,094,900	208,258	5,772,041	1,937,755	27,593,362
Department of State	21,095,700	12,486,128	2,877,801	1,691,291	29,012,736
Department of Finance	50,480,800	25,429,047	14,251,640	1,025,180	60,633,027
Department of Health and Social Services	768,277,388	36,583,812	112,445,680	86,645,660	605,769,860
Department of Services to Child/Youth/Families	106,596,100	4,859,349	18,987,234	36,503,312	55,964,902
Department of Correction	213,927,200	8,050,608	33,990,835	50,551,398	137,435,574
Department of Natural Resources	70,783,600	14,075,024	7,350,047	7,647,060	69,861,517
Department of Safety and Homeland Security	107,867,923	3,092,609	18,180,022	4,008,344	88,772,166
Department of Transportation	14,000,000	5,000	1,187,004	4,324,067	8,493,929
Department of Labor	6,787,700	159,243	1,210,489	320,900	5,415,553
Department of Agriculture	8,857,300	1,576,056	1,110,082	1,477,752	7,845,523
Department of Elections	3,683,200	943,489	576,815	430,477	3,619,397
Fire Prevention Commission	4,334,600	118,950	590,631	238,994	3,623,925
Delaware National Guard	3,969,900	361,255	592,371	997,566	2,741,217
Advisory Council for Exceptional Citizens	152,100	5,042	19,495	2,900	134,747
Higher Education	232,677,800	13,875,679	39,989,661	6,500,778	200,063,041
Department of Education	1,007,860,931	76,367,277	185,965,285	63,968,023	834,294,901
<b>Total</b>	<b>\$ 3,166,574,870</b>	<b>\$ 327,813,630</b>	<b>\$ 641,018,768</b>	<b>\$ 317,058,361</b>	<b>\$ 2,536,311,371</b>

## NOTES

1. This exhibit had been prepared using the best available data. It is however, preliminary in nature and subject to change pending formal audit.
2. Numbers are rounded and thus the sum of the detail may not equal the total.
3. The Fiscal Year is July 1 through June 30.

**State of Delaware**  
**Statement of General Fund Expenditures by Major Category**  
as of 8/31/2005

Exhibit B

	Fiscal Year 2006 \$(000) s	% Change	Fiscal Year 2005 \$(000) s	% Change	Fiscal Year 2004 \$(000) s	% Change	Fiscal Year 2003 \$(000) s
Salaries and Wages	184,355.0	9.8	167,913.3	4.9	160,116.7	2.0	156,955.7
Fringe Benefits (less Pension)	48,247.5	14.7	42,079.2	10.4	38,130.5	4.2	36,598.2
Pension Costs	30,545.8	22.6	24,923.9	10.7	22,509.5	21.0	18,609.3
Medicaid	56,012.5	6.3	52,700.5	12.0	47,047.3	26.8	37,115.3
*Public Assistance	10,367.4	(12.9)	11,903.9	15.6	10,296.6	9.7	9,385.8
*Grants	152,952.5	37.1	111,554.1	69.3	65,882.8	34.5	48,984.2
*Personal Services and Travel	27,917.4	17.6	23,739.1	(3.0)	24,482.9	(12.1)	27,864.3
*Contractual Services	51,400.4	24.7	41,221.7	1.1	40,758.1	(5.4)	43,084.6
Supplies and Materials	11,888.9	(1.2)	12,037.0	7.0	11,251.4	3.4	10,878.6
Capital Outlay	14,673.9	27.4	11,515.8	(3.3)	11,904.0	(13.6)	13,783.2
Debt Service	52,657.6	4.9	50,219.2	3.2	48,650.6	42.3	34,187.6
<b>Total</b>	<b>\$ 641,018.8</b>	<b>16.6</b>	<b>\$ 549,807.5</b>	<b>14.3</b>	<b>\$ 481,030.4</b>	<b>10.0</b>	<b>\$ 437,446.7</b>

\*Examples:

Public Assistance: Costs for programs such as General Assistance, Early Intervention, Child Care, Child Welfare, Emergency Assistance, Renal Disease, etc.

Grants: Costs for Grants-in-Aid, University of Delaware operations and programs, scholarships, etc.

Personal Services: Costs for contracting of personal, medical, legal, education, etc. services.

Contractual Services: Costs for contracting of communications, utilities, insurance, repair and maintenance, school bus transportation, etc.

NOTES:

1. This exhibit had been prepared using the best available data. It is however, preliminary in nature and subject to change pending formal audit.
2. Numbers are rounded and thus the sum of the detail may not equal the total.
3. The Fiscal Year is July 1 through June 30.

9/6/2005