

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

**AGREED-UPON PROCEDURES**

**QUARTER ENDED JUNE 30, 2015**

STATE OF DELAWARE  
OFFICE OF THE STATE TREASURER  
BANK RECONCILIATIONS

QUARTER ENDED JUNE 30, 2015

TABLE OF CONTENTS

	<u>Page(s)</u>
Independent Accountants' Report on Applying Agreed-Upon Procedures	1 - 4
Exhibit A – General Account Cash Reconciliation – Quarter Ended June 30, 2015	5
Exhibit B – Reconciliation to Accounting – June 30, 2015	6 - 15
Exhibit C – Proof of Cash Reconciliation – Quarter Ended June 30, 2015	16

# Zelenkofske Axelrod LLC

## Independent Accountants' Report on Applying Agreed-Upon Procedures

Kathleen Davies  
Chief Administrative 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 the evaluation of the bank reconciliations of the Office of the State Treasurer as of June 30, 2015. The Office of the State Treasurer's management is responsible for the State of Delaware's (the "State") bank reconciliations. This agreed-upon procedures engagement was performed in accordance with *Government Auditing Standards*, issued by the Comptroller General of the United States, and the attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures 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 are 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 FSF reconciliation provides information by bank code only, not by agency/department level.
- b. Confirmed there is not a system report that shows a breakout of the Office of the State Treasurer ending cash balances 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 as of a specified point in time.

---

### **Harrisburg**

830 Sir Thomas Court, Suite 100  
Harrisburg, PA 17109  
717.561.9200 Fax 717.561.9202

### **Philadelphia**

2370 York Road, Suite A-5  
Jamison, Pa 18929  
215.918.2277 Fax 215.918.2302

### **Pittsburgh**

3800 McKnight E. Drive, Suite 3805  
Pittsburgh, PA 15237  
412.367.7102 Fax 412.367.7103

### **Greensburg**

210 Tollgate Hill Road  
Greensburg, PA 15601  
724.834.2151 Fax 724.834.5969

# Zelenkofske Axelrod LLC

2. Obtained the required quarterly reconciliation format comparing the Ending Balance on the DGL046 "Cash account subtotals" page to the FSF *Daily Validity Report* (DGL060) "STATE TOTALS" page for the quarter ended June 30, 2015 as detailed below.

FSF Balance Sheet Account to Daily Validity Report Reconciliation - Cash and Investments  
June 30, 2015

Combined Cash Balance as of June 30, 2015 per DGL046 \$2,248,149,254

Less Encumbrances and Remaining Spending Authority per DGL060:

	<b>Encumbered</b>	<b>Remaining Spending Authority</b>	<b>Total</b>	
NSF-20 (Nonappropriated Special Funds)	\$ 59,805,698	\$ 991,683,731	\$ 1,051,489,429	
Remaining balance left to satisfy other fund types				1,196,659,825
ASF HOLD-30 (Appropriated Special Funds)	69,494,563	378,103,153	447,597,716	
Remaining balance left to satisfy other fund types				749,062,109
GF-03 (General Fund - prior year continuing)	11,321,250	25,240,388	36,561,638	
GF-04 (General Fund - prior year encumbrance balance)	-	-	-	
Remaining balance left to satisfy other fund types				712,500,471
GF-01 (General Fund - regular appropriations)	61,834,090	100,083,926	161,918,016	
GF-02 (General Fund - supplemental appropriations)	128,006	2,637,525	2,765,531	
Cash and Investments at the Office of the State Treasurer as of June 30, 2015 in excess (deficit) of all fund balances				\$ 547,816,924

3. Determined the bank account balances held by the Office of the State Treasurer are sufficient to support the use of the fund types listed at procedure #2 at June 30, 2015.

# Zelenkofske Axelrod LLC

4. Obtained the Office of the State Treasurer's reconciliation of bank balances to FSF as of June 30, 2015, 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 \$3,982,000, 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 \$3,982,000 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 \$3,982,000 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. No exception noted.
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 June 30, 2015 reconciliation. 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 the quarter. Selected all significant transfers between accounts in excess of \$3,982,000 for the quarter 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 wire transfers between accounts in the 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 activity to the DGL046 report. No exceptions were noted.

