



**STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS**

Independent Accountants' Report on Applying Agreed-Upon Procedures

Quarters ended September 30, 2013, and December 31, 2013

**STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS**

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Independent Accountants' Report on Applying Agreed-Upon Procedures

Mr. R. Thomas Wagner, Jr.
State Auditor
Office of Auditor of Accounts
State of Delaware:

We have performed the procedures enumerated below, which were agreed to by the Office of the State Treasurer and the Office of Auditor of Accounts, State of Delaware, solely to assist you in evaluating the bank reconciliations of the Office of the State Treasurer as of September 30, 2013, and December 31, 2013. The Office of the State Treasurer's management is responsible for the State of Delaware's (State) bank reconciliations. This agreed-upon procedures engagement was performed in accordance with *Government Auditing Standards*, issued by the Controller General of the United States, and the attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures described below is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings were as follows:

1. Compared the list of accounts generated from the First State Financials (FSF) Activity by Balance Sheet Account (DGL046) to the bank accounts reconciled by the Office of the State Treasurer and the accounts included as part of each quarter's ending cash balance in FSF cash accounts 11000, 11001, 11002, 11005, 11006, 11007, 11010, 11011, 11012, 11017, 11023, 11024, and 11025 and found them in agreement.

Performed the following procedures regarding agency and department level reconciliations:

- a. We discussed the reconciliation process with the Office of the State Treasurer, noting that the DGL046 report used for the monthly Treasurer's to FSF reconciliation provides information by bank code only, not by agency/department level.
 - b. Currently, there is not a system report that shows a breakout of the Office of the State Treasurer ending cash balance at the agency or department level. As a result, the Office of the State Treasurer completes the monthly Treasurer's to FSF reconciliation at the statewide level only (by bank code, as detailed on the DGL046). Detailed information is not available to complete a reconciliation at the agency/department level or to provide cash balances at the agency/department level at a specified point in time.
2. We compiled the required quarterly reconciliation format comparing the Ending Balances on the DGL046 "Cash account subtotals" page to the FSF *Daily Validity Report* (DGL060) "STATE TOTALS" page for the quarters ended September 30, 2013, and December 31, 2013 as detailed below.



FSF Balance Sheet Account to Daily Validity Report Reconciliation – Cash and Investments
Quarter ended September 30, 2013

Combined Cash Balance as of September 30, 2013 per DGL046				\$ 1,959,309,839
Less Encumbrances and Remaining Spending Authority per DGL060:				
	<u>Encumbered</u>	<u>Remaining spending authority</u>	<u>Total</u>	
NSF-20 (Nonappropriated Special Funds) \$	102,414,821	813,713,098	<u>916,127,919</u>	
	Remaining balance left to satisfy other fund types			1,043,181,920
ASF HOLD-30 (Appropriated Special Funds)	96,270,039	341,104,719	<u>437,374,758</u>	
	Remaining balance left to satisfy other fund types			605,807,162
GF-03 (General Fund – prior year continuing)	32,873,739	125,611,006	158,484,745	
GF-04 (General Fund – prior year encumbrance balance)	12,372,407	1,153,136	<u>13,525,543</u>	
	Remaining balance left to satisfy other fund types			433,796,874
GF-01 (General Fund – regular appropriations)	308,889,291	2,540,330,961	2,849,220,252	
GF-02 (General Fund – supplemental appropriations)	2,047,839	58,523,641	<u>60,571,480</u>	
Cash and Investments at Office of the State Treasurer as of September 30, 2013 in excess (deficit) of all fund balances				\$ <u><u>(2,475,994,858)</u></u>



FSF Balance Sheet Account to Daily Validity Report Reconciliation – Cash and Investments
Quarter ended December 31, 2013

Combined Cash Balance as of December 31, 2013 per DGL046 \$ 1,853,278,677
Less Encumbrances and Remaining Spending Authority per DGL060:

	Encumbered	Remaining spending authority	Total	
NSF-20 (Nonappropriated Special Funds) \$	112,491,949	1,288,069,656	1,400,561,605	
				452,717,072
ASF HOLD-30 (Appropriated Special Funds)	85,137,549	338,132,468	423,270,017	
				29,447,055
GF-03 (General Fund – prior year continuing)	26,398,553	111,258,819	137,657,372	
GF-04 (General Fund – prior year encumbrance balance)	6,341,869	4,088,348	10,430,217	
				(118,640,534)
GF-01 (General Fund – regular appropriations)	242,981,009	1,657,194,795	1,900,175,804	
GF-02 (General Fund – supplemental appropriations)	3,225,904	39,739,658	42,965,562	
Cash and Investments at Office of the State Treasurer as of December 31, 2013 in excess (deficit) of all fund balances				\$ (2,061,781,900)

3. We determined the bank account balances held by the State Treasurer at September 30, 2013, and December 31, 2013, are not sufficient to support the use of the fund types as listed at procedure #2.
4. Obtained the Office of the State Treasurer reconciliation of bank balances to FSF as of September 30, 2013, and December 31, 2013, and performed procedures #5-#9 below.
5. Agreed each bank balance to the actual bank statements, and also agreed each book balance to the DGL046 report. No exceptions were noted.



6. Obtained explanations and examined supporting documentation for reconciling items over \$3,491,000, including the subsequent clearing of these reconciling items in the following months. No exceptions were noted.
7. Recalculated the reconciliations for mathematical accuracy. No exceptions were noted.
8. Compared the types and amounts of reconciling items over \$3,491,000 for nonrecurring items. Nonrecurring items are any items that are not outstanding deposits, outstanding checks – vendor and Division of Revenue accounts, ACH payments, general journal vouchers and Treasury vouchers. No items were noted that were both over \$3,491,000 and nonrecurring.
9. Agreed the cash balance reflected in the reconciliations to the Monthly Financial Report submitted by the Secretary of Finance to the Governor and members of the General Assembly. For September 2013, the reconciliation reflected a DGL046 total of \$1,959.3 million, while the Monthly Financial Report reflected a total general fund/special fund cash balance of \$1,877.8 million, which was due to timing differences. No exceptions were noted for December 2013.
10. Obtained and reviewed the Office of the State Treasurer’s bank reconciliation policies and procedures dated February 28, 2000, in order to determine if these policies and procedures were applied when the Office of the State Treasurer performed its September 30, 2013, and December 31, 2013 reconciliations. We noted that the 2000 policy document was still in effect for the reconciliation process to FSF; there were no material changes to the reconciliation process. No deviation from written policy was noted.
11. Obtained the wire transfer log for each quarter. Haphazardly selected five transfers between accounts in excess of \$3,491,000 for both the September 30, 2013, and December 31, 2013 quarters and agreed the transfer information to the applicable month’s bank statements, ensuring both sides of the transfer actually occurred within one business day. No exceptions were noted.
12. Agreed the transfer activity obtained in procedure #11 to the appropriate postings in the accounts on the DGL046 report. No exceptions were noted.
13. Haphazardly selected the following five transfers between accounts per quarter from the zero-balance bank accounts and agreed the net activity to the corresponding clearing in the concentration bank account. In addition, agreed the monthly posting of the zero balance and concentration account activity to the DGL046 report. No exceptions were noted.

