



**STATE OF DELAWARE  
DEPARTMENT OF FINANCE  
OFFICE OF THE SECRETARY**

**RICHARD S. CORDREY  
SECRETARY OF FINANCE**

August 8, 2008

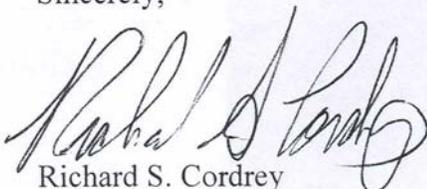
TO: The Honorable Ruth Ann Minner, Governor  
Members of the 144th General Assembly

Attached is the monthly financial report for the month ending July 31, 2008. 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.finance.delaware.gov/publications/Monthly.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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## OVERVIEW

### GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$424.1 million with no outstanding short-term general obligation debt as of July 31, 2008.

As of July 31, 2008  
(\$ Millions)

	<u>FY09</u>	<u>FY08</u>	<u>FY07</u>	<u>FY06</u>
Beginning Fiscal Year Cash	\$ 526.0	\$ 590.9	\$ 690.6	\$ 701.2
<u>Operating Cash Surplus/(Deficit)</u>	<u>(\$ 101.9)</u>	<u>(\$ 122.5)</u>	<u>(\$ 172.9)</u>	<u>(\$ 132.8)</u>
Net Operating Cash Balance	\$ 424.1	\$ 468.4	\$ 517.7	\$ 568.4

The net operating cash balance of \$424.1 million results from a beginning cash balance of \$526.0 million on July 1, 2008, less a \$101.9 million operating cash deficit for FY 2009. Included in the net operating cash balance is a surplus of \$49.7 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.

\$186.4 million of the \$424.1 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 \$1,662.4 million.

**State of Delaware**  
**Statement of General Fund Cash Condition**  
as of 7/31/2008

Exhibit A

	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006
<b>Beginning Fiscal Year Cash</b>	\$ 525,983,117	\$ 590,888,376	\$ 690,571,679	\$ 701,197,260
<b>Revenue</b>				
<u>Receipts</u>				
Taxes	163,846,295	165,629,025	124,717,820	141,707,531
Licenses	513,343	466,518	396,237	435,080
Fees	5,066,579	6,797,649	4,748,562	5,462,130
Permits	10	6	56	50
Fines	100,469	124,299	117,633	124,927
Rentals & Sales	24,054,878	24,534,183	27,106,952	24,850,652
Earnings and Investments	1,249,434	1,103,018	1,028,099	1,225,810
State Government/Agency Revenue	481,717	333,124	150,145	77,780
	<u>195,312,724</u>	<u>198,987,822</u>	<u>158,265,504</u>	<u>173,883,961</u>
Less Refund Disbursements	340,124	15,796,540	8,467,522	7,551,677
<b>Total Revenue</b>	<b>194,972,600</b>	<b>183,191,282</b>	<b>149,797,982</b>	<b>166,332,284</b>
<b>Disbursements</b>				
<u>Agency Expenditures</u>				
Legislature	1,375,375	1,527,176	1,329,157	1,287,841
Judicial	7,138,488	7,150,566	6,992,623	6,161,658
Executive	17,761,349	28,359,890	63,110,604	50,820,218
Department of Technology and Information	2,829,776	3,888,285	3,426,319	4,006,164
Other Elective Offices	26,954,778	27,414,649	23,709,049	21,918,268
Legal	3,610,882	3,687,102	3,456,178	2,668,502
Department of State	2,285,945	3,200,004	1,796,474	1,164,250
Department of Finance	3,020,935	3,442,086	2,781,446	12,840,671
Department of Health and Social Services	61,042,387	60,039,576	57,902,176	45,948,362
Department of Services to Child/Youth/Families	9,874,561	10,633,830	10,421,245	9,410,092
Department of Correction	21,661,306	20,405,586	20,051,861	16,468,099
Department of Natural Resources	5,873,467	5,038,475	4,484,242	3,741,489
Department of Safety and Homeland Security	13,425,578	13,024,910	12,949,582	11,456,749
Department of Transportation	0	0	984,384	45,007
Department of Labor	1,164,036	1,167,182	709,145	336,513
Department of Agriculture	592,531	686,818	546,230	604,359
Department of Elections	355,505	340,033	344,577	275,639
Fire Prevention Commission	351,242	388,512	353,576	291,143
Delaware National Guard	320,023	346,225	254,719	296,771
Advisory Council for Exceptional Citizens	14,854	12,362	12,987	10,039
Higher Education	22,386,896	23,250,731	22,413,849	22,006,648
Department of Education	98,598,888	96,185,041	88,839,650	91,597,224
	<u>300,638,804</u>	<u>310,189,039</u>	<u>326,870,071</u>	<u>303,355,704</u>
Less Vouchers Payable	3,809,134	4,483,805	4,232,487	4,229,874
<b>Total Disbursements</b>	<b>296,829,671</b>	<b>305,705,234</b>	<b>322,637,584</b>	<b>299,125,830</b>
<b>Ending Cash Balance</b>	<b>\$ 424,126,047</b>	<b>\$ 468,374,424</b>	<b>\$ 517,732,077</b>	<b>\$ 568,403,714</b>

