



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

Independent Accountants' Report on Applying Agreed-Upon Procedures

Quarters ended September 30, 2012 and December 31, 2012

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

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KPMG LLP
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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, 2012 and December 31, 2012. 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 completed the required quarterly reconciliation format of 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, 2012 and December 31, 2012. See below reconciliations.



FSF Balance Sheet Account to Daily Validity Report Reconciliation – Cash & Investments

Quarter ended September 30, 2012

Combined Cash Balance as of September 30, 2012 per DGL046 \$ 1,877,779,501

Less Encumbrances and Remaining Spending Authority per DGL060:

	<u>Encumbered</u>	<u>Remaining spending authority</u>	<u>Total</u>	
NSF-20 (Non-appropriated Special Funds) \$	101,499,595	912,755,003	<u>1,014,254,598</u>	
				Remaining balance left to satisfy other fund types 863,524,903
ASF HOLD-30 (Appropriated Special Funds)	90,167,989	335,240,996	<u>425,408,985</u>	
				Remaining balance left to satisfy other fund types 438,115,918
GF-03 (General Fund – prior year continuing)	33,456,455	186,186,799	219,643,254	
GF-04 (General Fund – prior year encumbrance balance)	11,482,944	460,391	<u>11,943,335</u>	
				Remaining balance left to satisfy other fund types 206,529,329
GF-01 (General Fund – regular appropriations)	298,317,364	2,377,526,328	2,675,843,692	
GF-02 (General Fund – supplemental appropriations)	1,756,266	74,173,208	<u>75,929,474</u>	
Cash & Investments at Office of the State Treasurer as of September 30, 2012 in excess (deficit) of all fund balances				\$ <u><u>(2,545,243,837)</u></u>



FSF Balance Sheet Account to Daily Validity Report Reconciliation – Cash & Investments

Quarter ended December 31, 2012

Combined Cash Balance as of December 31, 2012 per DGL046 \$ 1,811,318,493

Less Encumbrances and Remaining Spending Authority per DGL060:

	<u>Encumbered</u>	<u>Remaining spending authority</u>	<u>Total</u>	
NSF-20 (Non-appropriated Special Funds) \$	108,923,536	1,290,442,981	<u>1,399,366,517</u>	
				Remaining balance left to satisfy other fund types 411,951,976
ASF HOLD-30 (Appropriated Special Funds)	81,039,770	333,349,544	<u>414,389,314</u>	
				Remaining balance left to satisfy other fund types (2,437,338)
GF-03 (General Fund – prior year continuing)	22,147,525	137,012,050	159,159,575	
GF-04 (General Fund – prior year encumbrance balance)	7,224,370	1,525,662	<u>8,750,032</u>	
				Remaining balance left to satisfy other fund types (170,346,945)
GF-01 (General Fund – regular appropriations)	240,965,639	1,594,436,728	1,835,402,367	
GF-02 (General Fund – supplemental appropriations)	1,799,351	27,458,894	<u>29,258,245</u>	
Cash & Investments at Office of the State Treasurer as of December 31, 2012 in excess (deficit) of all fund balances				\$ <u><u>(2,035,007,557)</u></u>

3. We determined the bank account balances held by the State Treasurer are not sufficient to support the use of the funds types as listed at step #2.
4. Obtained the Office of the State Treasurer reconciliation of bank balances to FSF as of September 30, 2012 and December 31, 2012.
5. Obtained the Office of the State Treasurer reconciliation of bank balances to FSF as of September 30, 2012 and December 31, 2012. 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 \$3,438,000, 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 \$3,438,000 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 \$3,438,000 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 exceptions were 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 September 30, 2012 and December 31, 2012 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. Selected all transfers between accounts in excess of \$3,438,000 during the quarters ended September 30, 2012 and December 31, 2012 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 selected above 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, 2012	7/5/2012	\$	6,000,000
	8/28/2012		8,600,000
	8/31/2012		4,997,631
	9/17/2012		6,610,142
	9/28/2012		12,500,000



	<u>Wire date</u>	<u>Amount</u>
Quarter ended December 31, 2012	10/15/2012	\$ 27,400,000
	10/29/2012	7,922,804
	11/7/2012	14,400,000
	12/20/2012	36,496,596
	12/21/2012	12,415,293

14. Obtained the Office of the State Treasurer’s General Account Reconciliation as of September 30, 2012 and December 31, 2012, summarized each quarter’s reconciliations into the form of Exhibit A 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 Exhibit B and to the quarter-end reconciliations. There was an immaterial variance of \$30 between the ledger balance in the reconciliation and per FSF reports (DGL060). No other exceptions 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 B 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., Section 10002(d), this report is a 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