	<u>Wire Date</u>	<u>Amount</u>
Quarter ended June 30, 2015	04/09/15	\$ 151,012,331.75
	05/14/15	\$ 1,869,055.20
	05/20/15	\$ 284,159.34
	06/02/15	\$ 314,375.53
	06/26/15	\$ 15,084,203.47

# *Zelenkofske Axelrod LLC*

14. Obtained the Office of the State Treasurer's General Account Cash Reconciliation as of June 30, 2015, summarized the quarter's reconciliations into the form of Exhibit A, and performed the following procedures:
  - a. Agreed the bank account information to the corresponding bank statements. No exceptions were noted.
  - b. Agreed the ending book balance to the ending balance as reported in the Reconciliation to Accounting Exhibit B and the to the quarter-end reconciliation. 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 performed the following procedure:
  - a. Agreed the beginning balances to the prior month's ending balances and agreed the ending balances to the monthly reconciliations. No exceptions were noted.

We were not engaged to, and did not, conduct an audit, 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 the Auditor of Accounts, State of Delaware, and is not intended to be, and should not be, used by anyone other than those specified parties. However, under 29 Del. C. §10002(1), this report is a public record and its distribution is not limited. This report is 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.

*Zelenkofske Axelrod LLC*

ZELENKOFKSKE AXELROD LLC

Harrisburg, Pennsylvania  
August 28, 2015

**Exhibit A**

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

General Account Cash Reconciliation

Quarter ended June 30, 2015

Balance per Citizens Bank	\$ 2,170,656
Balance per Mellon Bank	293,893,797
	<hr/>
Bank balance at June 30, 2015	296,064,453
Additions:	
Investments managed by Wilmington Trust, account number 830754	260,151,749
Investments managed by Wachovia Bank, account number 830751	260,389,110
Receivables from various sources	134,580
Deposits in transit	(178,230)
Balance at Bank of New York Mellon, account number 353608	56,254,697
Balance at Bank of New York Mellon-JPMorgan, account number 830766	222,711,027
Balance at Bank of New York Mellon, account number 830760, 830762, and 830763	615,702,330
Balance at Bank of New York Mellon, account number 830764 and 830765	295,975,856
Fidelity Government Obligation Bonds 2014A	802,006
Fidelity Government Obligation Bonds 2014C	153,224,370
Balance at Wilmington Trust, DELGIP, account number 830755	-
Wilmington Trust Land and Water Conservation Trust Fund #1, account number 830758	78,825,188
Balance at Bank of America, Division of Corp. State Lockbox, account number 2001800374	649,198
Balance at Wilmington Trust, Morgan Greenfield Intermediate, account number 830759	66,116,065
Balance at Bank of America, Labor Lockbox	1,037
Balance at JP Morgan Chase, Corp Lockbox	2,225,793
Fidelity 2013 MMLPA	285,494
Balance at PNC Bank, Concentration, account number 5694010993	5,127,699
Balance at PNC Bank, DMR Special Services, account number 56-94003988	12,255
US Bank - Bonds #1075400	647,716
	<hr/>
Subtotal	2,019,057,940
Deductions:	
Outstanding zero-balance accounts (ZBAs) - outstanding checks	61,617,610
Payable for bank errors	11,158
Payable to Mellon 07/98	10,069
Payable to PNC Bank miscellaneous adjustments	48,480
	<hr/>
Subtotal	61,687,317
	<hr/>
Balance per State Treasurer's books, adjusted June 30, 2015	\$ 2,253,435,076
	<hr/> <hr/>