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.

8/6/2008

**State of Delaware**  
**Statement of General Fund Receipts and Refund Disbursements by Major Category**  
as of 7/31/2008

	Fiscal Year 2009	% Change	Fiscal Year 2008	% Change	Fiscal Year 2007	% Change	Fiscal Year 2006
<b>Receipts</b>							
Personal Income Taxes	\$ 81,686,230	6.9	\$ 76,408,012	4.2	\$ 73,312,406	13.5	\$ 64,587,821
Franchise Taxes	13,309,731	(23.6)	17,429,628	180.6	6,210,983	(37.9)	10,008,485
Corporate Fees	3,458,511	(33.9)	5,233,968	55.6	3,364,281	(10.1)	3,742,058
Limited Partnership and LLC	4,851,813	(6.9)	5,210,977	82.3	2,858,992	1.7	2,810,628
Uniform Commercial Code	911,539	(13.9)	1,058,790	43.6	737,187	(27.2)	1,012,959
Corporation Income Taxes	2,881,602	(28.9)	4,052,728	(11.6)	4,583,946	(35.6)	7,113,034
Bank Franchise Tax	22,748	100.6	11,340	(67.4)	34,761	5,917.2	1
Gross Receipts Tax	18,826,029	10.3	17,073,539	0.7	16,948,709	(12.8)	19,430,047
Lottery	19,352,840	(4.4)	20,237,106	(12.2)	23,040,548	8.3	21,264,989
Abandoned Property	20,970,243	(11.2)	23,627,946	766.5	2,726,846	(77.2)	11,959,686
Hospital Board and Treatment	4,700,396	9.5	4,291,677	5.7	4,061,122	13.3	3,584,734
Dividends and Interest	1,249,434	13.3	1,103,018	7.3	1,028,099	(16.1)	1,225,810
Realty Transfer Tax	4,816,635	(44.0)	8,606,377	6.9	8,052,162	(36.0)	12,573,352
Estate Tax	0	(100.0)	50,413	(69.8)	167,136	(76.8)	721,162
Insurance Taxes	368,927	19.5	308,805	29.4	238,659	(50.0)	477,107
Public Utility Tax	7,192,839	91.0	3,766,712	1.0	3,728,635	19.6	3,118,864
Cigarette Taxes	5,311,991	(4.1)	5,540,402	104.5	2,709,201	(55.0)	6,020,627
Other Revenues	5,401,217	8.5	4,976,382	11.5	4,461,834	5.4	4,232,598
<b>Total Receipts</b>	<b>195,312,724</b>	<b>(1.8)</b>	<b>198,987,822</b>	<b>25.7</b>	<b>158,265,504</b>	<b>(9.0)</b>	<b>173,883,961</b>
<b>Refund Disbursements</b>							
Personal Income Taxes			13,252,361		6,422,087		4,497,969
Franchise Taxes	35,836		340,939		892,035		864,518
Corporation Income Taxes			1,329,685		705,350		1,574,809
Gross Receipts Tax			655,062		296,336		347,550
Abandoned Property	302,141				49,287		37,651
Estate Tax			22				12,999
Cigarette Taxes			100,943		38,029		19,235
Withholding			116,528		60,117		182,564
Insurance Taxes	1,700						4,636
Miscellaneous Refunds	447		1,000		4,280		9,747
<b>Total Refund Disbursements</b>	<b>340,124</b>	<b>(97.8)</b>	<b>15,796,540</b>	<b>86.6</b>	<b>8,467,522</b>	<b>12.1</b>	<b>7,551,677</b>
<b>Net Receipts</b>	<b>\$ 194,972,600</b>	<b>6.4</b>	<b>\$ 183,191,282</b>	<b>22.3</b>	<b>\$ 149,797,982</b>	<b>(9.9)</b>	<b>\$ 166,332,284</b>

## 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.
6. Please note that Refund Disbursements of \$7,589,436 were not posted to the Delaware Financial Management System in time for the July 2008 month end close.

