



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

RICHARD S. CORDREY
SECRETARY OF FINANCE

November 9, 2006

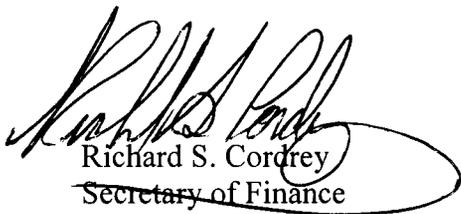
TO: The Honorable Ruth Ann Minner, Governor
Members of the 143rd General Assembly

Attached is the monthly financial report for the month ending October 31, 2006. 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

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

Sincerely,



Richard S. Cordrey
Secretary of Finance

TLN:ed
Attachment

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Hon. Ruth Ann Minner, Governor
November 9, 2006
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OVERVIEW

GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$225.0 million with no outstanding short-term general obligation debt as of October 31, 2006.

As of October 31, 2006
(\$ Millions)

	<u>FY07</u>	<u>FY06</u>	<u>FY05</u>	<u>FY04</u>
Beginning Fiscal Year Cash	690.6	\$ 701.2	\$ 646.0	\$ 464.0
<u>Operating Cash Surplus/(Deficit)</u>	<u>(\$ 465.6)</u>	<u>(\$ 403.1)</u>	<u>(\$ 301.6)</u>	<u>(\$ 247.4)</u>
Net Cash Balance	\$ 225.0	\$ 298.1	\$ 344.4	\$ 216.6

The net cash balance of \$225.0 million results from a beginning cash balance of \$690.6 million on July 1, 2006, less a \$465.6 million operating cash deficit for FY 2007. Included in the cash balance is a surplus of \$94.5 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.

\$175.4 million of the \$225.0 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 \$1,559.4 million.

State of Delaware
Statement of General Fund Cash Condition
as of 10/31/2006

Exhibit A

	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004
Beginning Fiscal Year Cash	\$ 690,571,679	\$ 701,197,260	\$ 645,961,410	\$ 464,018,574
Revenue				
<u>Receipts</u>				
Taxes	695,984,725	718,369,763	631,748,226	592,797,416
Licenses	1,738,754	1,715,648	1,486,468	958,084
Fees	24,219,228	25,363,474	22,749,683	21,907,609
Permits	124	111	216	254
Fines	813,588	685,095	600,296	629,571
Rentals & Sales	106,489,701	99,254,045	96,634,180	96,672,300
Earnings and Investments	11,188,728	5,039,335	1,544,379	2,565,056
State Government/Agency Revenue	628,161	876,549	17,431,736	11,936,056
	<u>841,063,008</u>	<u>851,304,021</u>	<u>772,195,184</u>	<u>727,495,212</u>
Less Refund Disbursements	35,502,999	34,066,525	41,645,073	41,226,091
Total Revenue	805,560,010	817,237,496	730,550,111	686,269,121
Disbursements				
<u>Agency Expenditures</u>				
Legislature	4,595,610	4,463,586	4,075,225	3,713,923
Judicial	29,743,731	29,634,886	25,432,997	22,955,342
Executive	161,224,398	179,221,105	75,743,389	37,599,105
Department of Technology and Information	16,736,544	16,257,462	14,176,533	14,297,968
Other Elective Offices	34,892,663	34,503,693	42,056,035	35,200,229
Legal	14,446,515	12,579,715	11,150,720	10,466,102
Department of State	9,977,226	5,625,668	6,067,110	5,518,743
Department of Finance	16,799,913	38,851,518	30,376,665	19,246,065
Department of Administrative Services	0	0	23,119,059	19,834,005
Department of Health and Social Services	282,400,140	249,986,108	230,387,416	214,266,496
Department of Services to Child/Youth/Families	44,301,556	39,893,598	37,171,795	33,791,497
Department of Correction	83,655,357	73,050,853	64,454,534	62,341,466
Department of Natural Resources	27,748,044	23,847,719	16,318,904	16,896,111
Department of Safety and Homeland Security	43,264,029	39,740,559	35,351,390	35,985,372
Department of Transportation	1,870,145	3,600,176	0	0
Department of Labor	3,313,886	2,685,108	2,626,420	1,558,344
Department of Agriculture	3,152,286	2,250,332	2,165,789	2,746,059
Department of Elections	2,191,944	1,260,807	1,734,697	1,132,198
Fire Prevention Commission	1,492,079	1,347,409	1,314,426	1,186,217
Delaware National Guard	1,234,050	2,389,049	1,095,805	1,272,093
Advisory Council for Exceptional Citizens	58,377	43,856	38,913	35,350
Higher Education	87,059,840	83,020,964	80,159,727	68,784,463
Department of Education	406,802,996	384,977,300	333,110,603	327,588,677
	<u>1,276,961,330</u>	<u>1,229,231,469</u>	<u>1,038,128,152</u>	<u>936,415,825</u>
Less Vouchers Payable	5,863,258	8,859,345	5,975,023	2,747,794
Total Disbursements	1,271,098,072	1,220,372,124	1,032,153,130	933,668,031
Ending Cash Balance	\$ 225,033,617	\$ 298,062,632	\$ 344,358,391	\$ 216,619,664

