



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

THOMAS J. COOK
SECRETARY OF FINANCE

July 28, 2014

TO: The Honorable Jack A. Markell, Governor
Members of the 147th General Assembly

Attached is the monthly financial report for the month ending June 30, 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 blue ink, appearing to read 'T. Cook'.

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 \$221.5 million and a cash balance of \$414.4 million with no outstanding short-term general obligation debt as of June 30, 2014.

As of June 30, 2014
(\$ Millions)

| | <u>FY14</u> | <u>FY13</u> | <u>FY12</u> | <u>FY11</u> |
|--|--------------------------|------------------------|------------------------|------------------------|
| Beginning Fiscal Year Cash | \$ 635.9 | \$ 564.7 | \$ 797.8 | \$ 537.1 |
| <u>Operating Cash Surplus/(Deficit)</u> | <u>(\$ 221.5)</u> | <u>\$ 71.2</u> | <u>(233.1)</u> | <u>\$ 260.7</u> |
| Net Operating Cash Balance | <u>\$ 414.4</u> | <u>\$ 635.9</u> | <u>\$ 564.7</u> | <u>\$ 797.8</u> |

The net operating cash balance of \$414.4 million results from a beginning cash balance of \$635.9 million on Jun 30, 2014, less a \$221.5 million operating cash deficit for FY 2014.

\$201.7 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).

The combined General Fund/Special Fund Cash Balance was \$2,068.5 million.

State of Delaware
Statement of General Fund Cash Condition
as of 06/30/2014

| | Fiscal Year 2014 | Fiscal Year 2013 | Fiscal Year 2012 | Fiscal Year 2011 |
|------------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| Beginning Fiscal Year Cash | \$ 635,879,376 | \$ 564,669,087 | \$ 797,772,037 | \$ 537,104,775 |
| Revenue | | | | |
| <u>Receipts</u> | | | | |
| Taxes | 3,494,615,887 | 3,498,042,479 | 3,125,144,548 | 3,253,861,210 |
| Licenses | 13,572,241 | 19,507,691 | 12,272,055 | 17,447,227 |
| Fees | 140,702,350 | 132,806,684 | 126,699,451 | 124,566,450 |
| Permits | 2,862 | (4,472) | 134,328 | 769 |
| Fines | 4,682,605 | 5,407,875 | 5,698,053 | 4,183,628 |
| Rentals & Sales | 263,750,018 | 295,074,715 | 334,319,655 | 357,561,306 |
| Governmental Contributions | 283,307 | - | - | 91,958 |
| Earnings & Investments | 2,866,165 | 6,295,478 | 10,647,644 | 8,867,580 |
| State Govt/Agency Revenue | 10,131,545 | 8,020,473 | 8,936,775 | 56,652,099 |
| Total Receipts | <u>3,930,606,981</u> | <u>3,965,150,923</u> | <u>3,623,852,509</u> | <u>3,823,232,227</u> |
