



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

RICHARD S. CORDREY
SECRETARY OF FINANCE

March 8, 2007

TO: The Honorable Ruth Ann Minner, Governor
Members of the 144th General Assembly

Attached is the monthly financial report for the month ending February 28, 2007. 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,

A handwritten signature in black ink, appearing to read "Richard S. Cordrey", written in a cursive style.

Richard S. Cordrey
Secretary of Finance

TLN:ed
Attachment

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Hon. Ruth Ann Minner, Governor
March 8, 2007
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OVERVIEW

GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$180.7 million as of February 28, 2007.

As of February 28, 2007
(\$ 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>(\$ 509.9)</u>	<u>(\$ 376.2)</u>	<u>(\$ 307.2)</u>	<u>(\$ 169.0)</u>
Net Cash Balance	\$ 180.7	\$ 325.0	\$ 338.8	\$ 295.0

The net cash balance of \$180.7 million results from a beginning cash balance of \$690.6 million on July 1, 2006, less a \$509.9 million operating cash deficit for FY 2007. Included in the cash balance is a surplus of \$96.2 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.

\$175.4 million of the \$180.7 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 \$1,455.7 million.

State of Delaware
Statement of General Fund Cash Condition
as of 2/28/2007

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	1,636,093,035	1,648,387,803	1,448,705,397	1,358,263,667
Licenses	11,910,777	8,199,239	9,664,581	7,485,519
Fees	61,812,789	62,131,375	55,832,139	53,211,535
Permits	398	446	577	542
Fines	2,075,118	1,352,914	1,725,491	1,434,197
Rentals & Sales	210,909,490	197,231,347	189,112,621	194,768,813
Governmental Contributions	4,803,585	327	0	28,865
Earnings and Investments	14,691,002	7,406,780	4,699,080	7,313,660
State Government/Agency Revenue	10,524,735	1,987,761	28,096,922	21,752,016
	<u>1,952,820,929</u>	<u>1,926,697,992</u>	<u>1,737,836,807</u>	<u>1,644,258,814</u>
Less Refund Disbursements	113,856,791	91,216,843	105,084,664	89,934,876
Total Revenue	1,838,964,139	1,835,481,150	1,632,752,144	1,554,323,937
Disbursements				
<u>Agency Expenditures</u>				
Legislature	8,541,738	8,414,778	7,530,941	7,071,803
Judicial	57,728,525	55,555,347	48,931,499	43,945,439
Executive	228,577,477	235,576,871	97,271,893	64,750,615
Department of Technology and Information	26,533,338	27,037,256	22,519,761	23,488,261
Other Elective Offices	48,921,356	47,719,264	77,934,911	50,447,329
Legal	26,952,223	23,951,902	21,082,126	19,179,941
Department of State	17,500,993	12,173,258	12,583,300	9,427,143
Department of Finance	31,120,424	50,963,383	35,806,737	24,296,351
Department of Administrative Services	0	0	45,430,150	34,064,924
Department of Health and Social Services	567,257,742	514,851,627	471,610,514	430,344,312
Department of Services to Child/Youth/Families	87,620,250	78,766,321	70,207,703	63,535,914
Department of Correction	163,836,160	145,314,382	128,541,319	118,718,901
Department of Natural Resources	45,595,587	39,580,303	29,917,435	29,613,502
Department of Safety and Homeland Security	80,746,226	74,682,762	66,212,840	64,466,682
Department of Transportation	1,870,590	7,538,054	0	0
Department of Labor	5,473,477	5,547,783	4,424,241	4,228,869
Department of Agriculture	6,072,761	4,764,010	4,599,849	4,866,594
Department of Elections	5,003,622	2,445,819	3,205,127	2,766,860
Fire Prevention Commission	3,415,750	2,938,708	2,882,604	2,445,113
Delaware National Guard	2,551,555	3,475,548	2,317,024	2,220,583
Advisory Council for Exceptional Citizens	114,600	90,289	72,572	68,240
Higher Education	175,896,452	164,365,510	155,498,957	137,599,391
Department of Education	760,536,969	710,153,327	637,042,515	588,154,123
	<u>2,351,867,815</u>	<u>2,215,906,502</u>	<u>1,945,624,018</u>	<u>1,725,700,889</u>
Less Vouchers Payable	3,081,693	4,180,644	5,694,307	2,355,800
Total Disbursements	2,348,786,122	2,211,725,858	1,939,929,711	1,723,345,089
Ending Cash Balance	\$ 180,749,695	\$ 324,952,552	\$ 338,783,843	\$ 294,997,423

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.