September 5, 2013

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

General Account Cash Reconciliation

September 30, 2012

Balance per Citizens Bank	\$ 2,394,821
Balance per Mellon Bank	105,490,507
	<u>107,885,328</u>
Bank balance at September 30, 2012	
Additions:	
Investments managed by Morgan Bank, account number 830752	243,313,909
Investments managed by Wilmington Trust, account number 830754	283,003,138
Investments managed by Wachovia Bank, account number 830751	246,268,089
Receivables from various sources	125,848
Deposits in transit	(163,525)
Balance at Bank of New York Mellon, account number 353608 and 830753	141,114,803
Fidelity Government Obligation Bonds 2011A	42,124,425
Balance at Wilmington Trust, DELGIP, account number 830755	2,931
Wilmington Trust Land and Water Conservation Trust Fund #1 account number 830758	76,778,814
Balance at Bank of America, Division of Corp. State Lockbox, account number 2001800374	944,222
Balance at Wilmington Trust, Morgan Greenfield Intermediate, account number 830759	794,750,956
Balance at Bank of America, Labor Lockbox	266,191
Balance at Bank of America, Credit Cards, account number 00446706-4630	5,102,504
Balance at PNC Bank, Concentration, account number 516000279	202,450
Balance at PNC Bank, DMR Special Services, account number 56-94003988	388,299
US Bank – Bonds #107954000	388,299
	<u>1,834,223,054</u>
Subtotal	
Deductions:	
Outstanding zero-balance accounts (ZBAs) – outstanding checks	58,238,986
Payable for bank errors	2,195
Payable to Mellon 07/98	10,069
Payable to PNC Bank miscellaneous adjustments	48,480
	<u>58,299,730</u>
	<u>58,299,730</u>
Balance per State Treasurer's books, adjusted (Appendix A-1), September 30, 2012	\$ 1,883,808,652

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

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
11000 ████████		2,015,561.99		Outstanding Deposits-FY 2013 384,888.52 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) <u>Paperwork Variances with Other Bank Accounts</u> NEED TRV 0.00		
Offset Adjustment		0.00	0.00			
	2,394,821.25	2,015,561.99	379,259.26		155,247.43	224,011.83
11001 ████████ ████████		348,343.41		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) (2,633.21) Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY12) 7,380.41 Direct Deposit Receivable (old-FY09) 40,120.04 Direct Deposit Receivable (FY10-13) 73,521.94 Cancelled Checks(old-FY09) 152,922.88 Cancelled Checks(FY10-FY11) 825.60 Stale Dated Checks(old-FY09) (51,880.37) Stale Dated Checks(FY13) 4,279.61 Need JV-Handwritten checks(8/11-9/11,1/12,3/12) (1,682.01) 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) (78,665.44) Pay Cycle Adjustments(PHRST)(FY13) (41,069.81) Group Life/Dental 7,813.40 PHRST unidentified variance (FY02-FY10) 334,994.90		

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				PHRST unidentified varainace (FY11)	25,963.29		25,963.29
				Vendor Refund Variances	73,634.54		73,634.54
				Tax Adjustments	246,452.56		246,452.56
				Personal Reimbursements	70,100.38		70,100.38
				Personal Reimbursements(Need JV-FY13)	1,250.00		1,250.00
				Misc Variances	(29,986.59)		(29,986.59)
				Outstanding Checks	290,461.42	290,461.42	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	(0.00)				
	0.00	348,343.41	(348,343.41)			271,372.52	(619,715.93)
11002		109,228.33					
E				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 JBM Lockbox	0.00		
				ECC: Need TRV	0.00		
Offset Adjustment		0.00	0.00				
	109,228.33	109,228.33	0.00			0.00	0.00
11002		266,190.76					
E				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				
	266,190.76	266,190.76	0.00			0.00	0.00
11002		0.00					
E				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

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
11005 ██████████		11,606,312.20		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	10,999.62	48,705.07	(37,705.45)
				Outstanding Deposits -DNREC	40,003.70		40,003.70
				Credit Card Fees (old-FY10)	(6,926.11)	(6,926.11)	
				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	(405.44)		(405.44)
				JV Needed for Child Support	0.00	0.00	0.00
				Need TRV-Bonds	(6,502,346.89)		(6,502,346.89)
				Tax Pmt PW done Feb -Paid Mar	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				
	5,102,504.32	11,606,312.20	(6,503,807.88)			41,759.26	(6,545,567.14)
11006 ██████████ ██████████ ██████████		(47,760,610.46)		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-FY13)	1,420.85	1,997.85	(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	(8,647.72)		(8,647.72)
				Stale Dated Checks(old-FY09)	10,167.31		10,167.31
				Stale Dated Checks(FY10-FY13)	49,282.17		49,282.17
				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	47,625,506.33	47,625,506.33	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