**State of Delaware**  
**Statement of General Fund Appropriation Balances**  
as of 7/31/2008

Exhibit A-2

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Encumbrances	Unencumbered Balance
Legislature	14,882,800	3,675,389	1,375,375	624,833	16,557,981
Judicial	90,522,100	2,716,689	7,138,488	3,650,451	82,449,850
Executive	177,007,600	68,765,321	17,761,349	31,803,348	196,208,224
Department of Technology and Information	39,105,200	1,703,508	2,829,776	12,047,627	25,931,305
Other Elective Offices	55,611,733	335,930	26,954,778	581,401	28,411,484
Legal	45,203,800	268,052	3,610,882	2,267,026	39,593,943
Department of State	35,065,700	8,382,251	2,285,945	3,894,003	37,268,003
Department of Finance	27,336,900	1,740,719	3,020,935	1,682,995	24,373,689
Department of Health and Social Services	968,490,588	32,226,356	61,042,387	135,262,743	804,411,814
Department of Services to Child/Youth/Families	137,209,400	4,221,994	9,874,561	27,340,881	104,215,952
Department of Correction	262,449,300	10,758,898	21,661,306	77,159,438	174,387,453
Department of Natural Resources	51,028,600	26,560,234	5,873,467	15,484,031	56,231,336
Department of Safety and Homeland Security	128,707,300	2,428,895	13,425,578	6,659,924	111,050,693
Department of Labor	7,471,400	683,812	1,164,036	558,567	6,432,609
Department of Agriculture	8,686,300	457,953	592,531	653,671	7,898,051
Department of Elections	5,980,700	951,598	355,505	640,363	5,936,429
Fire Prevention Commission	4,817,800	84,620	351,242	321,844	4,229,334
Delaware National Guard	4,961,500	483,505	320,023	1,471,710	3,653,272
Advisory Council for Exceptional Citizens	178,800	5,793	14,854	2,760	166,979
Higher Education	252,045,600	4,851,396	22,386,896	3,725,001	230,785,100
Department of Education	1,174,736,000	63,465,477	98,598,888	55,512,018	1,084,090,571
<b>Total</b>	<b>\$ 3,491,499,121</b>	<b>\$ 234,768,388</b>	<b>\$ 300,638,804</b>	<b>\$ 381,344,634</b>	<b>\$ 3,044,284,071</b>

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**State of Delaware**  
**Statement of General Fund Expenditures by Major Category**  
as of 7/31/2008

Exhibit B

	Fiscal Year 2009 \$(000) s	%	Fiscal Year 2008 \$(000) s	%	Fiscal Year 2007 \$(000) s	%	Fiscal Year 2006 \$(000) s
		Change		Change		Change	
Salaries and Wages	98,550.4	(0.7)	99,222.3	10.4	89,853.9	(1.4)	91,104.3
Fringe Benefits (less Pension)	27,746.8	1.3	27,377.8	8.8	25,156.7	6.0	23,723.5
Pension Costs	19,972.4	(4.4)	20,894.5	11.2	18,785.5	7.7	17,448.2
Medicaid	28,783.5	(1.8)	29,300.1	(3.9)	30,504.1	64.6	18,530.4
*Public Assistance	7,158.7	37.4	5,208.4	41.8	3,674.3	(10.7)	4,112.4
*Grants	32,099.4	(24.2)	42,343.0	(43.4)	74,755.0	24.0	60,263.4
*Personal Services and Travel	15,606.3	18.6	13,164.3	21.1	10,870.0	(9.7)	12,034.9
*Contractual Services	17,621.1	(4.5)	18,455.3	0.8	18,314.8	(35.4)	28,334.5
Supplies and Materials	4,456.8	(11.8)	5,053.2	2.3	4,940.1	15.9	4,261.6
Capital Outlay	10,010.8	(4.0)	10,429.3	(15.4)	12,327.9	44.5	8,533.3
Debt Service	38,632.7	(0.3)	38,741.1	2.8	37,687.9	7.7	35,009.2
<b>Total</b>	<b>\$ 300,638.8</b>	<b>(3.1)</b>	<b>\$ 310,189.0</b>	<b>(5.1)</b>	<b>\$ 326,870.1</b>	<b>7.8</b>	<b>\$ 303,355.7</b>

\*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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8/6/2008