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.

11/6/2006

State of Delaware
Statement of General Fund Receipts and Refund Disbursements by Major Category
as of 10/31/2006

Exhibit A-1

	Fiscal Year 2007	% Change	Fiscal Year 2006	% Change	Fiscal Year 2005	% Change	Fiscal Year 2004
Receipts							
Personal Income Taxes	\$ 330,195,376	10.7	\$ 298,260,606	10.1	\$ 270,875,247	5.9	\$ 255,792,682
Franchise Taxes	107,747,809	(6.7)	115,494,703	4.3	110,703,640	9.9	100,746,152
Corporate Fees	16,331,063	1.3	16,123,475	13.4	14,217,564	13.7	12,502,860
Limited Partnership and LLC	9,353,381	27.6	7,331,300	10.3	6,645,576	50.0	4,431,093
Uniform Commercial Code	3,616,119	(22.0)	4,633,238	3.6	4,474,274	0.4	4,454,449
Corporation Income Taxes	44,594,130	7.1	41,640,476	40.5	29,632,466	20.6	24,579,438
Bank Franchise Tax	33,226,366	15.8	28,699,850	9.5	26,204,398	(3.6)	27,168,948
Gross Receipts Tax	58,597,348	(12.9)	67,313,547	10.8	60,772,175	9.8	55,349,875
Lottery	87,407,921	6.8	81,871,064	2.6	79,779,048	12.6	70,870,431
Abandoned Property	12,969,709	(73.9)	49,637,157	107.3	23,948,196	(26.7)	32,671,512
Hospital Board and Treatment	19,061,627	9.8	17,365,693	3.1	16,838,907	(34.1)	25,541,991
Dividends and Interest	11,188,728	122.0	5,039,335	226.3	1,544,379	(39.8)	2,565,056
Realty Transfer Tax	28,736,704	(30.6)	41,399,022	2.4	40,424,809	30.8	30,908,676
Estate Tax	229,546	(94.1)	3,909,322	39.5	2,801,617	(39.2)	4,605,858
Insurance Taxes	17,413,721	20.5	14,445,854	6.9	13,512,207	4.9	12,882,657
Public Utility Tax	15,555,898	22.6	12,686,801	5.7	12,001,880	10.3	10,883,693
Cigarette Taxes	27,253,553	(4.2)	28,442,149	11.6	25,483,842	5.2	24,216,369
Other Revenues	17,584,011	3.4	17,010,429	(47.4)	32,334,960	18.3	27,323,471
Total Receipts	841,063,008	(1.2)	851,304,021	10.2	772,195,184	6.1	727,495,212
Refund Disbursements							
Personal Income Taxes	23,160,268		16,187,670		15,128,035		11,943,553
Franchise Taxes	2,553,480		4,468,882		6,166,210		12,830,824
Corporation Income Taxes	5,187,476		8,747,546		15,652,855		9,625,907
Bank Franchise Tax					9,193		1,518,405
Gross Receipts Tax	626,680		2,589,068		1,085,991		1,254,485
Abandoned Property	3,413,635		1,296,866		1,227,075		3,084,797
Estate Tax	27,878		50,891		107,051		406,480
Cigarette Taxes	66,591		54,464		109,530		39,466
Withholding	359,665		647,039		453,088		485,165
Insurance Taxes	61,773		4,636		1,348,088		
Miscellaneous Refunds	45,555		19,462		357,956		37,011
Total Refund Disbursements	35,502,999	4.2	34,066,525	(18.2)	41,645,073	1.0	41,226,091
Net Receipts	\$ 805,560,010	(1.4)	\$ 817,237,496	11.9	\$ 730,550,111	6.5	\$ 686,269,121

NOTES:

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3. The Fiscal Year is July 1 through June 30.
4. Additional Dividends and Interest may have been received but not officially recorded.
5. " % Change " for "Receipts" may be blank due to a significant value.