| Less Refund Disbursements | 357,951,989 | 235,400,315 | 264,557,146 | 291,815,504 |
| Total Revenue | <u><u>3,572,654,992</u></u> | <u><u>3,729,750,608</u></u> | <u><u>3,359,295,363</u></u> | <u><u>3,531,416,723</u></u> |
| Disbursements | | | | |
| <u>Agency Expenditures</u> | | | | |
| Legislature | 14,351,680 | 13,286,026 | 13,148,964 | 12,047,551 |
| Judicial | 93,782,728 | 91,402,946 | 95,255,875 | 90,445,368 |
| Executive | 133,489,832 | 134,491,822 | 144,678,070 | 124,161,127 |
| Dept of Technology & Information | 38,478,611 | 41,300,010 | 35,461,580 | 36,291,953 |
| Other Elective Offices | 185,240,965 | 170,890,810 | 168,666,075 | 190,260,731 |
| Legal | 56,013,572 | 52,629,056 | 49,637,945 | 44,051,140 |
| Department of State | 24,993,758 | 23,888,650 | 28,037,080 | 26,652,524 |
| Department of Finance | 34,080,684 | 20,357,961 | 18,939,747 | 21,091,659 |
| Dept of Health & Social Services | 1,087,203,333 | 1,061,885,057 | 1,055,133,361 | 834,901,125 |
| Svs fr Children, Youth, Families | 149,516,720 | 141,894,560 | 134,493,250 | 120,677,680 |
| Department of Correction | 273,473,669 | 264,989,242 | 262,307,024 | 245,402,377 |
| Dpt of Natural Res & Env Control | 49,597,927 | 44,602,008 | 41,765,559 | 42,584,604 |
| Dept of Safety & Homeland Sec | 145,583,509 | 144,288,062 | 137,524,070 | 126,593,941 |
| Dept of Transportation | - | - | - | 14,000,000 |
| Department of Labor | 8,964,693 | 7,886,237 | 7,238,879 | 6,521,531 |
| Department of Agriculture | 8,407,603 | 7,624,680 | 7,861,300 | 8,622,959 |
| Department of Elections | 3,875,406 | 6,459,766 | 4,324,834 | 6,123,830 |
| Fire Prevention Commission | 5,448,054 | 5,017,321 | 5,044,198 | 4,702,539 |
| Delaware National Guard | 4,224,380 | 4,762,282 | 4,209,619 | 3,754,589 |
| Advisory Council Exceptnl Citizens | 197,667 | 191,779 | 190,768 | 166,211 |
| Higher Education | 234,644,610 | 226,714,557 | 222,655,747 | 220,023,445 |
| Department of Education | 1,242,566,715 | 1,193,977,487 | 1,155,824,368 | 1,091,672,577 |
| Total Disbursements | <u><u>3,794,136,116</u></u> | <u><u>3,658,540,319</u></u> | <u><u>3,592,398,313</u></u> | <u><u>3,270,749,461</u></u> |
| Ending Cash Balance | <u><u>\$ 414,398,252</u></u> | <u><u>\$ 635,879,376</u></u> | <u><u>\$ 564,669,087</u></u> | <u><u>\$ 797,772,037</u></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.