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
		2,176,285.69		Outstanding Deposits-FY 2015 (0.00)		(0.00)
				Bank Error 0.00		0.00
				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	(84,579.53)
				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 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				NEED TRV 0.00		
Offset Adjustment		0.00	(0.00)			
	2,170,656.43	2,176,285.69	(5,629.26)		155,247.43	(160,876.69)
		291,750.13		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) (2,633.21)	6,539.89	(9,173.10)
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY15) (81.04)	0.00	(81.04)
				Direct Deposit Receivable (old-FY09) 40,120.04	(9,167.08)	49,287.12
				Direct Deposit Receivable (FY10-15) 195,696.04	(5,963.71)	201,659.75
				Forgery credit-need JE 503.19		503.19
				Cancelled Checks(old-FY09) 152,922.88		152,922.88
				Cancelled Checks(FY10-FY13) 626.40		626.40
				Stale Dated Checks(old-FY09) (51,880.37)		(51,880.37)
				Stale Dated Checks(FY15) 4,517.19		4,517.19
				Need JV-Handwritten checks(8/11-9/11,1/12,3/12) (1,661.52)		(1,661.52)
				Pay Cycle Adjustments(old to FY01) (263,195.03)		(263,195.03)
				Pay Cycle Adjustments(PHRST)(FY02) (302,190.38)		(302,190.38)
				Pay Cycle Adjustments(PHRST)(FY03) (267,632.16)		(267,632.16)
				Pay Cycle Adjustments(PHRST)(FY04) 94,358.85		94,358.85
				Pay Cycle Adjustments(PHRST)(FY05) (143,665.93)		(143,665.93)
				Pay Cycle Adjustments(PHRST)(FY06) (277,530.56)		(277,530.56)
				Pay Cycle Adjustments(PHRST)(FY07) (125,053.38)		(125,053.38)
				Pay Cycle Adjustments(PHRST)(FY08) (24,346.64)		(24,346.64)
				Pay Cycle Adjustments(PHRST)(FY09) (29,288.06)		(29,288.06)
				Pay Cycle Adjustments(PHRST)(FY10) (116,153.70)		(116,153.70)
				Pay Cycle Adjustments(PHRST)(FY11) (17,449.96)		(17,449.96)
				Pay Cycle Adjustments(PHRST)(FY12) (79,197.08)		(79,197.08)
				Pay Cycle Adjustments(PHRST)(FY13) (73,428.25)		(73,428.25)
				Pay Cycle Adjustments(PHRST)(FY14) (6,119.15)		(6,119.15)
				Pay Cycle Adjustments(PHRST)(FY15) (40,602.64)		(40,602.64)
				Group Life/Dental 7,813.40		7,813.40
				PHRST unidentified variance (FY02-FY10) 334,994.90		334,994.90
				PHRST unidentified variance (FY11) 25,963.29		25,963.29
				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-FY15) (10,847.52)		(10,847.52)

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variance Bank to Ledger	Variance FSF/DFMS to Ledger
				Misc Variances	(29,986.59)		(29,986.59)
				Outstanding Checks	323,301.94	323,301.94	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	291,750.13	(291,750.13)			314,711.04	(606,461.17)
		649,197.70		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 JPM Lockbox	0.00		
				ECC: Need TRV	0.00		
Offset Adjustment		0.00	0.00				
	649,197.70	649,197.70	0.00			0.00	0.00
		1,036.50		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				
	1,036.50	1,036.50	0.00			0.00	0.00
		0.00		Outstanding Deposits	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
		5,168,419.62		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	(80.88)		(80.88)
				JV Needed for Child Support	0.00	0.00	0.00
				Need TRV-Bonds	(0.02)		(0.02)
				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  
Reconciliation to Accounting  
June 2015

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			
	5,127,698.79	5,168,419.62	(40,720.83)		42,177.98	(82,898.81)
██████████		0.00		Voucher Done to wrong bank account 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
██████████		(50,058,899.79)		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-FY15) 9,023.99	9,600.99	(577.00)
██████████				Cancelled Checks (old to FY09) (11,996.80)		(11,996.80)
Vendor				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-FY15) 293,133.47		293,133.47
				Paid Check -Cancelled in FSF-Need TRV 18000 0.00		0.00
				July 2010 Cancelled check twice in FSF 0.00		0.00
				Ck 804761-returned by pnc 0.00		0.00
				FSF Variance 135,868.01		135,868.01
				Outstanding checks 49,664,879.77	49,664,879.77	
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(50,058,899.79)	50,058,899.79		49,633,721.60	425,178.19
██████████		(454,065.29)		ACH Pmt processed jun paid july 429,024.43	429,024.43	
██████████				ACH Returns -FY11 (48,448.22)		(48,448.22)
██████████				ACH Returns -FY12 (1,002.73)		(1,002.73)
Vendor ACH				ACH Returns -FY13 2,088.94		2,088.94
				ACH Returns -FY14 22,483.86		22,483.86
				ACH Returns -FY15 36,454.45		36,454.45
				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>		