	<u>Wire date</u>	<u>Amount</u>
Quarter ended September 30, 2013	7/29/13	\$ 697,737
	8/5/13	1,335,298
	8/27/13	9,547,975
	9/4/13	5,039,356
	9/26/13	302,890



	<u>Wire date</u>	<u>Amount</u>
Quarter ended December 31, 2013	10/7/13	\$ 177,923
	10/21/13	426,908
	11/13/13	730,737
	12/4/13	523,847
	12/23/13	8,375,331

14. Obtained the Office of the State Treasurer’s General Account Reconciliation as of September 30, 2013, and December 31, 2013, summarized each quarter’s reconciliations into the form of Exhibit A and Exhibit B attached, and performed the following procedures:
- Agreed the bank account information to the corresponding bank statements. No exceptions were noted.
 - Agreed the ending book balance to the ending balance as reported in the Reconciliation to Accounting Exhibit A-1 and Exhibit B-1 and to the quarter-end reconciliations. No exceptions were noted.
15. Obtained the monthly rollforward of cash activity from the Office of the State Treasurer, summarized the quarterly activity and obtained the “Proof of Cash Reconciliation” in the form of Exhibit C and Exhibit D attached, and performed the following procedure:
- Agreed the beginning balances to the prior month’s ending balances per the respective reconciliation and agreed the ending balances to the monthly reconciliations. No exceptions were noted.

We were not engaged to, and did not, conduct an examination, the objective of which would be the expression of an opinion on the specified bank reconciliations. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Office of the State Treasurer and the Office of Auditor of Accounts, State of Delaware, and is not intended to be, and should not be, used by anyone other than these specified parties. However, under 29 Del. C., §10002(l), this report is public record and its distribution is not limited. This report, as required by statute, was provided to the Governor of the State of Delaware, the State of Delaware Controller General, the State of Delaware Attorney General, and the State of Delaware Office of Management and Budget.

KPMG LLP

May 23, 2014

**STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS**

General Account Cash Reconciliation

September 30, 2013

Balance per Citizens Bank	\$ 1,129,050
Balance per Mellon Bank	136,443,455
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Bank balance at September 30, 2013	137,572,505
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Additions:	
Investments managed by Wilmington Trust, account number 830754	110,371,980
Investments managed by Wachovia Bank, account number 830751	217,455,830
Receivables from various sources	131,160
Deposits in transit	(163,525)
Balance at Bank of New York Mellon, account number 353608 and 830753	55,370,126
Fidelity Government Obligation Bonds 2013	51,643,646
Balance at Wilmington Trust, DELGIP, account number 830755	2,931
Wilmington Trust Land and Water Conservation Trust Fund #1 account number 830758	77,554,771
Balance at Bank of America, Division of Corp. State Lockbox, account number 2001800374	393,528
Balance at Wilmington Trust, Morgan Greenfield Intermediate, account number 830759	102,870,180
Balance at Bank of America, Labor Lockbox	302,798
Balance at JP Morgan Chase, Division of Corp. State Lockbox, account number 938517034	3,196,356
Balance at Chandler Intermediate, account number 830763	99,689,527
Balance at Cutwater, account number 830760	201,909,637
Balance at Federated Intermediate, account number 830764	247,657,953
Balance at JPMorgan Intermediate Budget Reserve, account number 830766	307,851,175
Balance at Morgan Stanley, account number 830765	230,036,398
Balance at PFM Liquidity, account number 830762	197,111,664
Balance at PNC Concentration, account number 569401 0993	5,105,055
Balance at PNC Bank, DMR Special Services, account number 56-94003988	1,608
US Bank – Bonds #107954000	472,450
	<hr/>
Subtotal	1,908,965,248
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Deductions:	
Outstanding zero-balance accounts (ZBAs) – outstanding checks	78,033,915
Payable for bank errors	10,607
Payable to Mellon 07/98	10,069
Payable to PNC Bank miscellaneous adjustments	48,480
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Subtotal	78,103,071
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Balance per State Treasurer's books, adjusted (Appendix A-1), September 30, 2013	\$ 1,968,434,682
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See accompanying independent accountants' report on applying agreed-upon procedures.

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger	
11000 ██████		180,570.36		Outstanding Deposits-FY 2014 954,109.09 Bank Error 0.00 CWA 0.00 Outstanding Deposits (prior FY10) (11.09) Over/Short (FY2010) 79.84 Deposits in Transit (old to FY2009) 86,395.29 CRs done to wrong bank code (old to FY2009) (39,017.79) MW/JV needed (prior FY2010) (35,156.98) Need JV's (2,111.30) Open Receivables (old to FY 2009) (15,807.23)		954,109.09	
				<u>Paperwork Variances with Other Bank Accounts</u> NEED TRV 0.00			
Offset Adjustment		0.00	0.00				
	1,129,050.19	180,570.36	948,479.83		155,247.43	793,232.40	
11001 ██████ ██████		444,658.14		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) (2,633.21) Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14) (81.04) Direct Deposit Receivable (old-FY09) 40,120.04 Direct Deposit Receivable (FY10-14) 133,283.63 Cancelled Checks(old-FY09) 152,922.88 Cancelled Checks(FY10-FY13) 626.40 Stale Dated Checks(old-FY09) (51,880.37) Stale Dated Checks(FY14) 2,626.24 Need JV-Handwritten checks(8/11-9/11,1/12,3/12) (1,661.52) Pay Cycle Adjustments(old to FY01) (263,195.03) Pay Cycle Adjustments(PHRST)(FY02) (302,190.38) Pay Cycle Adjustments(PHRST)(FY03) (267,632.16) Pay Cycle Adjustments(PHRST)(FY04) 94,358.85 Pay Cycle Adjustments(PHRST)(FY05) (143,665.93) Pay Cycle Adjustments(PHRST)(FY06) (277,530.56) Pay Cycle Adjustments(PHRST)(FY07) (125,053.38) Pay Cycle Adjustments(PHRST)(FY08) (24,346.64) Pay Cycle Adjustments(PHRST)(FY09) (29,288.06) Pay Cycle Adjustments(PHRST)(FY10) (116,153.70) Pay Cycle Adjustments(PHRST)(FY11) (17,449.96) Pay Cycle Adjustments(PHRST)(FY12) (79,197.08) Pay Cycle Adjustments(PHRST)(FY13) (73,428.25) Pay Cycle Adjustments(PHRST)(FY14) 8,908.79 Group Life/Dental 7,813.40 PHRST unidentified variance (FY02-FY10) 334,994.90 PHRST unidentified variance (FY11) 25,963.29		6,539.89 0.00 (9,167.08) (15,155.24) 152,922.88 626.40 (51,880.37) 2,626.24 (1,661.52) (263,195.03) (302,190.38) (267,632.16) 94,358.85 (143,665.93) (277,530.56) (125,053.38) (24,346.64) (29,288.06) (116,153.70) (17,449.96) (79,197.08) (73,428.25) 8,908.79 7,813.40 334,994.90 25,963.29	(9,173.10) (81.04) 49,287.12 148,438.87 152,922.88 626.40 (51,880.37) 2,626.24 (1,661.52) (263,195.03) (302,190.38) (267,632.16) 94,358.85 (143,665.93) (277,530.56) (125,053.38) (24,346.64) (29,288.06) (116,153.70) (17,449.96) (79,197.08) (73,428.25) 8,908.79 7,813.40 334,994.90 25,963.29