6/30/2013

State of Delaware
Statement of General Fund Receipts and Refund Disbursements by Major Category
as of 06/30/2014

| | Fiscal Year | % | Fiscal Year | % | Fiscal Year | % | Fiscal Year |
|-----------------------------------|-------------------------|--------------|-------------------------|---------------|-------------------------|--------------|-------------------------|
| | 2014 | Change | 2013 | Change | 2012 | Change | 2011 |
| Receipts | | | | | | | |
| Personal Taxes | \$ 1,384,985,414 | 5.0% | \$ 1,318,914,654 | 7.1% | \$ 1,231,722,407 | 4.7% | \$ 1,175,932,600 |
| Franchise Taxes | 625,643,307 | 3.3% | 605,593,584 | -1.0% | 611,812,235 | -0.4% | 614,486,357 |
| Corporate Fees | 95,960,952 | 6.9% | 89,805,641 | 6.2% | 84,526,881 | 1.7% | 83,115,935 |
| Limited Partnership & LLC | 195,789,362 | 8.8% | 179,880,968 | 9.1% | 164,924,546 | 5.5% | 156,253,206 |
| Uniform Commercial Code | 17,151,393 | 1.3% | 16,931,572 | 1.2% | 16,738,489 | 1.9% | 16,420,848 |
| Corporate Income Taxes | 175,514,121 | -14.7% | 205,696,068 | 38.0% | 149,011,837 | -32.6% | 221,180,088 |
| Bank Franchise Tax | 102,695,283 | -0.8% | 103,530,909 | -8.0% | 112,541,160 | -6.0% | 119,738,676 |
| Gross Receipts Tax | 226,523,802 | 0.1% | 226,253,914 | -3.0% | 233,357,804 | 16.0% | 201,104,160 |
| Lottery | 214,550,022 | -8.8% | 235,300,000 | -12.5% | 269,000,000 | -6.3% | 287,000,000 |
| Abandoned Property | 474,910,262 | -16.2% | 566,500,000 | 77.3% | 319,483,484 | -25.3% | 427,901,253 |
| Hospital Board & Treatment | 48,934,481 | -18.0% | 59,663,918 | -8.5% | 65,178,102 | -7.6% | 70,510,687 |
| Dividends and Interest | 2,845,618 | -54.7% | 6,280,333 | -41.0% | 10,647,289 | 20.1% | 8,867,580 |
| Realty Transfer Tax | 60,347,840 | 42.8% | 42,255,326 | 33.7% | 31,597,788 | -28.3% | 44,054,133 |
| Estate Tax | 1,272,496 | -76.0% | 5,297,672 | -55.9% | 12,001,097 | -25.8% | 16,165,457 |
| Insurance Tax | 52,962,359 | -1.8% | 53,942,424 | -14.9% | 63,397,281 | 0.8% | 62,881,329 |
| Public Utility Tax | 47,444,851 | 6.7% | 44,480,580 | -1.9% | 45,351,104 | -20.7% | 57,174,041 |
| Cigarette Taxes | 114,657,334 | -0.5% | 115,190,476 | -4.7% | 120,848,135 | -6.4% | 129,104,848 |
| Other | 88,418,085 | -1.4% | 89,632,884 | 9.7% | 81,712,870 | -37.8% | 131,341,029 |
| Total Receipts | 3,930,606,981 | -0.9% | 3,965,150,923 | 9.4% | 3,623,852,509 | -5.2% | 3,823,232,227 |
| Refund Disbursements | | | | | | | |
| Personal Income Taxes | 197,275,341 | | 179,113,934 | | 189,867,631 | | 178,770,950 |
| Franchise Taxes | 6,808,541 | | 8,741,502 | | 10,745,507 | | 11,014,620 |
| Corporation Income Taxes | 73,487,658 | | 17,776,452 | | 29,886,514 | | 52,925,900 |
| Bank Franchise Tax | 4,638,469 | | 2,888,922 | | 3,487,645 | | 1,575,465 |
| Gross Receipts Tax | 4,861,623 | | 6,483,281 | | 2,834,389 | | 15,548,872 |
| Abandoned Property | 44,936,244 | | 13,230,356 | | 18,862,212 | | 17,448,191 |
| Estate Tax | 237,978 | | 281,710 | | 175,584 | | 1,720,019 |
| Cigarette Taxes | 1,048,332 | | 346,109 | | 269,115 | | 170,322 |
| Withholding | 19,848,991 | | 742,995 | | 1,247,517 | | 1,777,993 |
| Insurance Taxes | 4,787,102 | | 5,640,345 | | 7,091,114 | | 10,755,966 |
| Miscellaneous Refunds | 21,710 | | 154,709 | | 89,918 | | 107,206 |
| Total Refund Disbursements | 357,951,989 | 52.1% | 235,400,315 | -11.0% | 264,557,146 | -9.3% | 291,815,504 |
| Net Receipts | \$ 3,572,654,992 | -4.2% | \$ 3,729,750,608 | 11.0% | \$ 3,359,295,363 | -4.9% | \$ 3,531,416,723 |

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

6/30/2014

State of Delaware
Statement of General Fund Appropriation Balances
As of 6/30/2014