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variance Bank to Ledger	Variance FSF/DFMS to Ledger
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	(0.00)		0.00	
	0.00	(454,065.29)	454,065.29		429,024.43	25,040.86
		293,909,357.20				
				Outstanding Deposits-FY 2011 (621.35)		(621.35)
				Outstanding Deposits-FY 2013 3,020.00		3,020.00
				Outstanding Deposits-FY 2014 (17,958.76)		(17,958.76)
				Outstanding Deposits-FY 2015 0.00		0.00
				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 (0.10)		(0.10)
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV-Daily wire 0.00		
				Need TRV bonds 0.00		
Offset Adjustment		0.00	0.00			
	293,893,796.99	293,909,357.20	(15,560.21)		0.00	(15,560.21)
		39,737.99				
				Outstanding Deposits-FY15 0.00		0.00
				Outstanding Deposits-FY13 (31,480.93)		(31,480.93)
				Outstanding Deposits-FY12 (8,257.06)		(8,257.06)
				Need JE Correction-GL Team 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	39,737.99	(39,737.99)		0.00	(39,737.99)
		0.00		Interest 0.00		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
		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
		0.00		Interest 0.00		0.00

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variations Bank to Ledger	Variations FSF/DFMS to Ledger
██████████				Misc Transfer Adjustment 0.00		0.00
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV-PFM Liquidity 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
██████████		95,065,622.00		Interest 89,196.52		89,196.52
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV-Federated Inter 0.00		
Offset Adjustment		0.00	0.00			
	95,154,818.52	95,065,622.00	89,196.52		0.00	89,196.52
██████████		259,492,472.56			(65,142.69)	(65,142.69)
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV-PFM Liquidity 0.00		
Offset Adjustment		0.00	(0.00)			
	259,427,329.87	259,492,472.56	(65,142.69)		0.00	(65,142.69)
██████████		260,563,749.43		Interest (174,639.46)		(174,639.46)
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				TRV-Correction 0.00		
Offset Adjustment		0.00	0.00			
	260,389,109.97	260,563,749.43	(174,639.46)		0.00	(174,639.46)
██████████		142,855,481.78		Interest 134,723.81		134,723.81
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				TRV-Chandler 0.00		
				TRV-Morgan Stanley 0.00		
Offset Adjustment		0.00	(0.00)			
	142,990,205.59	142,855,481.78	134,723.81		0.00	134,723.81
██████████		56,265,072.92		Interest (10,376.25)		(10,376.25)
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
Offset Adjustment		0.00	0.00			
	56,254,696.67	56,265,072.92	(10,376.25)		0.00	(10,376.25)
██████████		10,212,412.46		Interest (46,385.21)		(46,385.21)
██████████				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				Need TRV-Bud Reserve 0.00		
Offset Adjustment		0.00	0.00			
	10,166,027.25	10,212,412.46	(46,385.21)		0.00	(46,385.21)
██████████		212,545,000.00		Interest 0.00		0.00

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variations Bank to Ledger	Variations FSF/DFMS to Ledger
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
██████████				Need TRV-Bud Reserve	0.00	
Offset Adjustment		0.00	0.00			
	212,545,000.00	212,545,000.00	0.00		0.00	0.00
██████████		260,134,480.34		Interest	17,268.46	17,268.46
██████████				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)			
	260,151,748.80	260,134,480.34	17,268.46		0.00	17,268.46
██████████		78,839,363.49		Interest	(14,175.26)	(14,175.26)
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	(0.00)			
	78,825,188.23	78,839,363.49	(14,175.26)		0.00	(14,175.26)
██████████		152,850,014.18		Interest	135,636.62	135,636.62
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
██████████				Need TRV-Federated Inter	0.00	
Offset Adjustment		0.00	(0.00)			
	152,985,650.80	152,850,014.18	135,636.62		0.00	135,636.62
██████████		261,417,395.22		Interest	(297,213.92)	(297,213.92)
██████████				<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)			
	261,120,181.30	261,417,395.22	(297,213.92)		0.00	(297,213.92)
██████████		66,113,173.00		Interest	2,892.11	2,892.11
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
██████████				Need TRV-Bud Reserve	0.00	
Offset Adjustment		0.00	0.00			
	66,116,065.11	66,113,173.00	2,892.11		0.00	2,892.11
██████████		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
██████████		0.00		Interest	0.00	0.00

