



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

**CARVEL STATE BUILDING
WILMINGTON, DELAWARE 19801
TELEPHONE: (302) 577 - 8979
FAX: (302) 577 - 8982**

**THOMAS COLLINS BUILDING
DOVER, DELAWARE 19901
TELEPHONE: (302) 739 - 4201
FAX: (302) 739 - 5000**

July 12, 2005

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

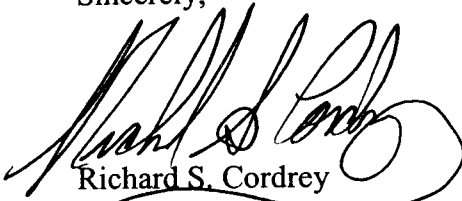
Attached is the monthly financial report for the month ending June 30, 2005. This report shows General Fund Activity and Financial Position on a cash basis of accounting. It can also be found on the Internet under Monthly Financial Report at the following address:

http://www.state.de.us/finance/publications/Financial_Reports.shtml

This report, along with other reports and documents at the above internet address, constitutes disclosure of interim financial statements required by the National Association of State Auditors Controllers and Treasurers (NASACT).

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

Sincerely,



Richard S. Cordrey
Secretary of Finance

TLN:ed
Attachment

OVERVIEW

GENERAL FUND CASH BALANCE

The General Fund had a cumulative operating surplus and cash balance of \$701.2 million with no outstanding short-term general obligation debt as of June 30, 2005.

As of June 30, 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>\$ 55.2</u>	<u>\$ 182.0</u>	<u>(\$ 17.8)</u>	<u>(\$ 28.1)</u>
Net Cash Balance	\$ 701.2	\$ 646.0	\$ 464.0	\$ 481.8

The net cash balance of \$701.2 million results from a beginning cash balance of \$646.0 million on July 1, 2004, plus a \$55.2 million operating cash surplus for FY 2005.

\$148.2 million of the \$701.2 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 \$1,713.3 million.

State of Delaware
Statement of General Fund Cash Condition
as of 6/30/2005

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	2,637,271,088	2,468,590,140	2,191,008,102	2,172,095,026
Licenses	13,143,806	9,396,012	8,115,206	7,206,793
Fees	98,984,729	90,186,767	78,019,954	80,236,908
Permits	920	809	1,105	2,675
Fines	3,410,909	3,276,298	2,676,135	2,991,003
Rentals & Sales	288,522,429	306,071,326	294,963,502	312,499,721
Governmental Contributions	2,400,000	2,428,865	6,054,500	5,717,853
Earnings and Investments	9,105,290	9,044,169	20,777,132	30,538,412
State Government/Agency Revenue	42,545,457	37,672,228	58,344,822	30,053,329
	<u>3,095,384,628</u>	<u>2,926,666,614</u>	<u>2,659,960,458</u>	<u>2,641,341,719</u>
Less Refund Disbursements	217,800,983	190,992,788	223,602,533	215,625,822
Total Revenue	2,877,583,645	2,735,673,826	2,436,357,924	2,425,715,897
Disbursements				
<u>Agency Expenditures</u>				
Legislature	11,640,297	10,893,267	10,951,338	10,798,045
Judicial	75,247,411	69,814,661	66,414,227	65,184,249
Executive	123,842,402	82,370,732	84,334,364	97,454,426
Department of Technology and Information	31,843,304	33,313,974	6,410,019	493,615
Other Elective Offices	84,839,425	63,356,272	45,177,498	42,649,087
Legal	32,177,447	29,218,693	29,764,769	28,713,066
Department of State	17,058,198	14,976,160	16,765,426	18,113,044
Department of Finance	41,729,658	30,073,642	15,507,815	16,936,499
Department of Administrative Services	74,916,129	55,041,279	50,268,878	55,346,886
Department of Health and Social Services	707,350,506	652,563,189	639,425,224	617,553,489
Department of Services to Child/Youth/Families	104,169,217	93,922,903	92,900,607	91,782,212
Department of Correction	201,694,158	189,618,596	185,493,432	179,228,466
Department of Natural Resources	45,774,414	43,136,723	40,967,244	43,574,263
Department of Safety and Homeland Security	99,817,721	95,939,799	99,729,757	96,102,468
Department of Transportation	0	0	0	0
Department of Labor	6,573,723	5,987,086	5,967,395	5,990,604
Department of Agriculture	7,062,778	7,244,944	6,223,676	6,751,629
Department of Elections	4,661,528	4,298,713	5,204,257	3,141,854
Fire Prevention Commission	4,301,822	3,966,179	3,968,069	4,272,912
Delaware National Guard	3,645,455	3,419,940	3,332,712	3,444,719
Advisory Council for Exceptional Citizens	114,958	110,151	104,174	100,252
Higher Education	228,342,243	207,507,819	205,233,101	213,704,846
Department of Education	915,544,999	856,956,269	839,948,037	852,540,835
	<u>2,822,347,795</u>	<u>2,553,730,989</u>	<u>2,454,092,019</u>	<u>2,453,877,464</u>
Less Vouchers Payable	0	0	0	0
Total Disbursements	2,822,347,795	2,553,730,989	2,454,092,019	2,453,877,464
Ending Cash Balance	\$ 701,197,260	\$ 645,961,410	\$ 464,018,574	\$ 481,752,668

