



STATE OF DELAWARE
DEPARTMENT OF FINANCE
OFFICE OF THE SECRETARY

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July 13, 2004

TO: The Honorable Ruth Ann Minner, Governor
Members of the 142nd General Assembly

Attached is the monthly financial report for the month ending June 30, 2004. 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 three 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 black ink, appearing to read "David W. Singleton".

David W. Singleton
Secretary of Finance

DWS:ed
Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$645.8 million with no outstanding short-term general obligation debt as of June 30, 2004.

As of June 30, 2004
(\$ Millions)

	<u>FY04</u>	<u>FY03</u>	<u>FY02</u>	<u>FY01</u>
Beginning Fiscal Year Cash	\$464.0	\$481.8	509.9	609.9
<u>Operating Cash Surplus/(Deficit)</u>	<u>181.8</u>	<u>(17.8)</u>	<u>(28.1)</u>	<u>(100.0)</u>
Net Cash Balance	\$645.8	\$464.0	481.8	509.9

The net cash balance of \$645.8 million results from a beginning cash balance of \$464.0 million on June 30, 2003, plus a \$181.8 million operating cash surplus for FY 2004.

\$136.5 million of the \$645.8 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 \$1,701.6 million.

State of Delaware
Statement of General Fund Cash Condition
as of 6/30/2004

Exhibit A

	Fiscal Year 2004	Fiscal Year 2003	Fiscal Year 2002	Fiscal Year 2001
Beginning Fiscal Year Cash	\$ 464,018,574	\$ 481,752,669	\$ 509,914,235	\$ 609,912,750
Revenue				
<u>Receipts</u>				
Taxes	2,468,590,140	2,191,008,102	2,172,095,026	2,097,667,708
Licenses	9,396,012	8,115,206	7,206,793	7,163,607
Fees	90,186,767	78,019,954	80,236,908	69,805,704
Permits	809	1,105	2,675	1,116
Fines	3,276,298	2,676,135	2,991,003	3,265,009
Rentals & Sales	306,071,326	294,963,502	312,499,721	287,956,114
Governmental Contributions	2,428,865	6,054,500	5,717,853	2,717,952
Earnings and Investments	9,044,169	20,777,132	30,538,412	38,222,967
State Government/Agency Revenue	37,672,228	58,344,822	30,053,329	31,157,674
	<u>2,926,666,614</u>	<u>2,659,960,458</u>	<u>2,641,341,719</u>	<u>2,537,957,850</u>
Less Refund Disbursements	191,199,847	223,602,533	215,625,822	208,931,468
Total Revenue	2,735,466,767	2,436,357,924	2,425,715,897	2,329,026,382
Disbursements				
<u>Agency Expenditures</u>				
Legislature	10,893,267	10,951,338	10,798,045	10,313,974
Judicial	69,814,661	66,414,227	65,184,249	61,344,376
Executive	82,370,732	84,334,364	97,454,426	104,999,599
Department of Technology and Information	33,313,974	6,410,019	493,615	0
Other Elective Offices	63,356,272	45,177,498	42,649,087	42,048,906
Legal	29,218,693	29,764,769	28,713,066	26,001,706
Department of State	14,976,160	16,765,426	18,113,044	20,195,770
Department of Finance	30,073,642	15,507,815	16,936,499	56,920,790
Department of Administrative Services	55,041,279	50,268,878	55,346,886	71,733,248
Department of Health and Social Services	652,563,189	639,425,224	617,553,489	570,467,237
Department of Services to Child/Youth/Families	93,922,903	92,900,607	91,782,212	91,568,801
Department of Correction	189,618,596	185,493,432	179,228,466	181,610,185
Department of Natural Resources	43,136,723	40,967,244	43,574,263	45,980,582
Department of Safety and Homeland Security	95,939,799	99,729,757	96,102,468	93,732,610
Department of Transportation	0	0	0	0
Department of Labor	5,987,086	5,967,395	5,990,604	5,832,214
Department of Agriculture	7,244,944	6,223,676	6,751,629	6,134,914
Department of Elections	4,298,713	5,204,257	3,141,854	5,781,878
Fire Prevention Commission	3,966,179	3,968,069	4,272,912	4,239,066
Delaware National Guard	3,419,940	3,332,712	3,444,719	3,785,122
Advisory Council for Exceptional Citizens	110,151	104,174	100,252	100,144
Higher Education	207,507,819	205,233,101	213,704,846	219,187,417
Department of Education	856,956,269	839,948,037	852,540,835	807,046,358
	<u>2,553,730,989</u>	<u>2,454,092,019</u>	<u>2,453,877,464</u>	<u>2,429,024,899</u>
Less Vouchers Payable	0	0	0	0
Total Disbursements	2,553,730,989	2,454,092,019	2,453,877,464	2,429,024,899
Ending Cash Balance	\$ 645,754,351	\$ 464,018,574	\$ 481,752,668	\$ 509,914,233

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.