| | Current FY Appropriations | Expenditures | Encumbrances | Continuing Appropriations | Reverted Amount |
|----------------------------------|------------------------------|------------------|---------------|------------------------------|--------------------|
| Legislative Branch | \$ 14,875,148 | \$ 14,351,680 | \$ 7,915 | \$ 5,119,725 | \$ 71,161 |
| Judicial | 94,150,345 | 93,782,728 | 1,637,806 | 2,358,407 | 114,818 |
| Executive | 148,680,794 | 133,489,832 | 2,941,146 | 53,909,775 | 99,671,308 |
| Dept of Technology & Information | 39,583,160 | 38,478,611 | 2,982,708 | 820,485 | 480,361 |
| Other Elective Offices | 184,084,840 | 185,240,965 | 461,696 | 43,473 | 719,359 |
| Legal | 54,323,226 | 56,013,572 | 147,539 | 56,418 | 184,215 |
| Department of State | 24,767,587 | 24,993,758 | 315,908 | 724,877 | 313,355 |
| Department of Finance | 27,349,030 | 34,080,684 | 1,242,774 | 6,512,010 | 726,639 |
| Dept of Health & Social Svs | 1,067,568,223 | 1,087,203,333 | 15,847,587 | 27,280,666 | 4,601,968 |
| Svs fr Children, Youth, Families | 149,538,779 | 149,516,720 | 2,811,877 | 2,280,692 | 419,732 |
| Department of Correction | 267,839,208 | 273,473,669 | 5,141,004 | 5,779,587 | 2,213,577 |
| Dpt of Naturl Res & Env Contrl | 48,912,078 | 49,597,927 | 560,511 | 7,913,028 | 107,485 |
| Dept of Safety & Homeland Sec | 144,169,958 | 145,583,509 | 2,079,307 | 3,346,120 | 158,430 |
| Dept of Transportation | - | - | - | - | - |
| Department of Labor | 8,987,167 | 8,964,693 | 31,000 | - | 50,270 |
| Department of Agriculture | 7,700,549 | 8,407,603 | 101,727 | 180,000 | 24,645 |
| Department of Elections | 4,025,319 | 3,875,406 | 11,577 | 581,969 | 73,161 |
| Fire Prevention Commission | 5,257,078 | 5,448,054 | 29,854 | 86,838 | 1,646 |
| Delaware National Guard | 4,234,033 | 4,224,380 | 154,945 | 196,021 | 146,951 |
| Advisory Counc Exceptnl Citizn | 199,916 | 197,667 | 14,698 | - | 34 |
| Higher Education | 231,049,515 | 234,644,610 | 33,388 | 1,336,029 | 133 |
| Department of Education | 1,242,678,776 | 1,242,566,715 | 3,664,008 | 36,040,450 | 1,262,447 |
| Total | \$ 3,769,974,729 | \$ 3,794,136,116 | \$ 40,218,975 | \$ 154,566,570 | \$ 111,341,695 |

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.
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 06/30/2014
(Expressed in Thousands)

| | Fiscal Year | % | Fiscal Year | % | Fiscal Year | % | Fiscal Year |
|--------------------------------|-----------------------|---------------|-----------------------|---------------|-----------------------|---------------|-----------------------|
| | 2014 | Change | 2013 | Change | 2012 | Change | 2011 |
| Salaries and Wages | \$ 1,306,765.5 | 1.6% | \$ 1,285,619.5 | 0.6% | \$ 1,277,441.3 | 6.1% | \$ 1,200,077.3 |
| Fringe Benefits (less Pension) | 396,062.1 | 4.3% | 379,006.0 | -0.1% | 379,520.7 | 3.7% | 365,437.5 |
| Pension Costs | 285,813.9 | 4.9% | 271,929.0 | 7.0% | 252,865.1 | 12.1% | 222,197.7 |
| Medicaid | 661,808.0 | 3.7% | 637,074.1 | 0.0% | 637,308.6 | 26.9% | 466,161.4 |
| Grants | 379,639.7 | 1.8% | 372,812.4 | 2.3% | 364,125.5 | 10.1% | 327,266.2 |
| Contractual Services | 517,331.2 | 6.4% | 484,022.7 | 6.0% | 455,078.7 | 4.5% | 434,521.8 |
| Supplies and Materials | 69,876.9 | 8.8% | 63,717.0 | -2.8% | 65,471.0 | 9.7% | 59,146.3 |
| Capital Outlay | 18,829.4 | -3.8% | 19,551.9 | 16.6% | 16,298.8 | -62.1% | 26,424.2 |
| Debt Service | 158,009.4 | 8.4% | 144,807.7 | 0.4% | 144,288.9 | -17.5% | 169,517.1 |
| Total | \$ 3,794,136.1 | 3.57% | \$ 3,658,540.3 | 1.81% | \$ 3,592,398.3 | 8.95% | \$ 3,270,749.5 |