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	(47,760,610.46)	47,760,610.46		47,586,745.02	173,865.44
11007 ██████████		(3,455,861.42)		ACH Pmt processed August paid September 3,475,161.96	3,475,161.96	
				ACH Returns -FY11 (48,448.22)		(48,448.22)
				ACH Returns -FY12 (1,002.73)		(1,002.73)
				ACH Returns -FY13 16,745.85		16,745.85
				Reversal Vouchers-FY11 13,404.56		13,404.56
				Wire Service Fees 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	(3,455,861.42)	3,455,861.42		3,475,161.96	(19,300.54)
11010 ██████████		107,434,299.98		Outstanding Deposits-FY 2011 (621.35)		(621.35)
				Outstanding Deposits-FY 2013 999,118.68		999,118.68
				TRV-Bond Pmt- 0.00		0.00
				Need Manual Pmt- 0.00		0.00
				Wire sent 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-Daily Wire- 0.00		
				Need TRV to move money from ECC to Mellon (2,942,290.29)		
Offset Adjustment		(2,942,290.29)	0.00			
	105,490,507.02	104,492,009.69	998,497.33		0.00	998,497.33
11011 ██████████		(9,217,152.60)		Outstanding Deposits-FY13 6,283,119.37		6,283,119.37
				Outstanding Deposits-FY12 (8,257.06)		(8,257.06)
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV to move money from ECC to Mellon 2,942,290.29		
				Need TRV- Corp LxBx 0.00		
				Need TRV-Labor LxBx 0.00		
Offset Adjustment		2,942,290.29	0.00			
	0.00	(6,274,862.31)	6,274,862.31		0.00	6,274,862.31
11012 ██████████		0.00		Interest 0.00		0.00
						0.00

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

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	0.00	
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11012		86,278,979.80		Interest	18,580.72	18,580.72
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			
	86,297,560.52	86,278,979.80	18,580.72		0.00	18,580.72
11012		44,195,670.28		Interest	188,238.97	188,238.97
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				TRV-Budget Reserve Transfer	0.00	
Offset Adjustment		0.00	0.00			
	44,383,909.25	44,195,670.28	188,238.97		0.00	188,238.97
11012		198,930,000.00			0.00	0.00
	↓ 243,313,909.25 ↑			<i>Paperwork Variances with Other Bank Accounts</i>		
				TRV-Budget Reserve Transfer	0.00	
Offset Adjustment		0.00	0.00			
	198,930,000.00	198,930,000.00	0.00		0.00	0.00
11012		246,151,273.65		Interest	116,815.80	116,815.80
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			
	246,268,089.45	246,151,273.65	116,815.80		0.00	116,815.80
11012		54,727,624.21		Interest	89,617.67	89,617.67
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variance Bank to Ledger	Variance FSF/DFMS to Ledger
Offset Adjustment		0.00	(0.00)			
	54,817,241.88	54,727,624.21	89,617.67		0.00	89,617.67
11012 ████████		282,234,298.94		Interest 768,838.82		768,838.82
				0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Need TRV- 0.00		
Offset Adjustment		0.00	0.00			
	283,003,137.76	282,234,298.94	768,838.82		0.00	768,838.82
11012 ████████		76,407,123.10		Interest 371,691.25		371,691.25
				0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
Offset Adjustment		0.00	0.00			
	76,778,814.35	76,407,123.10	371,691.25		0.00	371,691.25
11012 ████████		793,245,111.57		Interest 1,505,844.50		1,505,844.50
				0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
Offset Adjustment		0.00	0.00			
	794,750,956.07	793,245,111.57	1,505,844.50		0.00	1,505,844.50
11012 ████████		2,930.61		Interest 0.00		0.00
				0.00		0.00
				Bond TRV 0.00		0.00
				0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
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		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
11017 ████████		834,993.81		Outstanding Deposits 0.00		0.00
				0.00		0.00

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variences Bank to Ledger	Variences FSF/DFMS to Ledger
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				Need TRV from JBM Lockbox	0.00	
Offset Adjustment		0.00	0.00			
	834,993.81	834,993.81	0.00		0.00	0.00
11023		0.00		Outstanding Deposits	0.00	0.00
						0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				Need TRV-Daily Wire 5/14,5/31	0.00	
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11023		2,228.99			0.00	0.00
				NEED TRV FOR Correction-1/2005	(94.00)	(94.00)
				NEED TRV FOR ACTIVITY-June 12	237,389.90	237,389.90
				NEED TRV FOR ACTIVITY- July 12	(235,266.32)	(235,266.32)
				NEED TRV FOR ACTIVITY-August 12	763,423.76	763,423.76
				NEED TRV FOR ACTIVITY- September 2012	(565,232.47)	(565,232.47)
				NEED TRV FOR ACTIVITY-	0.00	0.00
						0.00
						0.00
						0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
Offset Adjustment		0.00	0.00			
	202,449.86	2,228.99	200,220.87		0.00	200,220.87
11023		(5,427,691.71)		Direct Deposit Receivable (old-FY09)	(7,542.19)	(3,897.51)
				Direct Deposit Receivable (FY10-FY13)	36,339.98	48,524.10
				Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	2,744.61	7,874.78
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY12)	11,336.47	11,336.47
				Federal and State Tax Adjustments	(29,270.70)	(29,270.70)
				Disbursement Adjustment	(5,888.14)	(5,888.14)
				TRV Needed for Federal Tax Pymt	4,459,592.45	4,459,592.45
				Deferred Comp Adjustment	982.58	982.58
				Cancelled Checks (old to FY09)	14,578.19	14,578.19
				Cancelled Checks (FY11/12)	(5,842.56)	(5,842.56)
				Stale Dated Checks(old-FY09)	(1,228.63)	(1,228.63)

