



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

THOMAS J. COOK
SECRETARY OF FINANCE

September 15, 2014

TO: The Honorable Jack A. Markell, Governor
Members of the 146th General Assembly

Attached is the monthly financial report for the month ending August 31, 2014. 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:

www.finance.delaware.gov/publications/Monthly.shtml

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

Sincerely,

A handwritten signature in black ink, appearing to be 'T. Cook', written over a white background.

Thomas J. Cook
Secretary of Finance

KK:dhy
Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

The General Fund had a fiscal year to date operating deficit of \$ 298.0 million and a net cash balance of \$116.4 million with no outstanding short-term general obligation debt as of August 31, 2014.

As of August 31, 2014
(\$ Millions)

	<u>FY15</u>	<u>FY14</u>	<u>FY13</u>	<u>FY12</u>
Beginning Fiscal Year Cash	\$ 414.4	\$ 635.9	\$ 564.7	\$797.8
<u>Operating Cash Surplus/(Deficit)</u>	<u>(\$ 298.0)</u>	<u>(\$ 223.1)</u>	<u>(\$245.8)</u>	<u>(\$372.2)</u>
Net Operating Cash Balance	\$ 116.4	\$ 412.8	\$318.9	\$425.6

The net operating cash balance of \$116.4 million results from a beginning cash balance of \$414.4 million on July 31, 2014, less a \$298.0 million operating cash deficit for FY 2015.

\$212.5 million 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). It should be noted that the difference between the \$212.5 million and the net operating cash balance of \$116.4 million represents a temporary interfund borrowing of \$96.1 million, pursuant to § 7404 (d), Title 29 Delaware Code.

The combined General Fund/Special Fund Cash Balance was \$1,654.6 million.

State of Delaware
Statement of General Fund Cash Condition
as of 8/31/2014

	Fiscal Year 2015	Fiscal Year 2014	Fiscal Year 2013	Fiscal Year 2012
Beginning Fiscal Year Cash	\$ 414,398,252	\$ 635,879,376	\$ 564,699,087	\$ 797,772,037
Revenue				
<u>Receipts</u>				
Taxes	398,638,160	444,819,614	383,365,923	289,060,841
Licenses	1,339,119	1,188,243	1,116,698	1,169,084
Fees	18,112,961	17,484,899	16,340,251	15,546,089
Permits	25	25	175	133,733
Fines	600,085	627,185	1,704,688	512,371
Rentals & Sales	19,451,080	40,187,885	45,115,560	51,086,649
Governmental Contributions	5,850	102,224	-	148
Earnings & Investments	767,217	(1,552,344)	2,044,592	(1,083,254)
State Govt/Agency Revenue	499,638	458,882	263,123	935,043
Total Receipts	<u>439,414,135</u>	<u>503,316,613</u>	<u>449,951,010</u>	<u>357,360,704</u>
Less Refund Disbursements	<u>32,544,231</u>	<u>29,558,221</u>	<u>23,885,205</u>	<u>24,896,008</u>
Total Revenue	<u>406,869,904</u>	<u>473,758,392</u>	<u>426,065,805</u>	<u>332,464,696</u>
Disbursements				
All Departments				
Legislature	2,544,959	2,411,052	2,130,562	2,663,848
Judicial	14,455,086	14,808,283	14,379,139	17,587,478
Executive	61,863,866	45,161,120	17,231,846	63,547,802
Dept of Technology & Information	8,313,149	7,859,928	11,177,275	10,582,609
Other Elective Offices	65,871,815	73,636,216	76,909,888	47,870,844
Legal	9,264,384	8,911,574	8,588,086	8,691,081
Department of State	3,814,968	3,979,297	3,915,523	5,218,842
Department of Finance	2,206,367	2,331,031	2,558,724	2,528,101
Dept of Health & Social Services	170,187,825	184,669,866	178,349,441	171,702,395
Svs fr Children, Youth, Families	21,582,941	21,794,597	21,853,068	21,664,609
Department of Correction	45,159,316	42,269,874	41,331,299	45,977,833
Dpt of Natural Res & Env Control	6,633,517	6,673,869	5,889,315	7,636,436
Dept of Safety & Homeland Sec	18,989,068	24,241,037	23,993,250	26,373,249
Dept of Transportation	-	-	-	1,328
Department of Labor	1,719,424	2,549,282	2,039,821	1,098,200
Department of Agriculture	1,224,256	1,153,764	987,155	2,074,303
Department of Elections	797,009	828,670	677,849	817,929
Fire Prevention Commission	819,815	738,799	695,688	849,700
Delaware National Guard	677,690	633,106	650,211	677,069
Advisory Council Exceptnl Citizens	51,503	29,736	30,849	34,345
Higher Education	41,289,390	29,632,272	47,548,518	39,497,949
Department of Education	227,409,755	222,498,397	210,896,567	227,532,625
Total Disbursements	<u>704,876,103</u>	<u>696,811,770</u>	<u>671,834,073</u>	<u>704,628,575</u>
Ending Cash Balance	<u>\$ 116,392,053</u>	<u>\$ 412,825,998</u>	<u>\$ 318,930,819</u>	<u>\$ 425,608,158</u>

