



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

CARVEL STATE BUILDING
WILMINGTON, DELAWARE 19801
(302) 577-2074

THOMAS COLLINS BUILDING
DOVER, DELAWARE 19901
(302) 739-4201

February 8, 2005

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

Attached is the monthly financial report for the month ending January 31, 2005. 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

The State of Delaware is one of eight states participating in a National Association of State Auditors, Comptrollers and Treasurers (NASACT) pilot program on voluntary interim financial disclosure. This report, along with other reports and documents at the above internet address, constitutes the disclosure.

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

Sincerely,

A handwritten signature in cursive script, appearing to read "Trisha L. Neely".

Trisha L. Neely
Acting Secretary of Finance

TLN:ed
Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$328.3 million with no outstanding short-term general obligation debt as of January 31, 2005.

As of January 31, 2005
(\$ Millions)

	<u>FY05</u>	<u>FY04</u>	<u>FY03</u>	<u>FY02</u>
Beginning Fiscal Year Cash	\$ 646.0	\$ 464.0	\$ 481.8	\$ 509.9
<u>Operating Cash Surplus/(Deficit)</u>	<u>(\$ 317.7)</u>	<u>(\$ 217.9)</u>	<u>(\$ 238.7)</u>	<u>(\$ 235.7)</u>
Net Cash Balance	\$ 328.3	\$ 246.1	\$ 243.1	\$ 274.2

The net cash balance of \$328.3 million results from a beginning cash balance of \$646.0 million on July 1, 2004, less a \$317.7 million operating cash deficit for FY 2005. Included in the cash balance is a surplus of \$83.0 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.

\$148.2 million of the \$328.3 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 \$1,406.4 million.

State of Delaware
Statement of General Fund Cash Condition
as of 1/31/2005

Exhibit A

	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002
Beginning Fiscal Year Cash	\$ 645,961,410	\$ 464,018,574	\$ 481,752,669	\$ 509,914,235
Revenue				
<u>Receipts</u>				
Taxes	1,234,522,483	1,106,960,894	1,016,897,416	1,043,700,347
Licenses	8,229,033	6,944,058	5,969,073	5,404,420
Fees	47,702,050	40,763,376	42,379,978	45,144,009
Permits	525	366	655	551
Fines	1,351,575	1,093,477	976,126	1,131,044
Rentals & Sales	164,075,225	166,858,087	172,423,175	178,289,968
Governmental Contributions	0	28,865	0	0
Earnings and Investments	2,635,829	5,162,325	14,272,662	22,043,569
State Government/Agency Revenue	26,687,996	20,343,302	36,920,562	10,450,298
	<u>1,485,204,716</u>	<u>1,348,154,750</u>	<u>1,289,839,646</u>	<u>1,306,164,206</u>
Less Refund Disbursements	82,021,643	64,913,662	79,995,538	76,317,466
Total Revenue	1,403,183,073	1,283,241,088	1,209,844,108	1,229,846,740
Disbursements				
<u>Agency Expenditures</u>				
Legislature	6,531,866	6,074,506	6,058,199	5,920,943
Judicial	42,900,801	38,747,435	38,404,818	37,523,995
Executive	92,396,610	59,462,881	56,619,413	71,062,983
Department of Technology and Information	20,739,642	22,112,811	1,502,088	0
Other Elective Offices	72,692,347	40,551,789	25,425,047	27,189,257
Legal	18,612,626	16,964,780	17,477,702	16,840,609
Department of State	10,270,906	8,469,311	9,425,331	10,245,553
Department of Finance	34,575,016	22,805,697	8,802,303	9,876,277
Department of Administrative Services	39,199,804	28,665,596	27,207,075	28,765,228
Department of Health and Social Services	413,096,215	374,552,539	367,618,207	358,155,948
Department of Services to Child/Youth/Families	62,909,832	55,589,682	56,571,076	55,436,268
Department of Correction	111,778,362	104,057,614	103,892,070	100,881,097
Department of Natural Resources	26,505,062	26,815,306	23,467,947	27,234,738
Department of Safety and Homeland Security	59,858,534	58,302,426	60,038,099	58,479,758
Department of Transportation	0	0	0	0
Department of Labor	3,946,477	3,665,446	4,022,395	4,027,535
Department of Agriculture	3,963,126	4,336,872	3,379,705	3,582,408
Department of Elections	2,984,154	2,048,991	3,716,978	1,752,118
Fire Prevention Commission	2,426,138	2,017,773	2,046,775	2,409,955
Delaware National Guard	1,860,332	1,824,662	1,752,283	1,905,472
Advisory Council for Exceptional Citizens	64,020	60,990	57,973	56,730
Higher Education	134,228,274	116,566,021	118,582,112	128,121,128
Department of Education	568,211,827	518,629,048	516,406,782	522,413,494
	<u>1,729,751,973</u>	<u>1,512,322,176</u>	<u>1,452,474,379</u>	<u>1,471,881,494</u>
Less Vouchers Payable	8,870,107	11,172,733	4,021,306	6,340,969
Total Disbursements	1,720,881,866	1,501,149,443	1,448,453,072	1,465,540,525
Ending Cash Balance	\$ 328,262,617	\$ 246,110,218	\$ 243,143,705	\$ 274,220,450