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				Stale Dated Checks(FY10-FY13)	6,095.13		6,095.13
				Need JV Check Write	(198.93)		(198.93)
				Need JV Blue Cross Blue Shield	6,254.13		6,254.13
				Misc Adjustments	(22,966.02)		(22,966.02)
				Outstanding Checks	962,705.34	962,705.34	
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(5,427,691.71)	5,427,691.71			941,746.37	4,485,945.34
11023		(6,278,343.48)		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-FY13)	(108,026.14)	(1,689.94)	(106,336.20)
				Cancelled Checks (old to FY09)	217.09		217.09
				Cancelled Checks (FY11-FY13)	167,466.72		167,466.72
				Misc Disbursements	(7,898.62)		(7,898.62)
				Forgery Credits (old to FY09)	(19,205.60)		(19,205.60)
				Forgery Credits (FY10-FY12)	(1,474.63)		(1,474.63)
				Stale Dated Checks(old to FY09)	72,769.82		72,769.82
				Stale Dated Checks(FY10-FY13)	125,585.71		125,585.71
				Need JV Monthly check write	0.00		0.00
				Misc Adjustments	(406.96)		(406.96)
				Outstanding Checks	5,722,091.17	5,722,091.17	
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(6,278,343.48)	6,278,343.48			5,706,890.54	571,452.94
11023		2,616,665.19		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-FY13)	2,503.98	(181.00)	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-FY13)	333,432.00		333,432.00
				Need JV-Monthly Check Write	(3,286,946.00)		(3,286,946.00)
				Need JV-Stimulus Check Write	0.00		0.00
				Forgery Credits (old to FY09)	(136.00)		(136.00)
				Forgery Credits (FY10-FY13)	9,620.00		9,620.00
				Otstanding Checks	163,060.00	163,060.00	

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

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>		
				Checks Cleared Monthly Journal Entry	0.00	
Offset Adjustment		0.00	0.00			
	0.00	2,616,665.19	(2,616,665.19)		158,483.66	(2,775,148.85)
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 ██████████		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 ██████████		775,941.08		Interest-Need Cash Receipt	6.38	6.38
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	(0.00)			
	775,947.46	775,941.08	6.38		0.00	6.38
11024 ██████████		41,348,084.01		Interest-Need Cash Receipt	393.64	393.64
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	(0.00)			
	41,348,477.65	41,348,084.01	393.64		0.00	393.64
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 ██████████		0.00		Interest-Need Cash Receipt	0.00	0.00
						0.00

Delaware State Treasury's
Appendix A-1: Reconciliation to Accounting
September 2012

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>		
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
██████████				<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
11025		388,298.80		Interest- Need Cash Receipt	0.00	0.00
██████████				<i>Paperwork Variances with Other Bank Accounts</i>		
Offset Adjustment		0.00	0.00			
	388,298.80	388,298.80	0.00		0.00	0.00
Grand Total	2,185,459,968.40	1,877,779,501.04	307,680,467.36		64,366,558.11	58,337,406.76
						1,883,808,652.39
						0.00

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

General Account Cash Reconciliation

December 31, 2012

Balance per Citizens Bank	\$ 3,844,487
Balance per Mellon Bank	21,824,570
	<u>25,669,057</u>
Bank balance at December 31, 2012	
Additions:	
Investments managed by Morgan Bank, account number 830752	258,059,144
Investments managed by Wilmington Trust, account number 830754	232,515,514
Investments managed by Wachovia Bank, account number 830751	235,134,721
Receivables from various sources	128,010
Deposits in transit	(163,525)
Balance at Bank of New York Mellon, account number 353608 and 830753	151,396,911
Fidelity Government Obligation Bonds 2011A	775,967
Balance at Wilmington Trust, DELGIP, account number 830755	2,931
Wilmington Trust Land and Water Conservation Trust Fund #1 account number 830758	76,989,895
Balance at Bank of America, Division of Corp. State Lockbox, account number 2001800374	488,912
Balance at Wilmington Trust, Morgan Greenfield Intermediate, account number 830759	902,699,956
Balance at Bank of America, Labor Lockbox	531
Balance at Bank of America, Credit Cards, account number 00446706-4630	—
Balance at PNC Bank, Concentration, account number 516000279	5,277,546
Balance at PNC Bank, DMR Special Services, account number 56-94003988	438,319
US Bank – Bonds #107954000	466,117
	<u>1,864,210,949</u>
Deductions:	
Outstanding zero-balance accounts (ZBAs) – outstanding checks	56,274,297
Payable for bank errors	10,239
Payable to Mellon 07/98	10,069
Payable to PNC Bank miscellaneous adjustments	48,480
	<u>56,343,085</u>
Subtotal	
Balance per State Treasurer's books, adjusted (Appendix A-2), December 31, 2012	<u><u>\$ 1,833,536,921</u></u>