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				Vendor Refund Variances	73,821.98		73,821.98
				Tax Adjustments	246,452.56		246,452.56
				Personal Reimbursements	70,100.38		70,100.38
				Personal Reimbursements(Need JV-FY13)	(244.00)		(244.00)
				Misc Variances	(29,986.59)		(29,986.59)
				Outstanding Checks	168,966.38	168,966.38	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	444,658.14	(444,658.14)			151,183.95	(595,842.09)
11002		393,527.71					
██████████				Transits	0.00	0.00	
██████████				Interest- Need CR	0.00		0.00
██████████				Outstanding Deposits	0.00		0.00
				Bank Error	0.00	0.00	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV from BOA Lockbox	0.00		
				ECC: Need TRV	0.00		
Offset Adjustment		0.00	0.00				
	393,527.71	393,527.71	0.00			0.00	0.00
11002		302,798.21					
██████████				Outstanding Deposits	0.00		0.00
██████████							
██████████				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV to Corp Lockbox	0.00		
				ECC: Need TRV	0.00		
Offset Adjustment		0.00	0.00				
	302,798.21	302,798.21	0.00			0.00	0.00
11002		0.00					
██████████				Outstanding Deposits	0.00		0.00
██████████					0.00		0.00
██████████				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV-Daily Wire	0.00		
Offset Adjustment		0.00	0.00				
	0.00	0.00	0.00			0.00	0.00
11005		4,874,208.15					
██████████				Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	10,999.62	48,705.07	(37,705.45)
██████████				Outstanding Deposits -DNREC	271,811.07		271,811.07
██████████				Credit Card Fees (old-FY10)	(6,507.39)	(6,507.39)	

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Concentration				Over/Shorts (FY10)	(20.00)	(20.00)	
				Vendor ACH PMT- Returned- Need CR	2,500.00		2,500.00
				Open Payables	0.30	0.30	
				JV Needed for Payroll Ondemand Check	(750.40)		(750.40)
				JV Needed for Wire Returned	(671.00)		(671.00)
				Need Manual Pmt- Pension Bank Fee	(323.52)		(323.52)
				JV Needed for Child Support	0.00	0.00	0.00
				Need TRV-Bonds	(0.01)		(0.01)
				Tax Pmt PW done Jul -Paid Aug	0.00		0.00
				Misc Adjustment	1.01	0.00	1.01
				MW Done Early	(46,192.67)	0.00	(46,192.67)
							0.00
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV	0.00		
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	5,105,055.16	4,874,208.15	230,847.01			42,177.98	188,669.03
11006		0.00		Interest	0.00		0.00
							0.00
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	0.00	0.00			0.00	0.00
11006		(49,146,953.69)		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	(55,178.09)	(40,759.16)	(14,418.93)
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14)	9,210.99	9,787.99	(577.00)
				Cancelled Checks (old to FY09)	(11,996.80)		(11,996.80)
				Cancelled Checks (FY10)	0.00		0.00
				ACH Returns (old-FY10)	(2,133.78)		(2,133.78)
				ACI Pymts Outstanding	12,844.05		12,844.05
				Misc Adjustments	3,478.13		3,478.13
				Forgery Credits	(1,186.27)		(1,186.27)
				Stale Dated Checks(old-FY09)	10,167.31		10,167.31
				Stale Dated Checks(FY10-FY14)	28,560.93		28,560.93
				Paid Check -Cancelled in FSF-Need TRV 18000	0.00		0.00
				July 2010 Cancelled check twice in FSF	0.00		0.00
				IV's printed as checks #2795/#3927	0.00		0.00
				FSF Variance	135,868.01		135,868.01
				Outstanding checks	49,017,319.21	49,017,319.21	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Offset Adjustment		0.00	0.00			
	0.00	(49,146,953.69)	49,146,953.69		48,986,348.04	160,605.65
11007		(23,210,039.81)		ACH Pmt processed Sept Paid Oct 23,243,057.76	23,243,057.76	
██████████				ACH Returns -FY11 (48,448.22)		(48,448.22)
██████████				ACH Returns -FY12 (1,002.73)		(1,002.73)
██████████				ACH Returns -FY13 2,088.94		2,088.94
				ACH Returns -FY14 879.50		879.50
				Reversal Vouchers-FY11 13,404.56		13,404.56
				Need TRV-June 13 90.00		90.00
				Wire Service Fees (30.00)		(30.00)
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	(0.00)		0.00	
	0.00	(23,210,039.81)	23,210,039.81		23,243,057.76	(33,017.95)
11010		135,529,603.30		Outstanding Deposits-FY 2011 (621.35)		(621.35)
██████████				Outstanding Deposits-FY 2013 41,375.00		41,375.00
				Outstanding Deposits-FY 2014 895,727.07		895,727.07
				TRV-Bond Pmt- 0.00		0.00
				Need Manual Pmt- 0.00		0.00
				PW done twice- 0.00		0.00
				Need Manual Pmt (22,628.64)		(22,628.64)
				Need TRV from WTC-Bonds 0.00		0.00
				TRV Correction-TTF 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV-Investment Acct 0.00		
				Need TRV to move money from ECC to Mellon 0.00		
Offset Adjustment		0.00	0.00			
	136,443,455.38	135,529,603.30	913,852.08		0.00	913,852.08
11011		(2,880,268.56)		Outstanding Deposits-FY14 2,976,320.31		2,976,320.31
██████████				Outstanding Deposits-FY13 (31,480.93)		(31,480.93)
██████████				Outstanding Deposits-FY12 (8,257.06)		(8,257.06)
				Need JE Correction-GL Team 10-13-13 (56,313.76)		(56,313.76)
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV to move money from ECC to Mellon 0.00		
				Need TRV- Corp LxBx 0.00		
				Need TRV-Labor LxBx 0.00		

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Offset Adjustment		0.00	0.00				
	0.00	(2,880,268.56)	2,880,268.56			0.00	2,880,268.56
11012 ██████ ██████		0.00		Interest	0.00		0.00
							0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			
				TRV	0.00		
Offset Adjustment		0.00	0.00				
	0.00	0.00	0.00			0.00	0.00
11012 ██████ ██████		0.00		Interest	0.00		0.00
				Misc Transfer Adjustment	0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			
Offset Adjustment		0.00	0.00				
	0.00	0.00	0.00			0.00	0.00
11012 ██████ ██████		0.00		Interest	0.00		0.00
				Misc Transfer Adjustment	0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			
				TRV-PFM Liquidity	0.00		
Offset Adjustment		0.00	0.00				
	0.00	0.00	0.00			0.00	0.00
11012 ██████ ██████		99,609,044.73		Interest	80,482.81		80,482.81
				<i>Paperwork Variances with Other Bank Accounts</i>			
				TRV-Federated Inter	0.00		
Offset Adjustment		0.00	(0.00)				
	99,689,527.54	99,609,044.73	80,482.81			0.00	80,482.81
11012 ██████ ██████		201,653,469.81			256,166.75		256,166.75
				<i>Paperwork Variances with Other Bank Accounts</i>			
				TRV-PFM Liquidity	0.00		
Offset Adjustment		0.00	0.00				
	201,909,636.56	201,653,469.81	256,166.75			0.00	256,166.75
11012 ██████ ██████		217,358,733.52		Interest	97,096.33		97,096.33
				<i>Paperwork Variances with Other Bank Accounts</i>			0.00
				TRV-Correction	0.00		
Offset Adjustment		0.00	0.00				

