



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

RICHARD S. CORDREY
SECRETARY OF FINANCE

June 23, 2006

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

Attached is the monthly financial report for the month ending May 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,

A handwritten signature in black ink, appearing to read "Richard S. Cordrey".

Richard S. Cordrey
Secretary of Finance

TLN:ed
Attachment

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OVERVIEW

GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$594.3 million with no outstanding short-term general obligation debt as of May 31, 2006.

As of May 31, 2006
(\$ 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
Operating Cash Surplus/(Deficit)	<u>(\$ 106.9)</u>	<u>(\$ 45.9)</u>	<u>\$ 50.6</u>	<u>(\$ 85.1)</u>
Net Cash Balance	\$ 594.3	\$ 600.1	\$ 514.6	\$ 396.7

The net cash balance of \$594.3 million results from a beginning cash balance of \$701.2 million on July 1, 2005, less a \$106.9 million operating cash deficit for FY 2006. Included in the cash balance is a surplus of \$14.7 million in the Revenue Refund Account.

\$161.1 million of the \$594.3 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 \$1,644.7 million.

State of Delaware
Statement of General Fund Cash Condition
as of 5/31/2006

Exhibit A

	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
Beginning Fiscal Year Cash	\$ 701,197,260	\$ 645,961,410	\$ 464,018,574	\$ 481,752,669
Revenue				
<u>Receipts</u>				
Taxes	2,633,364,254	2,329,264,881	2,179,382,447	1,974,652,804
Licenses	10,309,360	12,510,199	8,822,835	7,668,161
Fees	88,955,032	83,165,504	76,149,059	70,523,683
Permits	693	820	689	990
Fines	2,497,062	2,950,378	2,698,222	2,340,037
Rentals & Sales	279,755,285	260,927,040	252,074,221	266,818,904
Governmental Contributions	327	0	2,428,865	0
Earnings and Investments	12,802,319	8,204,409	6,825,748	19,427,673
State Government/Agency Revenue	2,979,313	38,355,448	34,506,261	51,801,453
	<u>3,030,663,644</u>	<u>2,735,378,679</u>	<u>2,562,888,348</u>	<u>2,393,233,706</u>
Less Refund Disbursements	<u>185,230,474</u>	<u>168,633,037</u>	<u>168,549,067</u>	<u>198,615,620</u>
Total Revenue	2,845,433,170	2,566,745,642	2,394,339,281	2,194,618,086
Disbursements				
<u>Agency Expenditures</u>				
Legislature	11,697,279	10,615,697	9,923,299	9,998,413
Judicial	78,356,426	68,927,403	62,773,460	61,062,697
Executive	262,428,897	118,816,407	75,266,062	80,635,237
Department of Technology and Information	34,454,489	28,977,972	30,391,064	5,367,691
Other Elective Offices	54,720,563	84,441,057	60,589,398	44,912,292
Legal	33,916,311	29,591,208	26,659,238	27,490,219
Department of State	18,082,147	16,088,792	13,445,000	15,851,521
Department of Finance	59,298,784	40,257,194	28,240,130	14,139,277
Department of Administrative Services	0	69,580,664	49,884,681	48,125,923
Department of Health and Social Services	728,257,046	642,428,868	602,380,756	584,180,810
Department of Services to Child/Youth/Families	107,867,758	96,487,695	85,941,233	86,202,468
Department of Correction	209,454,338	185,769,303	169,544,019	171,838,119
Department of Natural Resources	53,398,667	41,809,455	39,789,557	38,185,957
Department of Safety and Homeland Security	104,291,200	93,372,215	89,448,358	92,783,730
Department of Transportation	10,348,750	0	0	0
Department of Labor	6,771,964	6,338,986	5,363,452	5,680,261
Department of Agriculture	7,189,499	6,485,030	6,659,775	5,678,522
Department of Elections	3,580,274	4,320,933	3,964,503	4,906,774
Fire Prevention Commission	4,190,393	4,034,856	3,535,230	3,651,877
Delaware National Guard	3,811,381	3,348,529	3,001,200	3,173,999
Advisory Council for Exceptional Citizens	132,582	104,858	98,107	91,473
Higher Education	223,888,364	211,223,201	190,642,114	192,545,580
Department of Education	939,592,040	853,280,533	789,861,434	785,617,140
	<u>2,955,729,154</u>	<u>2,616,300,854</u>	<u>2,347,402,068</u>	<u>2,282,119,981</u>
Less Vouchers Payable	<u>3,360,073</u>	<u>3,680,720</u>	<u>3,626,100</u>	<u>2,461,739</u>
Total Disbursements	2,952,369,081	2,612,620,133	2,343,775,968	2,279,658,242
Ending Cash Balance	\$ 594,261,349	\$ 600,086,919	\$ 514,581,888	\$ 396,712,512