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

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variences Bank to Ledger	Variences FSF/DFMS to Ledger	
11000 ██████		81,300.40		Outstanding Deposits-FY 2013 Bank Error CWA Outstanding Deposits (prior FY10) Over/Short (FY2010) Deposits in Transit (old to FY2009) CRs done to wrong bank code (old to FY2009) MW/JV needed (prior FY2010) Need JV's Open Receivables (old to FY 2009)	3,768,815.82 0.00 0.00 (11.09) 79.84 86,395.29 (39,017.79) (35,156.98) (2,111.30) (15,807.23)	 0.00 0.00 79.84 170,974.82 (15,807.23)	3,768,815.82 (11.09) (84,579.53) (39,017.79) (35,156.98) (2,111.30)
				<u>Paperwork Variances with Other Bank Accounts</u> NEED TRV	0.00		
Offset Adjustment		0.00	0.00				
	3,844,486.96	81,300.40	3,763,186.56		155,247.43	3,607,939.13	
11001 ██████		118,545.14		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09) Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY12) Direct Deposit Receivable (old-FY09) Direct Deposit Receivable (FY10-13) Cancelled Checks(old-FY09) Cancelled Checks(FY10-FY11) Stale Dated Checks(old-FY09) Stale Dated Checks(FY13) Need JV-Handwritten checks(8/11-9/11,1/12,3/12) Pay Cycle Adjustments(old to FY01) Pay Cycle Adjustments(PHRST)(FY02) Pay Cycle Adjustments(PHRST)(FY03) Pay Cycle Adjustments(PHRST)(FY04) Pay Cycle Adjustments(PHRST)(FY05) Pay Cycle Adjustments(PHRST)(FY06) Pay Cycle Adjustments(PHRST)(FY07) Pay Cycle Adjustments(PHRST)(FY08) Pay Cycle Adjustments(PHRST)(FY09) Pay Cycle Adjustments(PHRST)(FY10) Pay Cycle Adjustments(PHRST)(FY11) Pay Cycle Adjustments(PHRST)(FY12) Pay Cycle Adjustments(PHRST)(FY13) Group Life/Dental PHRST unidentified variance (FY02-FY10) PHRST unidentified varainace (FY11) Vendor Refund Variances Tax Adjustments Personal Reimbursements Personal Reimbursements(Need JV-FY13) Misc Variances Outstanding Checks	(2,633.21) (51.04) 40,120.04 108,103.88 152,922.88 825.60 (51,880.37) 5,115.49 (1,682.01) (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) (78,665.44) (1,112.53) 7,813.40 334,994.90 25,963.29 73,821.98 246,452.56 70,100.38 (244.00) (29,986.59) 453,622.60	6,539.89 30.00 (9,167.08) (7,038.71) 825.60 5,115.49 (1,682.01) (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) (78,665.44) (1,112.53) 7,813.40 334,994.90 25,963.29 73,821.98 246,452.56 70,100.38 (244.00) (29,986.59) 453,622.60	(9,173.10) (81.04) 49,287.12 115,142.59 152,922.88 825.60 (51,880.37) 5,115.49 (1,682.01) (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) (78,665.44) (1,112.53) 7,813.40 334,994.90 25,963.29 73,821.98 246,452.56 70,100.38 (244.00) (29,986.59)

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variations Bank to Ledger	Variations FSF/DFMS to Ledger
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry	0.00	
Offset Adjustment		0.00	(0.00)			
	0.00	118,545.14	(118,545.14)		443,986.70	(562,531.84)
11002		60,492.09				
				Transits	0.00	
				Interest- Need CR	0.00	0.00
				Outstanding Deposits	0.00	0.00
				Bank Error	0.00	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV from JBM Lockbox	0.00	
				ECC: Need TRV	0.00	
Offset Adjustment		0.00	0.00			
	60,492.09	60,492.09	0.00		0.00	0.00
11002		531.00				
				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			
	531.00	531.00	0.00		0.00	0.00
11002		(3.91)				
				Outstanding Deposits	3.91	3.91
					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	(3.91)	3.91		0.00	3.91
11005		5,147,297.02				
				Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	10,999.62	48,705.07
				Outstanding Deposits -DNREC	171,998.54	
				Credit Card Fees (old-FY10)	(6,926.11)	(6,926.11)
				Over/Shorts (FY10)	(20.00)	(20.00)
				Vendor ACH PMT- Returned- Need CR	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	(690.16)	(690.16)
				JV Needed for Child Support	0.00	0.00
				Need TRV-Bonds	(0.01)	(0.01)
				Tax Pmt PW done Feb -Paid Mar	0.00	0.00
				Misc Adjustment	1.01	0.00
				MW Done Early	(46,192.67)	(46,192.67)