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variences Bank to Ledger	Variences FSF/DFMS to Ledger
	217,455,829.85	217,358,733.52	97,096.33			0.00	97,096.33
11012 ██████████ ██████████		247,571,993.90		Interest	85,958.87		85,958.87
				<i>Paperwork Variances with Other Bank Accounts</i>			0.00
				TRV-Chandler	0.00		
				TRV-Morgan Stanley	0.00		
Offset Adjustment		0.00	(0.00)				
	247,657,952.77	247,571,993.90	85,958.87			0.00	85,958.87
11012 ██████████ ██████████		55,406,786.12		Interest	(36,659.83)		(36,659.83)
				<i>Paperwork Variances with Other Bank Accounts</i>			0.00
Offset Adjustment		0.00	(0.00)				
	55,370,126.29	55,406,786.12	(36,659.83)			0.00	(36,659.83)
11012 ██████████ ██████████		105,782,626.99		Interest	413,548.37		413,548.37
					0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Need TRV-Bud Reserve	0.00		
Offset Adjustment		0.00	(0.00)				
	106,196,175.36	105,782,626.99	413,548.37			0.00	413,548.37
11012 ██████████ ██████████		201,655,000.00		Interest	0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			0.00
				Need TRV-Bud Reserve	0.00		
Offset Adjustment		0.00	0.00				
	201,655,000.00	201,655,000.00	0.00			0.00	0.00
11012 ██████████ ██████████		110,214,637.90		Interest	157,341.94		157,341.94
				Bonds-July 2013	0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Need TRV-Correction	0.00		
Offset Adjustment		0.00	0.00				
	110,371,979.84	110,214,637.90	157,341.94			0.00	157,341.94
11012 ██████████ ██████████		77,574,892.85		Interest	(20,121.94)		(20,121.94)
				<i>Paperwork Variances with Other Bank Accounts</i>			0.00
Offset Adjustment		0.00	(0.00)				
	77,554,770.91	77,574,892.85	(20,121.94)			0.00	(20,121.94)
11012		229,808,131.45		Interest	228,266.11		228,266.11

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variences Bank to Ledger	Variences FSF/DFMS to Ledger
██████████ ██████████				<i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Federated Inter 0.00		0.00
Offset Adjustment		0.00	(0.00)			
	230,036,397.56	229,808,131.45	228,266.11		0.00	228,266.11
11012 ██████████ ██████████		196,771,309.11		Interest 340,355.04 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Mellon 0.00 Need TRV-Cutwater 0.00		340,355.04 0.00
Offset Adjustment		0.00	0.00			
	197,111,664.15	196,771,309.11	340,355.04		0.00	340,355.04
11012 ██████████ ██████████		103,113,624.42		Interest (243,444.37) <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Bud Reserve 0.00		(243,444.37) 0.00
Offset Adjustment		0.00	0.00			
	102,870,180.05	103,113,624.42	(243,444.37)		0.00	(243,444.37)
11012 ██████████ ██████████		0.00		Interest 0.00 Bond TRV 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Bud Reserve 0.00		0.00 0.00 0.00
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11012 ██████████ ██████████		2,930.61		Interest 0.00 Bond TRV 0.00 <i>Paperwork Variances with Other Bank Accounts</i>		0.00 0.00 0.00
Offset Adjustment		0.00	0.00			
	2,930.61	2,930.61	0.00		0.00	0.00
11012 ██████████		0.00		Daily TRV needs correction done to wrong Account 0.00 <i>Paperwork Variances with Other Bank Accounts</i>		0.00 0.00
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11017 ██████████		3,196,355.92		Outstanding Deposits 0.00		0.00

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV from Lockbxs	0.00	
Offset Adjustment		0.00	0.00			
	3,196,355.92	3,196,355.92	0.00		0.00	0.00
11023		0.00		Outstanding Deposits	0.00	0.00
						0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV-Daily Wire	0.00	
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11023		272,654.13			0.00	0.00
				NEED TRV FOR Correction-1/2005	(94.00)	(94.00)
				NEED TRV FOR ACTIVITY-June 13	(258,333.44)	(258,333.44)
				NEED TRV FOR ACTIVITY-August 13	262,408.25	262,408.25
				NEED TRV FOR ACTIVITY-Sept 13	(275,026.48)	(275,026.48)
				NEED TRV FOR ACTIVITY-		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
Offset Adjustment		0.00	0.00			
	1,608.46	272,654.13	(271,045.67)		0.00	(271,045.67)
11023		(5,611,038.10)		Direct Deposit Receivable (old-FY09)	(7,542.19)	(3,644.68)
				Direct Deposit Receivable (FY10-FY14)	(6,992.36)	(17,732.04)
				Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	2,744.61	(5,130.17)
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY12)	11,336.47	0.00
				Federal and State Tax Adjustments	(30,741.94)	(30,741.94)
				Disbursement Adjustment	(5,888.14)	(5,888.14)
				TRV Needed for Federal Tax Pymt	4,679,299.29	4,679,299.29
				Deferred Comp Adjustment	982.58	982.58
				Cancelled Checks (old to FY09)	14,578.19	14,578.19
				Cancelled Checks (FY11/12)	(2,103.63)	(2,103.63)
				Stale Dated Checks(old-FY09)	(1,228.63)	(1,228.63)
				Stale Dated Checks(FY10-FY14)	(1,095.28)	(1,095.28)
				Need JV Check Write	(198.93)	(198.93)
				Need JV Blue Cross Blue Shield	6,254.13	6,254.13
				Misc Adjustments	(14,003.56)	(14,003.56)
				Outstanding Checks	965,637.49	965,637.49
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Checks Cleared Monthly Journal Entry	0.00	