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.

7/8/2005

State of Delaware

Exhibit A-1

Statement of General Fund Receipts and Refund Disbursements by Major Category as of 6/30/2005

	Fiscal Year 2005	% Change	Fiscal Year 2004	% Change	Fiscal Year 2003	% Change	Fiscal Year 2002
Receipts							
Personal Income Taxes	\$1,015,637,216	12.0	\$ 906,437,064	7.9	\$ 839,878,925	(0.1)	\$ 841,090,242
Franchise Taxes	508,063,720	(1.5)	515,827,382	15.1	448,160,307	(9.0)	492,489,975
Corporate Fees	57,774,276	16.6	49,532,419	26.3	39,218,521	(10.5)	43,838,209
Limited Partnership and LLC	63,371,321	24.3	50,984,485	104.0	24,991,488	13.8	21,966,911
Uniform Commercial Code	13,810,276	5.3	13,118,109	(20.0)	16,391,820	22.2	13,413,762
Corporation Income Taxes	157,021,806	47.7	106,335,412	(2.0)	108,522,104	(39.8)	180,382,704
Bank Franchise Tax	134,778,228	(1.4)	136,626,703	(3.4)	141,462,248	19.5	118,382,810
Gross Receipts Tax	176,621,776	9.4	161,511,477	9.5	147,556,060	7.0	137,865,405
Lottery	234,000,000	5.4	222,000,000	4.2	213,000,000	(7.4)	230,011,162
Abandoned Property	264,851,601	(12.3)	302,001,785	30.5	231,451,767	48.3	156,019,697
Hospital Board and Treatment	54,477,460	(35.2)	84,019,408	2.6	81,916,882	(0.5)	82,346,448
Dividends and Interest	9,105,290	0.7	9,044,169	(56.5)	20,777,132	(32.0)	30,538,412
Realty Transfer Tax	113,557,468	28.2	88,554,409	34.2	65,980,019	31.5	50,191,731
Estate Tax	6,410,944	(52.1)	13,394,521	(66.0)	39,338,505	(5.3)	41,551,722
Insurance Taxes	56,964,713	4.8	54,351,317	1.5	53,558,782	(3.1)	55,274,857
Public Utility Tax	36,504,068	7.1	34,082,533	4.0	32,761,970	12.0	29,245,950
Cigarette Taxes	80,655,446	6.6	75,669,762	106.1	36,713,989	31.7	27,868,692
Other Revenues	111,779,021	8.3	103,175,660	(12.8)	118,279,939	33.1	88,863,031
Total Receipts	3,095,384,628	5.8	2,926,666,614	10.0	2,659,960,458	0.7	2,641,341,719
Refund Disbursements							
Personal Income Taxes	133,164,515		125,225,204		129,574,813		127,424,669
Franchise Taxes	17,082,979		16,554,875		16,961,390		20,829,799
Corporation Income Taxes	43,087,483		25,356,855		42,217,782		47,412,161
Bank Franchise Tax	1,966,066		2,068,509		4,194,360		1,388,443
Gross Receipts Tax	3,051,870		2,531,323		9,985,090		3,218,608
Abandoned Property	7,677,763		8,558,100		6,738,929		5,992,954
Estate Tax	524,384		1,670,741		541,310		1,399,088
Cigarette Taxes	221,733		190,985		276,605		217,163
Withholding	1,002,564		1,196,452		4,169,952		2,153,530
Insurance Taxes	9,596,459		7,663,795		8,372,444		5,493,811
Miscellaneous Refunds	427,121		183,008		569,858		95,596
Payments from Special Funds	(1,955)		(207,059)				
Total Refund Disbursements	217,800,983	14.0	190,992,788	(14.6)	223,602,533	3.7	215,625,822
Net Receipts	\$ 2,877,583,645	5.2	\$ 2,735,673,826	12.3	\$ 2,436,357,924	0.4	\$ 2,425,715,897

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.