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

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
				<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			
	5,277,546.14	5,147,297.02	130,249.12		41,759.26	88,489.86
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		(37,317,897.13)		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	(55,178.09)	(14,418.93)
				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY13)	5,904.99	(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	(815.27)	(815.27)
				Stale Dated Checks(old-FY09)	10,167.31	10,167.31
				Stale Dated Checks(FY10-FY13)	517,726.39	517,726.39
				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	36,702,032.19	36,702,032.19
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry	0.00	
Offset Adjustment		0.00	0.00			
	0.00	(37,317,897.13)	37,317,897.13		36,667,755.02	650,142.11
11007		(15,170,260.12)		ACH Pmt processed November paid December	15,197,337.71	15,197,337.71
				ACH Returns -FY11	(48,448.22)	(48,448.22)
				ACH Returns -FY12	(1,002.73)	(1,002.73)
				ACH Returns -FY13	9,028.80	9,028.80
				Reversal Vouchers-FY11	13,404.56	13,404.56
				Wire Service Fees	(60.00)	(60.00)
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry	0.00	
Offset Adjustment		0.00	(0.00)			
	0.00	(15,170,260.12)	15,170,260.12		15,197,337.71	(27,077.59)

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
11010 ██████		10,613,136.22		Outstanding Deposits-FY 2011 (621.35) Outstanding Deposits-FY 2013 11,212,054.88 TRV-Bond Pmt- 0.00 Need Manual Pmt- 0.00 PW done twice- 0.00 Need Manual Pmt 0.00 Need TRV from WTC-Bonds 0.00 TRV Correction-TTF 0.00 <u>Paperwork Variances with Other Bank Accounts</u> Need TRV-Daily Wire- 0.00 Need TRV to move money from ECC to Mellon 0.00		(621.35) 11,212,054.88 0.00 0.00 0.00 0.00 0.00 0.00
Offset Adjustment		0.00	0.00			
	21,824,569.75	10,613,136.22	11,211,433.53		0.00	11,211,433.53
11011 ██████		(4,051,471.97)		Outstanding Deposits-FY13 4,059,729.03 Outstanding Deposits-FY12 (8,257.06) <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		4,059,729.03 (8,257.06)
Offset Adjustment		0.00	0.00			
	0.00	(4,051,471.97)	4,051,471.97		0.00	4,051,471.97
11012 ██████		0.00		Interest 0.00 <u>Paperwork Variances with Other Bank Accounts</u> TRV 0.00		0.00 0.00
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11012 ██████		96,321,013.11		Interest 37,547.29 <u>Paperwork Variances with Other Bank Accounts</u>		37,547.29 0.00
Offset Adjustment		0.00	(0.00)			
	96,358,560.40	96,321,013.11	37,547.29		0.00	37,547.29
11012 ██████		59,067,357.09		Interest 61,786.85 <u>Paperwork Variances with Other Bank Accounts</u> TRV-Correction 0.00		61,786.85 0.00
Offset Adjustment		0.00	0.00			
	59,129,143.94	59,067,357.09	61,786.85		0.00	61,786.85

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variance Bank to Ledger	Variance FSF/DFMS to Ledger
11012 ██████████	↓ 258,059,143.94 ↑	198,930,000.00		0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV-Budget Reserve Transfer	0.00	
Offset Adjustment		0.00	0.00			
	198,930,000.00	198,930,000.00	0.00		0.00	0.00
11012 ██████████		235,098,999.59		Interest 35,721.37		35,721.37
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				TRV-Correction	0.00	
Offset Adjustment		0.00	(0.00)			
	235,134,720.96	235,098,999.59	35,721.37		0.00	35,721.37
11012 ██████████		54,972,599.19		Interest 65,752.60		65,752.60
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
Offset Adjustment		0.00	(0.00)			
	55,038,351.79	54,972,599.19	65,752.60		0.00	65,752.60
11012 ██████████		232,903,027.05		Interest (387,513.49)		(387,513.49)
				<u>Paperwork Variances with Other Bank Accounts</u>	0.00	0.00
				Need TRV-Correction	0.00	
Offset Adjustment		0.00	0.00			
	232,515,513.56	232,903,027.05	(387,513.49)		0.00	(387,513.49)
11012 ██████████		76,778,814.35		Interest 211,080.34		211,080.34
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
Offset Adjustment		0.00	(0.00)			
	76,989,894.69	76,778,814.35	211,080.34		0.00	211,080.34
11012 ██████████		901,074,393.52		Interest 1,625,562.42		1,625,562.42
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
Offset Adjustment		0.00	(0.00)			
	902,699,955.94	901,074,393.52	1,625,562.42		0.00	1,625,562.42
11012 ██████████		2,930.61		Interest 0.00		0.00
				Bond TRV 0.00	0.00	0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
Offset Adjustment		0.00	0.00			
	2,930.61	2,930.61	0.00		0.00	0.00