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 Receipts and Refund Disbursements by Major Category
As of 8/31/2014

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2015	Change	2014	Change	2013	Change	2012
Receipts							
Personal Taxes	\$ 179,509,539	3.4%	\$ 173,566,402	5.1%	\$ 165,170,135	89.9%	\$ 86,980,801
Franchise Taxes	92,230,445	-0.8%	92,999,727	4.1%	89,338,969	3.4%	86,418,059
Corporate Fees	13,427,924	6.4%	12,625,373	7.8%	11,708,074	7.9%	10,855,076
Limited Partnership & LLC	14,251,920	-0.8%	14,368,610	14.1%	12,588,062	11.9%	11,248,490
Uniform Commercial Code	3,062,083	-0.8%	3,086,201	10.2%	2,800,899	-0.4%	2,812,981
Corporate Income Taxes	7,471,841	-39.5%	12,359,966	91.7%	6,447,055	-6.4%	6,885,434
Bank Franchise Tax	13,430,507	-28.6%	18,799,995	28.6%	14,618,364	32.4%	11,041,749
Gross Receipts Tax	42,447,282	-5.5%	44,907,172	2.8%	43,685,370	5.6%	41,360,053
Lottery	14,658,291	-55.9%	33,240,937	-10.5%	37,141,060	-10.5%	41,512,595
Abandoned Property	3,539,099	-90.3%	36,490,543	40675.7%	89,491	-98.4%	5,711,386
Hospital Board & Treatment	4,784,911	-29.9%	6,824,722	-14.3%	7,968,051	-16.7%	9,571,208
Dividends and Interest	767,182	-149.4%	(1,552,344)	-175.9%	2,044,582	-288.7%	(1,083,254)
Realty Transfer Tax	13,514,470	15.4%	11,714,315	13.0%	10,366,321	28.7%	8,052,272
Estate Tax	456,832	95.2%	233,985	-85.9%	1,657,435	67.6%	988,699
Insurance Tax	1,445,666	-38.7%	2,357,799	7.6%	2,190,600	-2.4%	2,245,178
Public Utility Tax	8,155,344	-0.6%	8,203,999	3.3%	7,940,929	85.3%	4,285,301
Cigarette Taxes	12,823,582	-31.9%	18,832,328	-8.4%	20,554,717	20.9%	16,994,795
Other	13,437,217	-5.7%	14,256,883	4.5%	13,640,896	18.8%	11,479,881
Total Receipts	439,414,135	-12.70%	503,316,613	11.86%	449,951,010	25.91%	357,360,704
Refund Disbursements							
Personal Income Taxes	16,939,705		19,853,078		15,954,788		16,299,772
Franchise Taxes	966,163		676,428		1,094,281		2,558,760
Corporation Income Taxes	6,979,791		5,757,255		3,550,995		4,451,322
Bank Franchise Tax	-		34,813		500		-
Gross Receipts Tax	466,674		371,636		1,953,443		348,860
Abandoned Property	5,938,356		1,990,125		979,406		779,566
Estate Tax	-		200,614		20,435		175,584
Cigarette Taxes	13,365		591,652		38,488		81,127
Withholding	1,230,162		81,609		140,417		161,950
Insurance Taxes	9,436		-		15,828		36,740
Miscellaneous Refunds	579		1,011		136,624		2,327
Total Refund Disbursements	32,544,231	10.10%	29,558,221	23.75%	23,885,205	-4.06%	24,896,008
Net Receipts	\$ 406,869,904	-14.12%	\$ 473,758,392	11.19%	\$ 426,065,805	28.15%	\$ 332,464,696

NOTES:

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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.
5. " % Change " for "Receipts" may be blank due to a significant value.