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variences Bank to Ledger	Variences FSF/DFMS to Ledger
██████████				Need Correction 0.00		0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need Correction 0.00		
Offset Adjustment	0.00	0.00	0.00		0.00	0.00
██████████		0.00		Daily TRV needs correction done to wrong Account 0.00		0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Daily TRV needs correction done to wrong Account 0.00		0.00
Offset Adjustment	0.00	0.00	0.00		0.00	0.00
██████████		2,225,793.38		Outstanding Deposits 0.00		0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV from Lockbxs 0.00		0.00
				TRV-ECC 0.00		0.00
Offset Adjustment	0.00	0.00	0.00		0.00	0.00
	2,225,793.38	2,225,793.38	0.00			
██████████		0.00		Outstanding Deposits 0.00		0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV-Daily Wire 0.00		0.00
Offset Adjustment	0.00	0.00	0.00		0.00	0.00
	0.00	0.00	0.00			
██████████		2,952.67		NEED TRV FOR Correction-1/2005 0.00		0.00
██████████				NEED TRV FOR ACTIVITY-6/15 (94.00)		(94.00)
				NEED TRV FOR ACTIVITY- 9,395.99		9,395.99
				NEED TRV FOR ACTIVITY- 0.00		0.00
				NEED TRV FOR ACTIVITY- 0.00		0.00
				NEED TRV FOR ACTIVITY- 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
Offset Adjustment	0.00	0.00	0.00			
	12,254.66	2,952.67	9,301.99		0.00	9,301.99
██████████		(6,122,710.70)		Direct Deposit Receivable (old-FY09) (7,542.19)	(3,644.68)	(3,897.51)
██████████				Direct Deposit Receivable (FY10-FY15) (4,524.98)	(14,951.13)	10,426.15
██████████				Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) 2,744.61	(5,130.17)	7,874.78
██████████				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY12) 11,336.47	7.08	11,329.39
				Federal and State Tax Adjustments (25,840.27)		(25,840.27)
				Disbursement Adjustment (5,888.14)		(5,888.14)
				TRV Needed for Federal Tax Pymt 5,088,191.01		5,088,191.01
				Deferred Comp Adjustment 982.58		982.58

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				Cancelled Checks (old to FY09) 14,578.19		14,578.19
				Cancelled Checks (FY11/12/14) 4,814.70		4,814.70
				Stale Dated Checks(old-FY09) (1,228.63)		(1,228.63)
				Stale Dated Checks(FY10-FY15) 657.02		657.02
				Need JV Check Write (5,798.93)		(5,798.93)
				Need JV Blue Cross Blue Shield 6,254.13		6,254.13
				Misc Adjustments (15,465.39)		(15,465.39)
				Outstanding Checks 1,059,440.52	1,059,440.52	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(6,122,710.70)	6,122,710.70		1,035,721.62	5,086,989.08
		(10,369,684.43)		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-FY15) (169,275.56)	(2,496.96)	(166,778.60)
				Cancelled Checks (old to FY09) 217.09		217.09
				Cancelled Checks (FY15) 0.00		0.00
				Misc Disbursements (7,898.62)		(7,898.62)
				Forgery Credits (old to FY09) (19,205.60)		(19,205.60)
				Forgery Credits (FY10-FY15) (1,812.31)		(1,812.31)
				Stale Dated Checks(old to FY09) 72,769.82		72,769.82
				Stale Dated Checks(FY13-FY15) 251,623.70		251,623.70
				Need JV Monthly check write 0.00		0.00
				Misc Adjustments (406.96)		(406.96)
				Outstanding Checks 9,916,447.95	9,916,447.95	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(10,369,684.43)	10,369,684.43		9,900,440.30	469,244.13
		(613,749.83)		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) 2,217.48	(197.50)	2,414.98
				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-FY15) 209,799.23		209,799.23
				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-FY15) 15,553.00		15,553.00
				Outstanding Checks 224,515.29	224,515.29	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(613,749.83)	613,749.83		219,922.45	393,827.38
		0.00		Interest-Need Cash Receipt 0.00		0.00