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Offset Adjustment		0.00	0.00				
	0.00	(5,611,038.10)	5,611,038.10			939,130.60	4,671,907.50
11023		(4,857,696.76)		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	327,224.92	(13,510.69)	340,735.61
██████████				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14)	(119,264.55)	(2,984.96)	(116,279.59)
██████████				Cancelled Checks (old to FY09)	217.09		217.09
██████████				Cancelled Checks (FY14)	82,494.15		82,494.15
				Misc Disbursements	(7,898.62)		(7,898.62)
				Forgery Credits (old to FY09)	(19,205.60)		(19,205.60)
				Forgery Credits (FY10-FY14)	(1,812.31)		(1,812.31)
				Stale Dated Checks(old to FY09)	72,769.82		72,769.82
				Stale Dated Checks(FY13-FY14)	64,099.49		64,099.49
				Need JV Monthly check write	0.00		0.00
				Misc Adjustments	(406.96)		(406.96)
				Outstanding Checks	4,459,479.33	4,459,479.33	
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(4,857,696.76)	4,857,696.76			4,442,983.68	414,713.08
11023		1,182,743.19		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	8,104.06	(4,395.34)	12,499.40
██████████				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14)	2,931.98	247.00	2,684.98
██████████				Cancelled Checks (old to FY09)	11,841.00		11,841.00
██████████				Cancelled Checks (FY10-FY11)	10,505.00		10,505.00
				Misc Adjustments	(170.23)		(170.23)
				Stale Dated Checks(old to FY09)	55,590.00		55,590.00
				Stale Dated Checks(FY10-FY11)	75,931.00		75,931.00
				Stale Dated Checks(FY12-FY14)	103,643.00		103,643.00
				Need JV-Monthly Check Write	(1,641,968.00)		(1,641,968.00)
				Need JV-Stimulus Check Write	0.00		0.00
				Forgery Credits (old to FY09)	(136.00)		(136.00)
				Forgery Credits (FY10-FY14)	11,530.00		11,530.00
				Outstanding Checks	179,455.00	179,455.00	
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	1,182,743.19	(1,182,743.19)			175,306.66	(1,358,049.85)
11024		36,107,219.30		Interest-Need Cash Receipt	427.50		427.50
██████████							0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>			
██████████							

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Offset Adjustment		0.00	0.00			
	36,107,646.80	36,107,219.30	427.50		0.00	427.50
11024 ██████████ ██████████ ██████████		0.00		Interest-Need Cash Receipt 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11024 ██████████ ██████████ ██████████		776,018.79		Interest-Need Cash Receipt 6.38		6.38
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	(0.00)			
	776,025.17	776,018.79	6.38		0.00	6.38
11024 ██████████ ██████████ ██████████		0.00		Interest-Need Cash Receipt 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11024 ██████████ ██████████ ██████████		3,895,517.25		Interest-Need Cash Receipt 32.02		32.02
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	(0.00)			
	3,895,549.27	3,895,517.25	32.02		0.00	32.02
11024 ██████████ ██████████ ██████████		10,864,329.90		Interest-Need Cash Receipt 94.65		94.65
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	(0.00)			
	10,864,424.55	10,864,329.90	94.65		0.00	94.65
11024 ██████████ ██████████ ██████████		0.00		Interest-Need Cash Receipt 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
	0.00	0.00	0.00		0.00	0.00
11025		472,449.96		Interest- Need Cash Receipt	0.00	0.00
████████				<i>Paperwork Variances with Other Bank Accounts</i>		
████████						
████████						
Offset Adjustment		0.00	0.00			
	472,449.96	472,449.96	0.00		0.00	0.00
Grand Total	2,046,570,118.27	1,959,309,838.80	87,260,279.47	87,260,279.47	78,135,436.10	9,124,843.37

General Ledger 1,968,434,682.17

**STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS**

General Account Cash Reconciliation

December 31, 2013

Balance per Citizens Bank	\$ 1,452,876
Balance per Mellon Bank	61,974,199
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Bank balance at December 31, 2013	63,427,075
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Additions:	
Investments managed by Wilmington Trust, account number 830754	120,498,299
Investments managed by Wachovia Bank, account number 830751	237,668,810
Receivables from various sources	129,070
Deposits in transit	(163,525)
Balance at Bank of New York Mellon, account number 353608 and 830753	55,528,426
Fidelity Government Obligation Bonds 2013	11,894,433
Balance at Wilmington Trust, DELGIP, account number 830755	2,931
Wilmington Trust Land and Water Conservation Trust Fund #1 account number 830758	77,793,523
Balance at Bank of America, Division of Corp. State Lockbox, account number 2001800374	209,954
Balance at Wilmington Trust, Morgan Greenfield Intermediate, account number 830759	113,086,959
Balance at JP Morgan Chase, Division of Corp. State Lockbox, account number 938517034	787,416
Balance at Chandler Intermediate, account number 830763	109,843,083
Balance at Cutwater, account number 830760	214,149,834
Balance at Federated Intermediate, account number 830764	215,921,360
Balance at JPMorgan Intermediate Budget Reserve, account number 830766	253,610,324
Balance at Morgan Stanley, account number 830765	233,383,245
Balance at PFM Liquidity, account number 830762	217,411,051
Balance at PNC Concentration, account number 569401 0993	5,115,758
Balance at PNC Bank, DMR Special Services, account number 56-94003988	282,439
US Bank – Bonds #107954000	551,408
	<hr/>
Subtotal	1,867,704,798
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Deductions:	
Outstanding zero-balance accounts (ZBAs) – outstanding checks	68,907,970
Payable for bank errors	10,609
Payable to Mellon 07/98	10,069
Payable to PNC Bank miscellaneous adjustments	48,480
	<hr/>
Subtotal	68,977,128
	<hr/>
Balance per State Treasurer's books, adjusted (Appendix B-2), December 31, 2013	1,862,154,745
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See accompanying independent accountants' report on applying agreed-upon procedures.

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
11000		826,014.77				
				Outstanding Deposits-FY 2014	634,204.65	634,204.65
				Bank Error	60.00	60.00
				CWA	0.00	0.00
				Outstanding Deposits (prior FY10)	(11.09)	(11.09)
				Over/Short (FY2010)	79.84	79.84
				Deposits in Transit (old to FY2009)	86,395.29	170,974.82
				CRs done to wrong bank code (old to FY2009)	(39,017.79)	(39,017.79)
				MW/JV needed (prior FY2010)	(35,156.98)	(35,156.98)
				Need JV's	(2,111.30)	(2,111.30)
				Open Receivables (old to FY 2009)	(15,807.23)	(15,807.23)
				Voucher Done to wrong bank account(Dec 13)	(1,774.00)	(1,774.00)
				<u>Paperwork Variances with Other Bank Accounts</u>		
				NEED TRV	0.00	
Offset Adjustment		0.00	0.00			
	1,452,876.16	826,014.77	626,861.39		155,307.43	471,553.96
11001		184,069.12				
				Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	(2,633.21)	6,539.89
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14)	(81.04)	0.00
				Direct Deposit Receivable (old-FY09)	40,120.04	(9,167.08)
				Direct Deposit Receivable (FY10-14)	152,878.74	(5,791.61)
				Cancelled Checks(old-FY09)	152,922.88	
				Cancelled Checks(FY10-FY13)	626.40	
				Stale Dated Checks(old-FY09)	(51,880.37)	
				Stale Dated Checks(FY14)	1,641.07	
				Need JV-Handwritten checks(8/11-9/11,1/12,3/12)	(1,661.52)	
				Pay Cycle Adjustments(old to FY01)	(263,195.03)	
				Pay Cycle Adjustments(PHRST)(FY02)	(302,190.38)	
				Pay Cycle Adjustments(PHRST)(FY03)	(267,632.16)	
				Pay Cycle Adjustments(PHRST)(FY04)	94,358.85	
				Pay Cycle Adjustments(PHRST)(FY05)	(143,665.93)	
				Pay Cycle Adjustments(PHRST)(FY06)	(277,530.56)	
				Pay Cycle Adjustments(PHRST)(FY07)	(125,053.38)	
				Pay Cycle Adjustments(PHRST)(FY08)	(24,346.64)	
				Pay Cycle Adjustments(PHRST)(FY09)	(29,288.06)	
				Pay Cycle Adjustments(PHRST)(FY10)	(116,153.70)	
				Pay Cycle Adjustments(PHRST)(FY11)	(17,449.96)	
				Pay Cycle Adjustments(PHRST)(FY12)	(79,197.08)	
				Pay Cycle Adjustments(PHRST)(FY13)	(73,428.25)	
				Pay Cycle Adjustments(PHRST)(FY14)	30,983.79	
				Group Life/Dental	7,813.40	
				PHRST unidentified variance (FY02-FY10)	334,994.90	
				PHRST unidentified variance (FY11)	25,963.29	
				Vendor Refund Variances	73,821.98	
				Tax Adjustments	246,452.56	
				Personal Reimbursements	70,100.38	
				Personal Reimbursements(Need JV-FY13-FY14)	5,255.01	
				Misc Variances	(29,986.59)	