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.

2/4/2005

State of Delaware
Statement of General Fund Receipts and Refund Disbursements by Major Category
as of 1/31/2005

Exhibit A-1

	Fiscal Year 2005	% Change	Fiscal Year 2004	% Change	Fiscal Year 2003	% Change	Fiscal Year 2002
Receipts							
Personal Income Taxes	\$ 530,791,820	9.9	\$ 482,808,702	4.6	\$ 461,539,579	(2.3)	\$ 472,178,640
Franchise Taxes	197,826,080	9.3	181,005,155	(2.9)	186,390,610	(7.7)	201,977,655
Corporate Fees	28,066,273	13.1	24,812,585	22.0	20,330,813	(13.3)	23,443,738
Limited Partnership and LLC	9,075,647	49.7	6,062,716	35.4	4,476,289	6.0	4,221,067
Uniform Commercial Code	7,975,760	7.5	7,421,071	(23.5)	9,695,743	33.1	7,282,844
Corporation Income Taxes	55,840,451	32.6	42,098,734	(5.7)	44,664,754	(41.6)	76,534,275
Bank Franchise Tax	57,140,434	6.9	53,446,579	8.8	49,108,659	(4.9)	51,613,959
Gross Receipts Tax	111,249,978	19.6	93,039,944	2.6	90,724,124	7.2	84,634,564
Lottery	134,108,996	11.9	119,897,555	(5.4)	126,692,832	(3.8)	131,733,114
Abandoned Property	90,632,057	7.8	84,107,880	60.9	52,275,867	32.7	39,401,381
Hospital Board and Treatment	29,938,817	(36.2)	46,931,942	2.7	45,704,365	(1.4)	46,355,730
Dividends and Interest	2,635,829	(48.9)	5,162,325	(63.8)	14,272,662	(35.3)	22,043,569
Realty Transfer Tax	70,180,900	24.6	56,340,804	33.1	42,314,870	29.2	32,763,359
Estate Tax	4,300,608	(37.8)	6,915,505	(31.6)	10,113,266	(38.1)	16,326,161
Insurance Taxes	27,402,119	5.0	26,084,934	14.5	22,783,037	17.2	19,431,915
Public Utility Tax	20,885,823	8.3	19,291,817	2.7	18,792,949	12.3	16,729,819
Cigarette Taxes	44,919,534	7.1	41,949,869	103.3	20,634,745	30.1	15,860,731
Other Revenues	62,233,588	22.6	50,776,632	(26.8)	69,324,482	58.9	43,631,685
Total Receipts	1,485,204,716	10.2	1,348,154,750	4.5	1,289,839,646	(1.2)	1,306,164,206
Refund Disbursements							
Personal Income Taxes	27,396,675		20,693,984		21,227,284		18,719,066
Franchise Taxes	11,281,625		13,965,325		14,661,042		14,957,769
Corporation Income Taxes	34,396,628		19,312,665		26,068,838		37,683,893
Bank Franchise Tax	706,770		1,518,405		3,734,460		
Gross Receipts Tax	1,955,294		2,093,080		6,420,263		693,835
Abandoned Property	3,679,446		5,014,607		2,200,405		1,951,621
Estate Tax	171,717		1,319,389		431,976		1,232,528
Cigarette Taxes	141,804		131,555		159,948		97,557
Withholding	543,425		718,146		3,785,744		445,006
Insurance Taxes	1,348,088		54,211		891,447		473,971
Miscellaneous Refunds	400,171		92,296		414,130		62,219
Total Refund Disbursements	82,021,643	26.4	64,913,662	(18.9)	79,995,538	4.8	76,317,466
Net Receipts	\$ 1,403,183,073	9.3	\$ 1,283,241,088	6.1	\$ 1,209,844,108	(1.6)	\$ 1,229,846,740

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.