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.

6/5/2006

State of Delaware

Exhibit A-1

Statement of General Fund Receipts and Refund Disbursements by Major Category as of 5/31/2006

	Fiscal Year 2006	% Change	Fiscal Year 2005	% Change	Fiscal Year 2004	% Change	Fiscal Year 2003
Receipts							
Personal Income Taxes	\$1,064,840,046	14.9	\$ 926,782,381	12.9	\$ 821,072,902	7.1	\$ 766,799,171
Franchise Taxes	472,227,527	4.1	453,798,825	(1.3)	459,892,189	12.1	410,205,760
Corporate Fees	55,412,633	7.2	51,686,020	15.8	44,637,073	27.7	34,947,693
Limited Partnership and LLC	65,790,614	21.5	54,161,008	24.5	43,488,155	96.0	22,191,528
Uniform Commercial Code	13,244,046	5.3	12,582,231	5.8	11,894,374	(20.9)	15,043,352
Corporation Income Taxes	148,477,722	17.0	126,897,087	47.5	86,023,316	(4.1)	89,674,639
Bank Franchise Tax	121,722,649	27.1	95,774,019	(11.6)	108,330,444	(12.5)	123,750,494
Gross Receipts Tax	167,188,988	1.4	164,936,891	9.1	151,119,724	9.8	137,690,478
Lottery	225,909,445	6.9	211,364,175	20.2	175,856,633	(8.7)	192,707,606
Abandoned Property	292,629,237	30.0	225,131,197	(10.9)	252,607,700	27.6	197,946,681
Hospital Board and Treatment	53,799,639	8.6	49,519,473	(35.0)	76,169,298	2.8	74,069,034
Dividends and Interest	12,802,319	56.0	8,204,409	20.2	6,825,748	(64.9)	19,427,673
Realty Transfer Tax	110,952,647	1.0	109,841,767	23.7	88,771,865	30.9	67,833,943
Estate Tax	4,886,013	(19.0)	6,032,216	(51.8)	12,504,278	(67.7)	38,682,781
Insurance Taxes	50,430,191	27.2	39,635,407	3.1	38,455,592	0.6	38,223,376
Public Utility Tax	36,084,253	7.2	33,676,194	7.7	31,270,749	3.3	30,267,477
Cigarette Taxes	77,336,302	8.1	71,545,218	7.3	66,657,603	105.0	32,511,781
Other Revenues	56,929,372	(39.3)	93,810,162	7.4	87,310,705	(13.8)	101,260,239
Total Receipts	3,030,663,644	10.8	2,735,378,679	6.7	2,562,888,348	7.1	2,393,233,706
Refund Disbursements							
Personal Income Taxes	135,622,773		105,586,602		112,603,137		120,978,275
Franchise Taxes	11,405,683		12,010,464		16,366,927		16,803,170
Corporation Income Taxes	20,610,226		37,550,263		24,488,394		34,372,417
Bank Franchise Tax	1,326,675		706,770		1,518,405		4,194,360
Gross Receipts Tax	4,431,031		2,851,409		2,534,604		9,626,761
Abandoned Property	4,083,145		6,824,135		7,755,417		6,301,793
Estate Tax	903,719		312,798		1,616,990		541,310
Cigarette Taxes	222,112		179,655		174,701		244,600
Withholding	1,039,257		831,490		1,151,791		4,092,352
Insurance Taxes	5,459,878		1,352,716		179,524		891,447
Miscellaneous Refunds	125,975		426,734		159,177		569,135
Total Refund Disbursements	185,230,474	9.8	168,633,037	-	168,549,067	(15.1)	198,615,620
Net Receipts	\$ 2,845,433,170	10.9	\$ 2,566,745,642	7.2	\$ 2,394,339,281	9.1	\$ 2,194,618,086

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.