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				Outstanding Checks 383,371.45	383,371.45	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	(0.00)			
	0.00	184,069.12	(184,069.12)		374,952.65	(559,021.77)
11002		209,866.78				
██████████				Transits 0.00	0.00	
██████████				Interest- Need CR 0.00		0.00
██████████				Outstanding Deposits 87.00		87.00
				Bank Error 0.00	0.00	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV from JPM Lockbox 0.00		
				ECC: Need TRV 0.00		
Offset Adjustment		0.00	0.00			
	209,953.78	209,866.78	87.00		0.00	87.00
11002		0.00				
██████████				Outstanding Deposits 0.00		0.00
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV to Corp Lockbox 0.00		
				ECC: Need TRV 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11002		0.00				
██████████				Outstanding Deposits 0.00		0.00
██████████						0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV-Daily Wire 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11005		5,157,004.31				
██████████				Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) 10,999.62	48,705.07	(37,705.45)
██████████				Outstanding Deposits -DNREC 0.00		0.00
██████████				Credit Card Fees (old-FY10) (6,507.39)	(6,507.39)	
██████████				Over/Shorts (FY10) (20.00)	(20.00)	
				Vendor ACH PMT- Returned- Need CR 2,500.00		2,500.00
				Open Payables 0.30	0.30	
				JV Needed for Payroll Ondemand Check (750.40)		(750.40)
				JV Needed for Wire Returned (671.00)		(671.00)
				Need Manual Pmt- Pension Bank Fee (606.44)		(606.44)
				JV Needed for Child Support 0.00	0.00	0.00
				Need TRV-Bonds (0.01)		(0.01)
				Daily wire JV done wrong amt-12/26/13 0.60		0.60
				Misc Adjustment 1.01	0.00	1.01

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				MW Done Early (46,192.67)	0.00	(46,192.67)
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV 0.00		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	5,115,757.93	5,157,004.31	(41,246.38)		42,177.98	(83,424.36)
11006		0.00		Interest 0.00		0.00
						0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11006		(61,950,353.74)		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) (55,178.09)	(40,759.16)	(14,418.93)
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14) 9,214.99	9,791.99	(577.00)
				Cancelled Checks (old to FY09) (11,996.80)		(11,996.80)
				Cancelled Checks (FY10) 0.00		0.00
				ACH Returns (old-FY10) (2,133.78)		(2,133.78)
				ACI Pymts Outstanding 12,844.05		12,844.05
				Misc Adjustments 3,478.13		3,478.13
				Forgery Credits (1,186.27)		(1,186.27)
				Stale Dated Checks(old-FY09) 10,167.31		10,167.31
				Stale Dated Checks(FY10-FY14) 6,241,282.84		6,241,282.84
				Paid Check -Cancelled in FSF-Need TRV 18000 0.00		0.00
				July 2010 Cancelled check twice in FSF 0.00		0.00
				IV's printed as checks #2795/#3927 0.00		0.00
				FSF Variance 135,868.01		135,868.01
				Outstanding checks 55,607,993.35	55,607,993.35	
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(61,950,353.74)	61,950,353.74		55,577,026.18	6,373,327.56
11007		(6,416,375.81)		ACH Pmt processed Sept Paid Oct 6,425,966.23	6,425,966.23	
				ACH Returns -FY11 (48,448.22)		(48,448.22)
				ACH Returns -FY12 (1,002.73)		(1,002.73)
				ACH Returns -FY13 2,088.94		2,088.94
				ACH Returns -FY14 24,307.03		24,307.03
				Reversal Vouchers-FY11 13,404.56		13,404.56
				Need TRV-June 13 90.00		90.00
				Wire Service Fees (30.00)		(30.00)
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Checks Cleared Monthly Journal Entry 0.00		

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Offset Adjustment		0.00	(0.00)		0.00	
	0.00	(6,416,375.81)	6,416,375.81		6,425,966.23	(9,590.42)
11010 ██████		61,964,460.79		Outstanding Deposits-FY 2011 (621.35) (621.35) Outstanding Deposits-FY 2013 3,020.00 3,020.00 Outstanding Deposits-FY 2014 7,339.47 7,339.47 TRV-Bond Pmt- 0.00 0.00 Need Manual Pmt- 0.00 0.00 PW done twice- 0.00 0.00 Need Manual Pmt 0.00 0.00 Need TRV from WTC-Bonds 0.00 0.00 TRV Correction-TTF 0.00 0.00 <u>Paperwork Variances with Other Bank Accounts</u> Need TRV-Investment Acct 0.00 Need TRV to move money from ECC to Mellon 0.00		
Offset Adjustment		0.00	0.00			
	61,974,198.91	61,964,460.79	9,738.12		0.00	9,738.12
11011 ██████████ ██████████		(826,584.37)		Outstanding Deposits-FY14 866,322.36 866,322.36 Outstanding Deposits-FY13 (31,480.93) (31,480.93) Outstanding Deposits-FY12 (8,257.06) (8,257.06) Need JE Correction-GL Team 10-13-13 0.00 0.00 <u>Paperwork Variances with Other Bank Accounts</u> Need TRV to move money from ECC to Mellon 0.00 Need TRV- Corp LxBx 0.00 Need TRV-Labor LxBx 0.00		
Offset Adjustment		0.00	(0.00)			
	0.00	(826,584.37)	826,584.37		0.00	826,584.37
11012 ███ ██████		0.00		Interest 0.00 0.00 <u>Paperwork Variances with Other Bank Accounts</u> TRV 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11012 ██████████ ██████		0.00		Interest 0.00 0.00 Misc Transfer Adjustment 0.00 0.00 <u>Paperwork Variances with Other Bank Accounts</u>		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11012 ██████████		0.00		Interest 0.00 0.00 Misc Transfer Adjustment 0.00 0.00		