3/5/2007

State of Delaware
Statement of General Fund Receipts and Refund Disbursements by Major Category
as of 2/28/2007

Exhibit A-1

	Fiscal Year 2007	% Change	Fiscal Year 2006	% Change	Fiscal Year 2005	% Change	Fiscal Year 2004
Receipts							
Personal Income Taxes	\$ 713,439,803	3.7	\$ 688,263,370	13.3	\$ 607,594,638	10.1	\$ 551,780,461
Franchise Taxes	265,786,318	(2.2)	271,645,929	0.5	270,408,576	4.6	258,397,695
Corporate Fees	38,596,237	(0.4)	38,738,563	15.0	33,699,077	9.5	30,777,658
Limited Partnership and LLC	17,303,660	28.3	13,484,385	24.2	10,858,549	58.7	6,843,406
Uniform Commercial Code	8,392,667	(13.3)	9,677,687	8.0	8,964,859	4.2	8,604,850
Corporation Income Taxes	76,292,072	4.2	73,251,854	25.8	58,250,841	29.7	44,905,127
Bank Franchise Tax	90,809,865	27.0	71,504,532	7.7	66,369,687	(1.5)	67,351,748
Gross Receipts Tax	109,627,414	(15.7)	130,053,170	5.4	123,413,753	11.8	110,357,507
Lottery	169,143,795	6.4	158,925,501	3.8	153,072,220	9.4	139,877,151
Abandoned Property	139,959,648	(19.9)	174,680,850	62.8	107,322,717	(19.4)	133,222,292
Hospital Board and Treatment	41,652,352	8.8	38,272,223	6.3	36,009,867	(34.4)	54,860,064
Dividends and Interest	14,691,002	98.3	7,406,780	57.6	4,699,080	(35.7)	7,313,660
Realty Transfer Tax	64,209,397	(23.1)	83,525,112	3.7	80,547,022	26.3	63,770,285
Estate Tax	268,038	(93.7)	4,278,187	(7.2)	4,607,864	(37.7)	7,398,834
Insurance Taxes	55,600,048	38.8	40,058,935	32.3	30,277,619	4.3	29,024,113
Public Utility Tax	30,573,382	17.2	26,097,351	10.5	23,615,418	5.3	22,424,694
Cigarette Taxes	54,477,012	(1.0)	55,000,650	10.9	49,590,090	4.3	47,529,587
Other Revenues	61,998,218	48.2	41,832,913	(39.0)	68,534,928	14.6	59,819,681
Total Receipts	1,952,820,929	1.4	1,926,697,992	10.9	1,737,836,807	5.7	1,644,258,814
Refund Disbursements							
Personal Income Taxes	58,655,550		57,391,883		48,664,054		40,726,845
Franchise Taxes	4,417,347		5,710,987		11,496,075		14,844,720
Corporation Income Taxes	42,296,012		19,650,162		35,185,426		22,728,042
Bank Franchise Tax	1,552		1,160,487		706,770		1,518,405
Gross Receipts Tax	1,399,339		3,250,496		1,991,048		2,246,810
Abandoned Property	5,476,173		1,984,133		4,242,516		5,145,389
Estate Tax	377,191		900,162		307,591		1,567,048
Cigarette Taxes	136,981		171,129		150,742		134,986
Withholding	802,183		839,406		591,964		745,483
Insurance Taxes	109,807		48,205		1,348,088		179,524
Miscellaneous Refunds	184,656		109,792		400,388		97,625
Total Refund Disbursements	113,856,791	24.8	91,216,843	(13.2)	105,084,664	16.8	89,934,876
Net Receipts	\$ 1,838,964,139	0.2	\$ 1,835,481,150	12.4	\$ 1,632,752,144	5.0	\$ 1,554,323,937

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.