6/5/2006

State of Delaware
Statement of General Fund Appropriation Balances
as of 5/31/2006

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Encumbrances	Unencumbered Balance
Legislature	14,600,800	3,158,329	11,697,279	299,852	5,761,998
Judicial	81,513,130	5,518,662	78,356,426	1,740,983	6,934,382
Executive	318,276,286	100,403,236	262,428,897	27,411,417	128,839,209
Department of Technology and Information	34,312,100	3,763,372	34,454,489	1,985,503	1,635,479
Other Elective Offices	55,865,271	111,612	54,720,563	120,371	1,135,949
Legal	35,094,900	265,083	33,916,311	318,769	1,124,903
Department of State	21,158,204	12,479,535	18,082,147	845,656	14,709,937
Department of Finance	50,480,800	25,445,047	59,298,784	501,109	16,125,955
Department of Health and Social Services	773,658,344	41,688,313	728,257,046	21,443,342	65,646,268
Department of Services to Child/Youth/Families	115,612,133	5,886,349	107,867,758	6,576,008	7,054,715
Department of Correction	222,838,532	8,146,108	209,454,338	9,819,809	11,710,493
Department of Natural Resources	78,707,817	18,544,854	53,398,667	7,834,395	36,019,609
Department of Safety and Homeland Security	108,267,923	3,621,459	104,291,200	4,373,659	3,224,523
Department of Transportation	14,000,000	5,000	10,348,750	2,980,238	676,011
Department of Labor	6,748,796	623,084	6,771,964	92,911	507,005
Department of Agriculture	8,857,300	1,576,056	7,189,499	1,147,690	2,096,167
Department of Elections	3,783,200	943,489	3,580,274	52,066	1,094,349
Fire Prevention Commission	4,334,600	227,950	4,190,393	99,916	272,241
Delaware National Guard	4,079,900	361,255	3,811,381	334,185	295,588
Advisory Council for Exceptional Citizens	152,100	5,042	132,582	200	24,360
Higher Education	236,341,986	13,884,628	223,888,364	6,453,467	19,884,783
Department of Education	1,012,890,748	81,155,166	939,592,040	29,103,815	125,350,059
Total	\$ 3,201,574,870	\$ 327,813,630	\$ 2,955,729,154	\$ 123,535,362	\$ 450,123,984

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State of Delaware
Statement of General Fund Expenditures by Major Category
as of 5/31/2006

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	1,022,449.8	7.8	948,708.1	6.7	889,291.6	(1.0)	898,059.8
Fringe Benefits (less Pension)	273,562.5	13.3	241,512.4	13.1	213,522.5	4.7	204,007.8
Pension Costs	168,402.4	22.7	137,235.4	15.9	118,406.1	18.5	99,912.5
Medicaid	372,727.5	15.5	322,839.0	5.6	305,704.0	5.9	288,781.3
*Public Assistance	74,691.1	15.6	64,623.5	10.3	58,608.9	5.8	55,416.0
*Grants	366,580.0	32.6	276,493.9	30.5	211,921.9	16.0	182,615.7
*Personal Services and Travel	160,873.6	13.8	141,357.9	9.7	128,828.5	(11.1)	144,833.9
*Contractual Services	245,696.3	15.2	213,215.4	4.2	204,543.1	2.0	200,603.9
Supplies and Materials	66,672.2	10.0	60,596.5	7.2	56,552.7	6.3	53,190.8
Capital Outlay	71,439.2	27.0	56,231.6	44.4	38,952.6	0.7	38,686.8
Debt Service	132,634.7	(13.6)	153,487.2	26.8	121,072.1	4.4	116,010.9
Total	\$ 2,955,729.1	13.0	\$ 2,616,300.8	11.5	\$ 2,347,403.9	2.9	\$ 2,282,119.2

*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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