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variences Bank to Ledger	Variences FSF/DFMS to Ledger
11012 [REDACTED]		0.00		Daily TRV needs correction done to wrong Account 0.00		0.00 0.00 0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
Offset Adjustment	0.00	0.00	0.00		0.00	0.00
11017 [REDACTED]		428,419.86		Outstanding Deposits 0.00		0.00 0.00 0.00
				<u>Paperwork Variances with Other Bank Accounts</u> Need TRV from ECC 0.00		
Offset Adjustment		0.00	0.00			
	428,419.86	428,419.86	0.00		0.00	0.00
11023 [REDACTED]		0.00		Outstanding Deposits 0.00		0.00 0.00 0.00
				<u>Paperwork Variances with Other Bank Accounts</u> Need TRV-Daily Wire 5/14,5/31 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
11023 [REDACTED]		2,228.99		0.00 NEED TRV FOR Correction-1/2005 (94.00) NEED TRV FOR ACTIVITY-June 12 237,389.90 NEED TRV FOR ACTIVITY- July 12 (235,266.32) NEED TRV FOR ACTIVITY-August 12 763,423.76 NEED TRV FOR ACTIVITY- September 2012 (565,232.47) NEED TRV FOR ACTIVITY-October 2012 7,204.67 NEED TRV FOR ACTIVITY-Nov 2012 38,862.61 NEED TRV FOR ACTIVITY-Dec 2012 189,801.80 0.00		0.00 (94.00) 237,389.90 (235,266.32) 763,423.76 (565,232.47) 7,204.67 38,862.61 189,801.80 0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
Offset Adjustment		0.00	0.00			
	438,318.94	2,228.99	436,089.95		0.00	436,089.95
11023 [REDACTED]		(252,195.68)		Direct Deposit Receivable (old-FY09) (7,542.19) Direct Deposit Receivable (FY10-FY13) 47,540.82 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 (27,976.24) Disbursement Adjustment (5,888.14) TRV Needed for Federal Tax Pymt 0.00 Deferred Comp Adjustment 982.58 Cancelled Checks (old to FY09) 14,578.19 Cancelled Checks (FY11/12) (5,842.56)	(3,644.68) (19,680.31) (5,130.17) 0.00	(3,897.51) 67,221.13 7,874.78 11,336.47 (27,976.24) (5,888.14) 0.00 982.58 14,578.19 (5,842.56)

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variances Bank to Ledger	Variances FSF/DFMS to Ledger
				Stale Dated Checks(old-FY09)	(1,228.63)		(1,228.63)
				Stale Dated Checks(FY10-FY13)	19,288.93		19,288.93
				Need JV Check Write	(198.93)		(198.93)
				Need JV Blue Cross Blue Shield	6,254.13		6,254.13
				Misc Adjustments	(23,066.02)		(23,066.02)
				Outstanding Checks	221,212.66	221,212.66	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(252,195.68)	252,195.68			192,757.50	59,438.18
11023		(3,996,125.49)		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-FY13)	(253,920.52)	(2,218.96)	(251,701.56)
				Cancelled Checks (old to FY09)	217.09		217.09
				Cancelled Checks (FY11-FY13)	60,723.15		60,723.15
				Misc Disbursements	(7,898.62)		(7,898.62)
				Forgery Credits (old to FY09)	(19,205.60)		(19,205.60)
				Forgery Credits (FY10-FY12)	(1,474.63)		(1,474.63)
				Stale Dated Checks(old to FY09)	72,769.82		72,769.82
				Stale Dated Checks(FY10-FY13)	284,010.05		284,010.05
				Need JV Monthly check write	0.00		0.00
				Misc Adjustments	(406.96)		(406.96)
				Outstanding Checks	3,534,086.79	3,534,086.79	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(3,996,125.49)	3,996,125.49			3,518,357.14	477,768.35
11023		(731,414.81)		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-FY13)	2,503.98	(181.00)	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-FY13)	391,129.00		391,129.00
				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-FY13)	10,112.00		10,112.00
				Otstanding Checks	166,005.00	166,005.00	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(731,414.81)	731,414.81			161,428.66	569,986.15

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variences Bank to Ledger	Variences FSF/DFMS to Ledger
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 ████████		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 ████████		775,960.54		Interest-Need Cash Receipt 6.59		6.59
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			
	775,967.13	775,960.54	6.59		0.00	6.59
11024 ████████		(27.85)		Interest-Need Cash Receipt 27.85		27.85
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
Offset Adjustment		0.00	0.00			
	0.00	(27.85)	27.85		0.00	27.85
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 ████████		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

Delaware State Treasury's
Appendix A-2: Reconciliation to Accounting
December 2012