Delaware State Treasury's  
Reconciliation to Accounting  
June 2015

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
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
██████████ ██████████ ██████████ ██████████		25,845.41		Interest-Need Cash Receipt 0.21 Need Cash Receipt 0.00 <i>Paperwork Variances with Other Bank Accounts</i> need TRV 0.00		0.21 0.00
Offset Adjustment		0.00	0.00			
	25,845.62	25,845.41	0.21		0.00	0.21
██████████ ██████████ ██████████ ██████████		776,154.44		Interest-Need Cash Receipt 6.38 <i>Paperwork Variances with Other Bank Accounts</i>		6.38 0.00
Offset Adjustment		0.00	(0.00)			
	776,160.82	776,154.44	6.38		0.00	6.38
██████████ ██████████ ██████████ ██████████		0.00		Interest-Need Cash Receipt 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
██████████ ██████████ ██████████ ██████████		284,203.87		Interest-Need Cash Receipt 2.34 <i>Paperwork Variances with Other Bank Accounts</i>		2.34 0.00
Offset Adjustment		0.00	(0.00)			
	284,206.21	284,203.87	2.34		0.00	2.34
██████████ ██████████ ██████████ ██████████		1,288.09		Interest-Need Cash Receipt 0.01 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV 0.00		0.01 0.00
Offset Adjustment		0.00	0.00			
	1,288.10	1,288.09	0.01		0.00	0.01
██████████ ██████████ ██████████ ██████████		153,223,069.14		Interest-Need Cash Receipt 1,300.48 <i>Paperwork Variances with Other Bank Accounts</i> Need Correction PW done to wrong acct 0.00		1,300.48 0.00
Offset Adjustment		0.00	(0.00)			
	153,224,369.62	153,223,069.14	1,300.48		0.00	1,300.48

Delaware State Treasury's  
 Reconciliation to Accounting  
 June 2015

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variance Bank to Ledger	Variance FSF/DFMS to Ledger
██████		639,034.84		Interest- Need Cash Receipt 8,681.14		8,681.14
██████				<i>Paperwork Variances with Other Bank Accounts</i>		
██████				Need Correction PW done to wrong acct 0.00		
Offset Adjustment		0.00	(0.00)			
	647,715.98	639,034.84	8,681.14		0.00	8,681.14
Grand Total	2,315,166,042.91	2,248,149,254.01	67,016,788.90	67,016,788.90	61,730,966.85	5,285,822.05

General Ledger 2,253,435,076.06

## Exhibit C

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

Proof of Cash Reconciliation

Quarter ended June 30, 2015

Balance per State Treasurer's books, March 31, 2015	\$ 1,756,896,613
Additions:	
Deposits to Cash Receipts Journal	2,799,844,005
Transportation Trust Fund Deposits	131,469,626
Receivables for Bank Errors	8,595
Receivables for CM Forgery Credits	593
Outstanding Cash Receipts	5,844,534
Division of Mental Retardation Transfer	528
Outstanding Checks Prior Month	<u>215,207,507</u>
Subtotal	<u>3,152,375,388</u>
Deductions:	
Deposits to Cash Receipts Journal Prior Month	8,149,889
Transfer for Principal and Interest Bonds	95,025,000
Transfer from Mellon for Direct Deposit for Payroll and Pensions	488,507,184
Transfer from Mellon to Mercantile for Pensions	58,228,094
Transfer from Mellon - Saul Ewing	1,045,068
Transfer from Mellon -TTF	3,847,574
Transfer from Mellon - DOE	6,063
Transfer from Mellon - PNC Providence Creek	106,627
Transfer from Mellon - Greenlawn	453,285
Transfer from Mellon - Street and Ellis	51,783
Transfer from Mellon - Def Comp	9,907,720
Transfer from Mellon -TSA Plan	5,749,827
Transfer from Mellon -DNREC-Tunnell & Raysor	415,223
Transfer from Mellon Medicaid	15,174,666
Transfer from Mellon Supercard	28,868,477
Transfer from Mellon SSI	291,044
Transfer from PNC for PNC Bank Fees SPO	244
Transfer from PNC for Bonds	11,858,865
Transfer for Fed Tx, FICA, & Medicare	152,363,743
Transfer for Child Support-Payroll Vendor	816,158
ACH Transfers	1,234,644,933
Transfer for Cleared ZBAs	338,337,537
Transfer for Outstanding ZBAs	<u>201,987,921</u>
Subtotal	<u>2,655,836,925</u>
Balance per State Treasurer's books, adjusted June 30, 2015	<u>\$ 2,253,435,076</u>