2/4/2005

State of Delaware
Statement of General Fund Appropriation Balances
as of 1/31/2005

Exhibit A-2

	Current FY Appropriations	Prior Year Continuing and Encumbered	Expenditures	Encumbrances	Unencumbered Balance
Legislature	12,997,300	2,551,242	6,531,866	600,738	8,415,937
Judicial	68,925,525	2,912,988	42,900,801	3,226,335	25,711,377
Executive	186,391,783	34,128,772	92,396,610	2,296,371	125,827,574
Department of Technology and Information	31,965,200	2,839,085	20,739,642	4,610,679	9,453,964
Other Elective Offices	84,963,151	107,801	72,692,347	147,311	12,231,293
Legal	31,263,185	168,380	18,612,626	800,316	12,018,623
Department of State	21,725,100	7,327,421	10,270,906	757,192	18,024,423
Department of Finance	51,351,400	5,875,621	34,575,016	1,054,946	21,597,059
Department of Administrative Services	86,450,168	36,617,966	39,199,804	26,048,429	57,819,901
Department of Health and Social Services	682,046,217	52,136,105	413,096,215	56,907,219	264,178,887
Department of Services to Child/Youth/Families	97,922,549	6,237,683	62,909,832	15,520,152	25,730,248
Department of Correction	198,203,042	5,743,422	111,778,362	25,625,641	66,542,462
Department of Natural Resources	48,922,100	13,913,180	26,505,062	4,419,483	31,910,735
Department of Safety and Homeland Security	93,846,411	1,790,859	59,858,534	3,828,286	31,950,450
Department of Labor	6,596,017	144,849	3,946,477	230,374	2,564,014
Department of Agriculture	8,101,800	460,814	3,963,126	1,272,634	3,326,854
Department of Elections	3,919,300	1,030,519	2,984,154	275,292	1,690,373
Fire Prevention Commission	4,095,728	269,481	2,426,138	122,364	1,816,708
Delaware National Guard	3,750,500	362,156	1,860,332	597,658	1,654,666
Advisory Council for Exceptional Citizens	119,700	3,156	64,020	630	58,206
Higher Education	238,102,343	3,950,127	134,228,274	3,533,438	104,290,759
Department of Education	913,700,481	61,599,264	568,211,827	48,581,293	358,506,625
Total	\$ 2,875,359,000	\$ 240,170,891	\$ 1,729,751,973	\$ 200,456,780	\$ 1,185,321,138

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 Expenditures by Major Category
as of 1/31/2005

Exhibit B

	Fiscal Year 2005 \$(000) s	%	Fiscal Year 2004 \$(000) s	%	Fiscal Year 2003 \$(000) s	%	Fiscal Year 2002 \$(000) s
		Change		Change		Change	
Salaries and Wages	607,448.8	6.9	568,467.1	(2.2)	580,987.9	1.4	572,692.0
Fringe Benefits (less Pension)	152,723.7	12.2	136,116.4	4.2	130,599.4	8.4	120,532.6
Pension Costs	89,084.3	15.0	77,440.4	16.8	66,316.8	7.9	61,466.0
Medicaid	209,976.4	13.5	184,933.3	4.5	176,943.8	5.7	167,373.3
*Public Assistance	42,583.9	11.1	38,313.4	5.7	36,254.3	3.9	34,878.6
*Grants	209,804.7	31.9	159,111.6	32.1	120,492.2	(5.4)	127,402.7
*Personal Services and Travel	93,245.9	7.9	86,446.7	(13.9)	100,457.9	7.1	93,830.0
*Contractual Services	141,302.5	2.8	137,505.8	0.5	136,838.0	(5.4)	144,590.8
Supplies and Materials	40,739.0	5.0	38,812.8	0.4	38,644.9	(2.0)	39,429.4
Capital Outlay	34,029.5	20.0	28,353.8	(7.8)	30,751.6	(51.8)	63,825.8
Debt Service	108,813.3	91.5	56,820.8	66.2	34,187.6	(25.5)	45,860.5
Total	\$ 1,729,752.0	14.4	\$ 1,512,322.2	4.1	\$ 1,452,474.4	(1.3)	\$ 1,471,881.5

*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.

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.

2/4/2005