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
				TRV-PFM Liquidity	0.00	
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11012 ██████████ ██████████		109,727,166.57		Interest	115,916.52	115,916.52
				<i>Paperwork Variances with Other Bank Accounts</i>		
				TRV-Federated Inter	0.00	
Offset Adjustment		0.00	(0.00)			
	109,843,083.09	109,727,166.57	115,916.52		0.00	115,916.52
11012 ██████████ ██████████		213,956,223.59		Interest	193,610.86	193,610.86
				<i>Paperwork Variances with Other Bank Accounts</i>		
				TRV-PFM Liquidity	0.00	
Offset Adjustment		0.00	0.00			
	214,149,834.45	213,956,223.59	193,610.86		0.00	193,610.86
11012 ██████████ ██████████		237,421,997.52		Interest	246,812.34	246,812.34
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				TRV-Correction	0.00	
Offset Adjustment		0.00	(0.00)			
	237,668,809.86	237,421,997.52	246,812.34		0.00	246,812.34
11012 ██████████ ██████████		216,079,682.10		Interest	(158,322.12)	(158,322.12)
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				TRV-Chandler	0.00	
				TRV-Morgan Stanley	0.00	
Offset Adjustment		0.00	0.00			
	215,921,359.98	216,079,682.10	(158,322.12)		0.00	(158,322.12)
11012 ██████████ ██████████		55,498,803.28		Interest	29,622.47	29,622.47
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			
	55,528,425.75	55,498,803.28	29,622.47		0.00	29,622.47
11012 ██████████ ██████████		51,904,470.53		Interest	50,853.61	50,853.61
				<i>Paperwork Variances with Other Bank Accounts</i>	0.00	0.00
				Need TRV-Bud Reserve	0.00	
Offset Adjustment		0.00	0.00			
	51,955,324.14	51,904,470.53	50,853.61		0.00	50,853.61
11012		201,655,000.00		Interest	0.00	0.00

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
						0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Need TRV-Bud Reserve	0.00	
Offset Adjustment		0.00	0.00			
	201,655,000.00	201,655,000.00	0.00		0.00	0.00
11012		120,502,746.98		Interest	68,096.67	68,096.67
				Bonds-July 2013	0.00	0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Need TRV-Correction	(72,545.00)	
Offset Adjustment		(72,545.00)	(0.00)			
	120,498,298.65	120,430,201.98	68,096.67		0.00	68,096.67
11012		77,554,770.91		Interest	238,752.34	238,752.34
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	(0.00)			
	77,793,523.25	77,554,770.91	238,752.34		0.00	238,752.34
11012		233,762,116.14		Interest	(378,871.35)	(378,871.35)
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV-Federated Inter	0.00	
Offset Adjustment		0.00	(0.00)			
	233,383,244.79	233,762,116.14	(378,871.35)		0.00	(378,871.35)
11012		217,187,923.40		Interest	223,127.29	223,127.29
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV-Mellon	0.00	
				Need TRV-Cutwater	0.00	
Offset Adjustment		0.00	0.00			
	217,411,050.69	217,187,923.40	223,127.29		0.00	223,127.29
11012		113,053,125.76		Interest	33,833.79	33,833.79
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV-Bud Reserve	0.00	
Offset Adjustment		0.00	0.00			
	113,086,959.55	113,053,125.76	33,833.79		0.00	33,833.79
11012		0.00		Interest	0.00	0.00
				Bond TRV	0.00	0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV-Bud Reserve	0.00	
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
11012 ██████████ ██████████		11,088.93		Interest 0.00 Need Correction (8,158.32) <i>Paperwork Variances with Other Bank Accounts</i>		0.00 (8,158.32) 0.00
Offset Adjustment		0.00	0.00			
	2,930.61	11,088.93	(8,158.32)		0.00	(8,158.32)
11012 ██████████		(72,545.00)		Daily TRV needs correction done to wrong Account 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Daily TRV needs correction done to wrong Account 72,545.00		0.00 0.00 0.00
Offset Adjustment		72,545.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11017 ██████████ ██████████		787,415.87		Outstanding Deposits 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV from Lockbx 0.00		0.00 0.00 0.00
Offset Adjustment		0.00	0.00			
	787,415.87	787,415.87	0.00		0.00	0.00
11023 ██████████ ██████████		0.00		Outstanding Deposits 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Daily Wire 0.00		0.00 0.00 0.00
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11023 ██████████ ██████████		1,702.46		0.00 NEED TRV FOR Correction-1/2005 (94.00) NEED TRV FOR ACTIVITY-Oct 13 738.23 NEED TRV FOR ACTIVITY-Nov 13 262,468.80 NEED TRV FOR ACTIVITY- Dec 13 17,623.58 NEED TRV FOR ACTIVITY- <i>Paperwork Variances with Other Bank Accounts</i>		0.00 (94.00) 738.23 262,468.80 17,623.58 0.00
Offset Adjustment		0.00	0.00			
	282,439.07	1,702.46	280,736.61		0.00	280,736.61
11023 ██████████ ██████████ ██████████		(251,267.12)		Direct Deposit Receivable (old-FY09) (7,542.19) Direct Deposit Receivable (FY10-FY14) 1,626.76 Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) 2,744.61 Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY12) 11,336.47 Federal and State Tax Adjustments (31,589.40) Disbursement Adjustment (5,888.14)	(3,644.68) (24,990.65) (5,130.17) 0.00	(3,897.51) 26,617.41 7,874.78 11,336.47 (31,589.40) (5,888.14)

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				TRV Needed for Federal Tax Pymt	0.00	0.00
				Deferred Comp Adjustment	982.58	982.58
				Cancelled Checks (old to FY09)	14,578.19	14,578.19
				Cancelled Checks (FY11/12)	(2,103.63)	(2,103.63)
				Stale Dated Checks(old-FY09)	(1,228.63)	(1,228.63)
				Stale Dated Checks(FY10-FY14)	(5,268.51)	(5,268.51)
				Need JV Check Write	(198.93)	(198.93)
				Need JV Blue Cross Blue Shield	6,254.13	6,254.13
				Misc Adjustments	(13,960.76)	(13,960.76)
				Outstanding Checks	281,524.57	281,524.57
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry	0.00	
Offset Adjustment		0.00	0.00			
	0.00	(251,267.12)	251,267.12		247,759.07	3,508.05
11023		(6,534,728.35)		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	327,224.92	340,735.61
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14)	(251,915.32)	(248,853.38)
				Cancelled Checks (old to FY09)	217.09	217.09
				Cancelled Checks (FY14)	88,519.22	88,519.22
				Misc Disbursements	(7,898.62)	(7,898.62)
				Forgery Credits (old to FY09)	(19,205.60)	(19,205.60)
				Forgery Credits (FY10-FY14)	(1,812.31)	(1,812.31)
				Stale Dated Checks(old to FY09)	72,769.82	72,769.82
				Stale Dated Checks(FY13-FY14)	316,502.67	316,502.67
				Need JV Monthly check write	0.00	0.00
				Misc Adjustments	(406.96)	(406.96)
				Outstanding Checks	6,010,733.44	6,010,733.44
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry	0.00	
Offset Adjustment		0.00	0.00			
	0.00	(6,534,728.35)	6,534,728.35		5,994,160.81	540,567.54
11023		(554,442.81)		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	8,104.06	12,499.40
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY14)	2,931.98	2,684.98
				Cancelled Checks (old to FY09)	11,841.00	11,841.00
				Cancelled Checks (FY10-FY11)	10,505.00	10,505.00
				Misc Adjustments	(170.23)	(170.23)
				Stale Dated Checks(old to FY09)	55,590.00	55,590.00
				Stale Dated Checks(FY10-FY11)	75,931.00	75,931.00
				Stale Dated Checks(FY12-FY14)	177,980.00	177,980.00
				Need JV-Monthly Check Write	0.00	0.00
				Need JV-Stimulus Check Write	0.00	0.00
				Forgery Credits (old to FY09)	(136.00)	(136.00)
				Forgery Credits (FY10-FY14)	13,485.00	13,485.00
				Outstanding Checks	198,381.00	198,381.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry	0.00	