7/9/2004

State of Delaware
Statement of General Fund Receipts and Refund Disbursements by Major Category
as of 6/30/2004

	Fiscal Year 2004	%	Fiscal Year 2003	%	Fiscal Year 2002	%	Fiscal Year 2001
		Change		Change		Change	
Receipts							
Personal Income Taxes	\$ 906,437,064	7.9	\$ 839,878,925	(0.1)	\$ 841,090,242	0.4	\$ 837,805,058
Franchise Taxes	515,827,382	15.1	448,160,307	(9.0)	492,489,975	(7.7)	533,592,960
Corporate Fees	49,532,419	26.3	39,218,521	(10.5)	43,838,209	(2.9)	45,155,452
Limited Partnership and LLC	50,984,485	104.0	24,991,488	13.8	21,966,911	19.4	18,404,467
Uniform Commercial Code	13,118,109	(20.0)	16,391,820	22.2	13,413,762	186.4	4,683,702
Corporation Income Taxes	106,335,412	(2.0)	108,522,104	(39.8)	180,382,704	63.4	110,370,310
Bank Franchise Tax	136,626,703	(3.4)	141,462,248	19.5	118,382,810	22.5	96,674,722
Gross Receipts Tax	161,511,477	9.5	147,556,060	7.0	137,865,405	(1.1)	139,391,715
Lottery	222,000,000	4.2	213,000,000	(7.4)	230,011,162	12.4	204,562,048
Abandoned Property	302,001,785	30.5	231,451,767	48.3	156,019,697	(4.3)	163,029,371
Hospital Board and Treatment	84,019,408	2.6	81,916,882	(0.5)	82,346,448	(1.1)	83,249,080
Dividends and Interest	9,044,169	(56.5)	20,777,132	(32.0)	30,538,412	(20.1)	38,222,969
Realty Transfer Tax	88,554,409	34.2	65,980,019	31.5	50,191,731	28.0	39,207,774
Estate Tax	13,394,521	(66.0)	39,338,505	(5.3)	41,551,722	1.0	41,150,232
Insurance Taxes	54,351,317	1.5	53,558,782	(3.1)	55,274,857	37.4	40,227,712
Public Utility Tax	34,082,533	4.0	32,761,970	12.0	29,245,950	(3.9)	30,422,257
Cigarette Taxes	75,669,762	106.1	36,713,989	31.7	27,868,692	1.8	27,386,076
Other Revenues	103,175,660	(12.8)	118,279,939	33.1	88,863,031	5.3	84,421,949
Total Receipts	2,926,666,614	10.0	2,659,960,458	0.7	2,641,341,719	4.1	2,537,957,854
Refund Disbursements							
Personal Income Taxes	125,225,204		129,574,813		127,424,669		119,470,764
Franchise Taxes	16,554,875		16,961,390		20,829,799		13,947,875
Corporation Income Taxes	25,356,855		42,217,782		47,412,161		48,617,463
Bank Franchise Tax	2,068,509		4,194,360		1,388,443		6,293,743
Gross Receipts Tax	2,531,323		9,985,090		3,218,608		5,166,081
Abandoned Property	8,558,100		6,738,929		5,992,954		4,938,810
Estate Tax	1,670,741		541,310		1,399,088		755,386
Cigarette Taxes	190,985		276,605		217,163		172,864
Withholding	1,196,452		4,169,952		2,153,530		841,689
Insurance Taxes	7,663,795		8,372,444		5,493,811		8,495,070
Miscellaneous Refunds	183,008		569,858		95,596		231,725
Total Refund Disbursements	191,199,847	(14.5)	223,602,533	3.7	215,625,822	3.2	208,931,468
Net Receipts	\$ 2,735,466,767	12.3	\$ 2,436,357,924	0.4	\$ 2,425,715,897	4.2	\$ 2,329,026,386

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.