11/6/2006

State of Delaware
Statement of General Fund Appropriation Balances
as of 10/31/2006

Exhibit A-2

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Encumbrances	Unencumbered Balance
Legislature	14,525,671	4,304,321	4,595,610	697,484	13,536,898
Judicial	83,662,200	2,811,031	29,743,731	3,541,178	53,188,322
Executive	325,001,718	104,263,295	161,224,398	52,241,623	215,798,993
Department of Technology and Information	36,743,400	2,288,726	16,736,544	6,238,747	16,056,834
Other Elective Offices	57,652,606	267,983	34,892,663	532,436	22,495,491
Legal	39,685,400	331,140	14,446,515	1,821,685	23,748,340
Department of State	26,420,900	14,216,072	9,977,226	1,597,836	29,061,911
Department of Finance	38,768,200	10,231,215	16,799,913	7,785,534	24,413,968
Department of Health and Social Services	872,385,127	25,068,338	282,400,140	100,158,791	514,894,534
Department of Services to Child/Youth/Families	121,523,300	5,947,335	44,301,556	27,177,541	55,991,538
Department of Correction	232,232,214	9,569,425	83,655,357	46,589,714	111,556,568
Department of Natural Resources	72,186,100	41,308,531	27,748,044	15,399,646	70,346,941
Department of Safety and Homeland Security	118,568,400	3,430,225	43,264,029	6,222,252	72,512,344
Department of Transportation		1,978,060	1,870,145	7,476	100,439
Department of Labor	7,322,280	498,130	3,313,886	487,776	4,018,748
Department of Agriculture	8,356,900	2,570,527	3,152,286	1,562,544	6,212,597
Department of Elections	3,974,500	2,968,998	2,191,944	718,264	4,033,289
Fire Prevention Commission	5,000,100	227,923	1,492,079	320,780	3,415,163
Delaware National Guard	4,333,400	447,538	1,234,050	968,466	2,578,422
Advisory Council for Exceptional Citizens	170,800	1,368	58,377	61	113,730
Higher Education	246,460,400	10,931,642	87,059,840	5,393,478	164,938,724
Department of Education	1,080,886,385	98,851,672	406,802,996	57,892,523	715,042,537
Total	\$ 3,395,860,000	\$ 342,513,497	\$ 1,276,961,330	\$ 337,355,836	\$ 2,124,056,331

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State of Delaware
Statement of General Fund Expenditures by Major Category
as of 10/31/2006

Exhibit B

	Fiscal Year 2007 \$(000) s	%	Fiscal Year 2006 \$(000) s	%	Fiscal Year 2005 \$(000) s	%	Fiscal Year 2004 \$(000) s
		Change		Change		Change	
Salaries and Wages	415,859.9	2.1	407,240.0	11.5	365,180.3	5.0	347,877.8
Fringe Benefits (less Pension)	109,077.6	8.0	100,969.0	14.9	87,885.6	10.5	79,539.9
Pension Costs	74,649.3	10.7	67,405.2	24.2	54,252.8	12.7	48,118.2
Medicaid	143,298.1	13.2	126,578.9	11.2	113,787.1	12.2	101,402.9
*Public Assistance	35,476.4	46.8	24,163.5	(2.0)	24,661.1	6.5	23,147.6
*Grants	212,721.8	(7.0)	228,794.6	41.9	161,214.7	53.6	104,925.2
*Personal Services and Travel	66,711.4	8.7	61,352.3	20.2	51,055.6	0.4	50,854.0
*Contractual Services	90,188.6	(5.4)	95,324.0	17.2	81,339.0	(2.9)	83,762.6
Supplies and Materials	28,323.9	(0.8)	28,560.6	7.6	26,549.4	1.9	26,052.1
Capital Outlay	40,231.1	20.3	33,448.4	57.1	21,286.2	18.4	17,979.7
Debt Service	60,423.1	9.1	55,395.0	8.8	50,916.4	(3.5)	52,755.9
Total	\$ 1,276,961.3	3.9	\$ 1,229,231.5	18.4	\$ 1,038,128.1	10.9	\$ 936,415.8

*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.

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