3/5/2007

State of Delaware
Statement of General Fund Appropriation Balances
as of 2/28/2007

Exhibit A-2

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Encumbrances	Unencumbered Balance
Legislature	14,775,671	4,304,321	8,541,738	871,601	9,666,653
Judicial	83,662,200	3,639,002	57,728,525	3,199,116	26,373,562
Executive	318,395,662	100,493,492	228,577,477	37,349,103	152,962,575
Department of Technology and Information	36,791,294	2,420,832	26,533,338	5,083,816	7,594,971
Other Elective Offices	57,701,606	267,983	48,921,356	205,165	8,843,069
Legal	39,685,400	516,140	26,952,223	981,353	12,267,965
Department of State	25,998,962	14,231,262	17,500,993	2,428,474	20,300,758
Department of Finance	43,782,200	10,231,215	31,120,424	6,499,369	16,393,623
Department of Health and Social Services	872,402,763	25,241,974	567,257,742	66,050,092	264,336,902
Department of Services to Child/Youth/Families	121,554,154	7,192,968	87,620,250	16,755,938	24,370,934
Department of Correction	232,233,783	9,576,925	163,836,160	25,290,788	52,683,760
Department of Natural Resources	72,034,100	41,308,531	45,595,587	17,386,513	50,360,531
Department of Safety and Homeland Security	118,682,200	3,474,469	80,746,226	5,920,902	35,489,541
Department of Transportation	12,000	1,978,060	1,870,590		119,470
Department of Labor	7,392,117	498,130	5,473,477	256,058	2,160,712
Department of Agriculture	8,356,900	2,570,527	6,072,761	1,387,200	3,467,466
Department of Elections	3,974,500	3,188,998	5,003,622	317,177	1,842,699
Fire Prevention Commission	5,033,150	363,494	3,415,750	170,733	1,810,162
Delaware National Guard	4,467,640	447,538	2,551,555	547,867	1,815,756
Advisory Council for Exceptional Citizens	170,800	1,368	114,600	61	57,507
Higher Education	246,766,994	10,931,642	175,896,452	5,870,765	75,931,420
Department of Education	1,081,335,904	99,634,622	760,536,969	59,324,461	361,109,096
Total	\$ 3,395,210,000	\$ 342,513,497	\$ 2,351,867,815	\$ 255,896,552	\$ 1,129,959,131

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State of Delaware
Statement of General Fund Expenditures by Major Category
as of 2/28/2007

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	784,074.5	4.6	749,252.8	9.3	685,614.2	6.5	643,548.4
Fringe Benefits (less Pension)	215,322.4	8.3	198,857.6	14.3	173,926.0	11.9	155,430.5
Pension Costs	137,098.5	12.0	122,438.2	23.6	99,058.8	15.5	85,768.2
Medicaid	296,465.5	11.5	265,852.9	9.6	242,603.0	12.0	216,569.3
*Public Assistance	64,800.6	23.1	52,621.8	10.6	47,595.4	7.8	44,163.5
*Grants	295,741.6	(5.8)	314,061.0	38.0	227,590.5	31.5	173,044.5
*Personal Services and Travel	143,389.8	24.2	115,406.3	10.9	104,060.3	7.0	97,260.3
*Contractual Services	191,766.8	4.5	183,516.5	14.9	159,758.4	3.2	154,850.4
Supplies and Materials	50,130.9	(0.2)	50,243.4	10.8	45,341.6	6.5	42,581.1
Capital Outlay	63,133.2	7.8	58,540.3	55.7	37,603.1	22.4	30,712.1
Debt Service	109,944.1	4.6	105,115.7	(14.2)	122,472.7	49.8	81,772.6
Total	\$ 2,351,867.8	6.1	\$ 2,215,906.5	13.9	\$ 1,945,624.0	12.7	\$ 1,725,700.9

*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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3/5/2007