7/9/2004

State of Delaware
Statement of General Fund Appropriation Balances
as of 6/30/2004

Exhibit A-2

	Current FY Available Funds	Expenditures	Encumbrances	Continuing Appropriations	Reverted Amount
Legislature	14,087,521	10,893,267	86,727	2,464,515	643,011
Judicial	72,624,111	69,814,661	1,039,413	1,706,389	63,648
Executive	131,479,906	82,370,732	304,387	37,328,113	11,476,674
Department of Technology and Information	35,752,803	33,313,974	693,050	1,733,031	12,748
Other Elective Offices	63,721,901	63,356,272	81,034	26,767	257,828
Legal	29,631,723	29,218,693	108,792		304,239
Department of State	22,381,445	14,976,160	144,422	7,182,999	77,864
Department of Finance	35,862,219	30,073,642	402,613	5,135,407	250,557
Department of Administrative Services	91,986,744	55,041,279	1,894,446	34,790,007	261,012
Department of Health and Social Services	708,655,413	652,563,189	9,869,478	39,971,276	6,251,470
Department of Services to Child/Youth/Families	100,511,823	93,922,903	6,155,678	72,006	361,236
Department of Correction	195,788,712	189,618,596	2,264,222	3,479,200	426,694
Department of Natural Resources	57,072,093	43,136,723	423,347	13,483,233	28,790
Department of Safety and Homeland Security	97,636,403	95,939,799	760,499	880,360	55,745
Department of Transportation					
Department of Labor	6,221,796	5,987,086	8,256	136,593	89,861
Department of Agriculture	7,718,603	7,244,944	411,592	49,221	12,846
Department of Elections	5,377,456	4,298,713	36,044	994,475	48,223
Fire Prevention Commission	4,279,565	3,966,179	167,327	52,155	93,905
Delaware National Guard	4,039,149	3,419,940	260,739	101,417	257,053
Advisory Council for Exceptional Citizens	118,508	110,151	3,156		5,201
Higher Education	211,494,254	207,507,819	5,187	3,944,940	36,308
Department of Education	927,231,481	856,956,269	4,021,888	57,496,491	8,756,833
	<u>\$2,823,673,627</u>	<u>\$2,553,730,989</u>	<u>\$ 29,142,296</u>	<u>\$ 211,028,595</u>	<u>\$29,771,746</u>

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3. The Fiscal Year is July 1 through June 30.
4. "Current FY Available Funds" include the Supplemental Appropriations of \$22,300,000 for the one-time salary supplement for State Employees and \$2,570,000 for expedited design and construction of the Delaware Veterans Home.

State of Delaware
Statement of General Fund Expenditures by Major Category
as of 6/30/2004

Exhibit B

	Fiscal Year 2004 \$(000) s	%	Fiscal Year 2003 \$(000) s	%	Fiscal Year 2002 \$(000) s	%	Fiscal Year 2001 \$(000) s
		Change		Change		Change	
Salaries and Wages	971,594.7	0.5	966,285.4	1.1	955,971.6	4.5	914,489.9
Fringe Benefits (less Pension)	233,346.1	5.5	221,233.6	6.7	207,407.3	9.7	189,131.8
Pension Costs	127,772.5	20.2	106,310.4	8.3	98,134.1	16.5	84,220.3
Medicaid	327,241.7	4.6	312,898.6	7.2	291,831.9	12.9	258,492.3
*Public Assistance	62,792.5	0.7	62,370.7	2.8	60,647.1	3.3	58,733.5
*Grants	224,157.8	14.3	196,191.6	2.3	191,734.5	(24.9)	255,155.5
*Personal Services and Travel	143,689.8	(8.8)	157,469.0	2.2	154,143.2	1.6	151,665.0
*Contractual Services	223,863.7	3.6	216,055.1	(4.5)	226,274.0	4.7	216,031.5
Supplies and Materials	62,080.1	7.3	57,832.5	(1.6)	58,748.1	(6.7)	62,943.0
Capital Outlay	42,855.6	3.9	41,231.5	(57.5)	96,915.3	(19.0)	119,671.1
Debt Service	134,338.2	15.6	116,213.0	3.7	112,070.5	(5.4)	118,490.9
Total	\$ 2,553,732.8	4.1	\$ 2,454,091.3	0.0	\$ 2,453,877.5	1.0	\$ 2,429,024.9

*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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