7/8/2005

State of Delaware
Statement of General Fund Appropriation Balances
as of 6/30/2005

Exhibit A-2

	Current FY Available Funds	Expenditures	Encumbrances	Continuing Appropriations	Reverted Amount
Legislature	15,350,742	11,640,297	91,872	3,092,158	526,416
Judicial	77,512,713	75,247,411	949,365	1,224,094	91,844
Executive	198,971,696	123,842,402	2,481,687	118,554,300	1,421,971
Department of Technology and Information	35,706,525	31,843,304	3,328,619	434,753	99,849
Other Elective Offices	89,432,952	84,839,425	51,424	4,425,189	116,915
Legal	32,305,065	32,177,447	116,083		11,536
Department of State	29,287,221	17,058,198	412,307	11,766,821	104,895
Department of Finance	67,266,721	41,729,658	424,598	25,004,449	108,015
Department of Administrative Services	122,350,118	74,916,129			50,324
Department of Health and Social Services	745,080,176	707,350,506	11,151,848	25,196,964	1,380,858
Department of Services to Child/Youth/Families	108,443,885	104,169,217	3,964,130	195,376	115,162
Department of Correction	210,006,977	201,694,158	2,753,679	5,286,929	272,211
Department of Natural Resources	59,871,623	45,774,414	456,739	13,618,284	22,186
Department of Safety and Homeland Security	101,826,237	99,817,721	931,133	1,056,576	20,807
Department of Transportation	5,000			5,000	
Department of Labor	6,744,866	6,573,723	46,928	112,315	11,900
Department of Agriculture	8,694,614	7,062,778	599,598	976,458	55,779
Department of Elections	5,233,119	4,661,528	62,141	489,348	20,102
Fire Prevention Commission	4,430,309	4,301,822	26,721	61,429	40,337
Delaware National Guard	4,056,656	3,645,455	77,103	284,152	49,946
Advisory Council for Exceptional Citizens	122,856	114,958	5,042		2,856
Higher Education	242,102,470	228,342,243	23,317	13,652,362	84,548
Department of Education	1,000,727,350	915,544,999	4,849,747	69,572,594	10,760,009
	<u>\$3,165,529,891</u>	<u>\$2,822,347,795</u>	<u>\$ 32,804,079</u>	<u>\$ 295,009,550</u>	<u>\$15,368,466</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.

State of Delaware
Statement of General Fund Expenditures by Major Category
as of 6/30/2005

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	1,023,123.9	5.3	971,594.7	0.5	966,285.4	1.1	955,971.6
Fringe Benefits (less Pension)	263,240.2	12.8	233,346.1	5.5	221,233.6	6.7	207,407.3
Pension Costs	147,112.6	15.1	127,772.5	20.2	106,310.4	8.3	98,134.1
Medicaid	339,096.4	3.6	327,241.7	4.6	312,898.6	7.2	291,831.9
*Public Assistance	83,575.0	33.1	62,792.5	0.7	62,370.7	2.8	60,647.1
*Grants	294,087.3	31.2	224,157.8	14.3	196,191.6	2.3	191,734.5
*Personal Services and Travel	161,347.2	12.3	143,689.8	(8.8)	157,469.0	2.2	154,143.2
*Contractual Services	228,893.7	2.2	223,863.7	3.6	216,055.1	(4.5)	226,274.0
Supplies and Materials	66,481.5	7.1	62,080.1	7.3	57,832.5	(1.6)	58,748.1
Capital Outlay	61,902.7	44.4	42,855.6	3.9	41,231.5	(57.5)	96,915.3
Debt Service	153,487.2	14.3	134,338.2	15.6	116,213.0	3.7	112,070.5
Total	\$ 2,822,347.8	10.5	\$ 2,553,732.8	4.1	\$ 2,454,091.3	0.0	\$ 2,453,877.5

*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.

7/8/2005