**State of Delaware
Statement of General Fund Appropriation Balances
As of 8/31/2014**

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Committed Expenditures	Encumbrances	Unencumbered Balance
Legislative Branch	\$ 15,817,700	\$ 5,127,641	\$ 2,544,959	\$ 58,260	\$ 997,459	\$ 17,344,663
Judicial	95,716,000	3,996,212	14,455,086	4,021	3,674,563	81,578,542
Executive	173,039,162	56,864,114	61,863,866	14,973	25,722,087	142,302,350
Dept of Technology & Information	38,700,400	3,803,193	8,313,149	-	10,395,076	23,795,368
Other Elective Offices	193,514,041	461,696	65,871,815	-	931,498	127,172,424
Legal	56,124,700	203,957	9,264,384	500	2,787,541	44,276,232
Department of State	25,040,100	1,040,785	3,814,968	6,510	2,784,713	19,474,694
Department of Finance	17,762,843	7,754,784	2,206,367	-	2,408,925	20,902,335
Dept of Health & Social Svs	1,132,285,942	43,128,253	170,187,825	147,017	133,279,963	871,799,390
Svs fr Children, Youth, Families	153,547,924	5,091,901	21,582,941	7,764	43,184,858	93,864,262
Department of Correction	277,387,688	10,920,591	45,159,316	2,897	82,907,290	160,238,776
Dpt of Naturl Res & Env Contrl	37,231,400	8,478,904	6,633,517	63,540	6,420,578	32,592,669
Dept of Safety & Homeland Sec	131,452,674	5,425,418	18,989,068	73,997	10,313,723	107,501,304
Department of Labor	9,976,100	31,001	1,719,424	670	68,011	8,218,996
Department of Agriculture	8,485,000	281,727	1,224,256	-	1,051,011	6,491,460
Department of Elections	6,316,400	593,546	797,009	22,697	446,336	5,643,904
Fire Prevention Commission	5,400,100	146,260	819,815	257	108,735	4,617,553
Delaware National Guard	4,769,400	350,965	677,690	-	1,479,218	2,963,457
Advisory Counc Exceptnl Citizn	199,100	14,698	51,503	-	11,970	150,325
Higher Education	229,624,275	1,369,416	41,289,390	-	3,851,199	185,853,102
Department of Education	1,266,309,051	39,700,483	227,409,755	320,742	57,708,619	1,020,570,418
Total	\$ 3,878,700,000	\$ 194,785,545	\$ 704,876,103	\$ 723,845	\$ 390,533,373	\$ 2,977,352,224

NOTES

1. This exhibit has been prepared using the best available data. Committed expenditures are representative of expenditures expected to be paid but have not been as of the date of this report. Additionally, the negative balances are expenditures that have been released from payment but not fully processed at the date of this report. However, the data is 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. This Fiscal Year is July 1 through June 30.

STATE OF DELAWARE
Statement of General Fund Expenditures by Major Category
As of 8/31/2014
(Expressed in Thousands)

	Fiscal Year	%	Fiscal Year	%	Fiscal Year	%	Fiscal Year
	2015	Change	2014	Change	2013	Change	2012
Salaries and Wages	\$ 225,676.4	1.3%	\$ 222,734.7	2.1%	\$ 218,210.0	-14.0%	\$ 253,800.0
Fringe Benefits (less Pension)	68,428.5	2.0%	67,083.2	3.1%	65,054.5	-4.8%	68,306.1
Pension Costs	67,196.3	35.6%	49,554.9	4.9%	47,245.8	-7.7%	51,190.4
Medicaid	114,452.6	-4.6%	119,923.1	3.6%	115,760.6	6.4%	108,757.4
Grants	81,672.8	-6.3%	87,178.3	13.7%	76,663.8	-27.3%	105,384.2
Contractual Services	75,995.4	6.6%	71,291.3	5.2%	67,786.3	5.4%	64,319.4
Supplies and Materials	13,035.3	-4.5%	13,648.6	15.3%	11,837.0	-9.8%	13,118.1
Capital Outlay	3,805.3	25.4%	3,033.5	-20.0%	3,792.4	3.6%	3,659.5
Debt Service	54,613.5	-12.4%	62,364.2	-4.8%	65,483.7	81.4%	36,093.4
Total	\$ 704,876.1	1.16%	\$ 696,811.8	3.72%	\$ 671,834.1	-4.65%	\$ 704,628.5

*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.