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Offset Adjustment		0.00	0.00			
	0.00	(554,442.81)	554,442.81		194,232.66	360,210.15
11024		0.00		Interest-Need Cash Receipt 0.00		0.00
██████████						0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████████						
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11024		0.00		Interest-Need Cash Receipt 0.00		0.00
██████████						0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████████						
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11024		776,038.14		Interest-Need Cash Receipt 6.59		6.59
██████████						0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████████						
Offset Adjustment		0.00	0.00			
	776,044.73	776,038.14	6.59		0.00	6.59
11024		0.00		Interest-Need Cash Receipt 0.00		0.00
██████████						0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████████						
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11024		3,895,614.38		Interest-Need Cash Receipt 33.09		33.09
██████████						0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████████						
Offset Adjustment		0.00	(0.00)			
	3,895,647.47	3,895,614.38	33.09		0.00	33.09
11024		7,222,676.57		Interest-Need Cash Receipt 64.07		64.07
██████████						0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████████						
Offset Adjustment		0.00	0.00			
	7,222,740.64	7,222,676.57	64.07		0.00	64.07
11025		72,545.00		Interest-Need Cash Receipt		0.00
██████████						0.00
██████████						

Delaware State Treasury's
Appendix B-2: Reconciliation to Accounting
December 2013

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
██████				<i>Paperwork Variances with Other Bank Accounts</i>		
				Need Correction PW done to wrong acct	(72,545.00)	
Offset Adjustment		(72,545.00)	0.00			
	0.00	0.00	0.00		0.00	0.00
11025		472,449.96		Interest- Need Cash Receipt	6,413.58	6,413.58
██████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████				Need Correction PW done to wrong acct	72,545.00	
Offset Adjustment		72,545.00	(0.00)			
	551,408.54	544,994.96	6,413.58		0.00	6,413.58
Grand Total	1,931,166,327.91	1,853,278,676.66	77,887,651.25		77,887,651.25	69,011,583.01

General Ledger 1,862,154,744.90

**STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS**

Proof of Cash Reconciliation

Quarter ended September 30, 2013

Balance per State Treasurer's books, July 1, 2013	\$ 2,341,739,915
Additions:	
Deposits to cash receipts journal	1,688,247,045
Transportation trust fund deposits	86,153,600
Receivables for bank errors	1,303
Receivables for CM Forgery Credits	450
Outstanding cash receipts	7,912,845
Division of Mental Retardation transfer	(2,664)
Outstanding checks – prior months	<u>196,875,672</u>
Subtotal	<u>1,979,188,251</u>
Deductions:	
Deposits to cash receipts journal – prior months	953,242
Transfer for principal and interest on bonds	147,480,000
Transfer from Mellon Bank for payroll and pension direct deposit	412,639,308
Transfer from Mellon Bank to Mercantile Bank for pensions	66,551,534
Transfer from Mellon – Aetna Healthcare	649,068
Transfer from Mellon – Fox Rothchild LLP	396,292
Transfer from Mellon – TTF	13,098,599
Transfer from Mellon – Unemployment Ins	16,987,884
Transfer from Mellon – Citibank-OMB	2,463,451
Transfer from Mellon – Wilmington Trust-Providence Creek	45,371
Transfer from Mellon – College Prep Academy	88,644
Transfer from Mellon – DOS	21,624
Transfer from Mellon – DHSS Child Care	4,660,329
Transfer from Mellon – OMB vendor pmts	30,520
Transfer from Mellon – Tunnell & Raysor	1,067,337
Transfer from Mellon – Def Comp	8,883,509
Transfer from Mellon – TSA Plan	5,166,281
Transfer from Mellon – DNREC-St & Ellis Real Estate	58,883
Transfer from Mellon – IFTA	201
Transfer from Mellon – DNREC-Saul Ewing	20,243
Transfer from Mellon Medicaid	108,601,257
Transfer from Mellon – DHSS vendor pmts	1,426
Transfer from Mellon Supercard	23,479,851
Transfer from Mellon SSI	169,000
Transfer from PNC for PNC BankFees SPO	243
Transfer from PNC for Bonds	32,503,921
Transfer for Fed Tx, FICA, & Medicare	147,081,398
Transfer for Child Support-Payroll Vendor	735,550
ACH transfers	852,300,376
Transfer for cleared ZBAs	281,149,094
Transfer for outstanding ZBAs	<u>225,209,048</u>
Subtotal	<u>2,352,493,484</u>
Balance per State Treasurer's books, adjusted, September 30, 2013	<u>\$ 1,968,434,682</u>

See accompanying independent accountants' report on applying agreed-upon procedures.

**STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS**

Proof of Cash Reconciliation

Quarter ended December 31, 2013

Balance per State Treasurer's books, October 1, 2013	\$ 1,968,434,682
Additions:	
Deposits to cash receipts journal	2,006,305,719
Transportation trust fund deposits	94,876,969
Receivables for bank errors	1,233
Receivables for CM Forgery Credits	1,955
Outstanding cash receipts	(884,618)
Division of Mental Retardation transfer	280,831
Outstanding checks – prior months	231,427,835
Subtotal	<u>2,332,009,924</u>
Deductions:	
Deposits to cash receipts journal – prior months	3,385,197
Transfer for principal and interest on bonds	23,505,000
Transfer from Mellon Bank for payroll and pension direct deposit	470,348,207
Transfer from Mellon Bank to Mercantile Bank for pensions	89,660,307
Transfer from Mellon – TTF	6,648,091
Transfer from Mellon – Wilmington Trust-Providence Creek	214,890
Transfer from Mellon – College Prep Academy	91,245
Transfer from Mellon – Moyer	169,685
Transfer from Mellon – Tunnell & Raysor	1,231,025
Transfer from Mellon – Def Comp	8,752,011
Transfer from Mellon – TSA Plan	5,185,167
Transfer from Mellon – DNREC-Saul Ewing	152,275
Transfer from Mellon – IFTA	59
Transfer from Mellon – DOS	13,929
Transfer from Mellon Medicaid	26,727,043
Transfer from Mellon Supercard	20,664,702
Transfer from Mellon SSI	347,013
Transfer from PNC for PNC BankFees SPO	283
Transfer from PNC for Bonds	13,292,640
Transfer for Fed Tx, FICA, & Medicare	151,503,580
Transfer for Child Support-Payroll Vendor	875,097
ACH transfers	1,089,902,975
Transfer for cleared ZBAs	303,317,550
Transfer for outstanding ZBAs	222,301,890
Subtotal	<u>2,438,289,861</u>
Balance per State Treasurer's books, adjusted December 31, 2013	<u>\$ 1,862,154,745</u>

See accompanying independent accountants' report on applying agreed-upon procedures.