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variance Bank to Ledger	Variance FSF/DFMS to Ledger
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
11025 ██████████ ██████████		460,843.80		Interest- Need Cash Receipt 5,273.09		5,273.09
				<i>Paperwork Variances with Other Bank Accounts</i>		
Offset Adjustment		0.00	(0.00)			
	466,116.89	460,843.80	5,273.09		0.00	5,273.09
Grand Total	2,147,974,664.59	1,811,318,492.61	336,656,171.98	78,597,028.04	56,378,629.42	22,218,398.62
					General Ledger	<u>1,833,536,891.23</u>
					Variance	0.00

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

Proof of Cash Reconciliation
Quarter ended September 30, 2012

Balance per State Treasurer's books, July 1, 2012	\$ 2,241,517,603
Additions:	
Deposits to cash receipts journal	1,496,645,463
Transportation trust fund deposits	108,366,026
Receivables for bank errors	3,270
Receivables for CM Forgery Credits	9,963
Outstanding cash receipts	14,304,175
Division of Mental Retardation transfer	(37,075)
Outstanding checks – prior months	<u>178,915,067</u>
Subtotal	<u>1,798,206,889</u>
Deductions:	
Deposits to cash receipts journal – prior months	4,910,737
Transfer for principal and interest on bonds	74,894,925
Transfer from Mellon Bank for payroll and pension direct deposit	409,582,475
Transfer from Mellon Bank to Mercantile Bank for pensions	53,643,123
Transfer from Mellon – Child Support	—
Transfer from Mellon – Aetna Healthcare	7,008,575
Transfer from Mellon – TTF	14,029,105
Transfer from Mellon – ITEK Solutions	490,341
Transfer from Mellon – College Prep Academy	93,504
Transfer from Mellon – Kent Cty land Acquisitions-DNREC	1,011,249
Transfer from Mellon – China-DOS/DTCC	40,200
Transfer from Mellon – Saul Ewing	3,265
Transfer from Mellon – Tunnell & Raysor	921,810
Transfer from Mellon – Def Comp	9,263,370
Transfer from Mellon -TSA Plan	5,117,452
Transfer from Mellon – Dept of Labor	2,254,512
Transfer from Mellon – WIC	700,000
Transfer from Mellon -IFTA	30
Transfer from Mellon -US Bank-DEDO	240,000
Transfer from Mellon – Blue Cross Blue Shield	7,360,821
Transfer from Mellon Medicaid	110,633,513
Transfer from Mellon – DHSS vendor pmts	10,502
Transfer from Mellon Supercard	22,913,332
Transfer from Mellon SSI	228,047
Transfer from PNC for PNC BankFees SPO	244
Transfer from PNC for Bonds	31,586,148
Transfer for Fed Tx, FICA, & Medicare	135,175,542
Transfer for Child Support-Payroll Vendor	782,599
ACH transfers	793,647,767
Transfer for cleared ZBAs	275,650,586
Transfer for outstanding ZBAs	<u>193,722,066</u>
Subtotal	<u>2,155,915,840</u>
Balance per State Treasurer's books, adjusted, September 30, 2012	<u>\$ 1,883,808,652</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, 2012

Balance per State Treasurer’s books, October 1, 2012	\$ 1,883,808,652
Additions:	
Deposits to cash receipts journal	1,939,980,080
Transportation trust fund deposits	106,803,177
Receivables for bank errors	(3,646)
Receivables for CM Forgery Credits	2,701
Outstanding cash receipts	15,555,625
Division of Mental Retardation transfer	235,869
Outstanding checks – prior months	174,559,368
Subtotal	<u>2,237,133,174</u>
Deductions:	
Deposits to cash receipts journal – prior months	5,454,936
Transfer for principal and interest on bonds	25,415,000
Transfer from Mellon Bank for payroll and pension direct deposit	469,279,296
Transfer from Mellon Bank to Mercantile Bank for pensions	73,228,450
Transfer from Mellon – Aetna Healthcare	1,427,457
Transfer from Mellon – TTF	3,179,960
Transfer from Mellon -OMB	5,898,667
Transfer from Mellon – Wilmington Trust-Providence Creek	97,421
Transfer from Mellon – College Prep Academy	88,594
Transfer from Mellon –DNREC	2,580,264
Transfer from Mellon – China-DOS/DTCC	51,715
Transfer from Mellon – Tunnell & Raysor	929,906
Transfer from Mellon – Def Comp	8,664,293
Transfer from Mellon -TSA Plan	5,186,687
Transfer from Mellon -US Bank-DEDO	250,000
Transfer from Mellon Medicaid	129,904,299
Transfer from Mellon Supercard	19,852,344
Transfer from Mellon SSI	225,000
Transfer from PNC for PNC BankFees SPO	285
Transfer from PNC for Bonds	14,213,965
Transfer for Fed Tx, FICA, & Medicare	140,372,315
Transfer for Child Support-Payroll Vendor	926,168
ACH transfers	885,622,113
Transfer for cleared ZBAs	321,961,091
Transfer for outstanding ZBAs	172,594,679
Subtotal	<u>2,287,404,905</u>
Balance per State Treasurer’s books, adjusted December 31, 2012	<u><u>\$ 1,833,536,921</u></u>

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