

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

AGREED-UPON PROCEDURES

QUARTER ENDED SEPTEMBER 30, 2017

STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS

QUARTER ENDED SEPTEMBER 30, 2017

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Independent Accountants' Report on Applying Agreed-Upon Procedures

Mr. R. Thomas Wagner, Jr., CFE, CGFM, CICA
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 the evaluation of the bank reconciliations of the Office of the State Treasurer as of September 30, 2017. 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 conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States. 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, 11017, 11023, 11024, 11025, and 11029 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

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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 September 30, 2017 as detailed below.

FSF Balance Sheet Account to Daily Validity Report Reconciliation - Cash and Investments
September 30, 2017

Combined Cash Balance as of September 30, 2017 per DGL046 \$1,645,081,878

Less Encumbrances and Remaining Spending Authority per DGL060:

	Encumbered	Remaining Spending Authority	Total	
NSF-20 (Nonappropriated Special Funds)	\$ 82,453,401	\$ 995,323,696	\$ 1,077,777,097	
Remaining balance left to satisfy other fund types				567,304,781
ASF HOLD-30 (Appropriated Special Funds)	102,876,159	323,469,275	426,345,434	
Remaining balance left to satisfy other fund types				140,959,347
GF-03 (General Fund - prior year continuing)	31,030,594	66,795,269	97,825,863	
GF-04 (General Fund - prior year encumbrance balance)	10,581,380	1,313,659	11,895,039	
Remaining balance left to satisfy other fund types				31,238,445
GF-01 (General Fund - regular appropriations)	357,663,114	2,648,224,646	3,005,887,760	
GF-02 (General Fund - supplemental appropriations)	354,032	22,111,857	22,465,889	
Cash and Investments at the Office of the State Treasurer as of September 30, 2017 in excess (deficit) of all fund balances				\$ (2,997,115,204)

3. Determined the bank account balances held by the Office of the State Treasurer are not sufficient to support the use of the fund types listed at procedure #2 at September 30, 2017.

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4. Obtained the Office of the State Treasurer's reconciliation of bank balances to FSF as of September 30, 2017 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 \$3,084,000, 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 \$3,084,000 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 \$3,084,000 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, 2017 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 \$3,084,000 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 September 30, 2017	7/12/2017	\$ 771,785.66
	7/12/2017	\$ 2,752,598.54
	8/22/2017	\$ 10,277,582.32
	9/5/2017	\$ 2,283,251.99
	9/21/2017	\$ 6,078,061.71

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14. Obtained the Office of the State Treasurer's General Account Cash Reconciliation as of September 30, 2017, 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
December 11, 2017

Exhibit A

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

General Account Cash Reconciliation

Quarter ended September 30, 2017

Balance per Citizens Bank	\$ 920,828
Balance per Mellon Bank	156,059,403
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Bank balance at September 30, 2017	156,980,231
Additions:	
Investments managed by Northern Trust, account number DOST01	161,842,079
Investments managed by Northern Trust, account number 4471371	162,780,579
Receivables from various sources	107,540
Deposits in transit	(172,085)
Balance at Northern Trust-JPMorgan, account number 4471381	246,982,176
Balance at Northern Trust, account number 4471378 and 4471376	265,863,363
Balance at Northern Trust, account number 4471379, 4471380, and 4471377	468,352,635
Fidelity Governmental Bonds Arbitrage Rebate	782,050
Fidelity Government Obligation Bonds 2017A	8,733,397
Balance at Northern Trust, account number 4471382, 4471383, 4471384, and 4471385	62,772,979
Balance at Northern Trust, Schroeder Intermediate, account number 4471375	201,599,854
Balance at JP Morgan Chase, Corp Lockbox	333,339
Fidelity 2013 MMLPA	287,660
Balance at PNC Bank, Concentration, account number 5694010993	5,026,745
Balance at PNC Bank, DMR Special Services, account number 56-94003988	294,469
US Bank - Bonds #107954000	832,723
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Subtotal	1,586,419,503
Deductions:	
Outstanding zero-balance accounts (ZBAs) - outstanding checks	84,383,778
Payable for bank errors	11,584
Payable to Mellon 07/98	10,069
Payable to PNC Bank miscellaneous adjustments	48,480
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Subtotal	84,453,911
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Balance per State Treasurer's books, adjusted September 30, 2017	\$ 1,658,945,823
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Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variance Bank to Ledger	Variance FSF/DFMS to Ledger
		806,562.92					
Citizens				Outstanding Deposits-FY 2018	119,894.06		119,894.06
				Bank Error	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
				<u>Paperwork Variances with Other Bank Accounts</u>			
				NEED TRV	0.00		
				NEED TRV	0.00		
Offset Adjustment		0.00	0.00				
	920,827.72	806,562.92	114,264.80			155,247.43	(40,982.63)
		51,206.41		Bank Errors(bank)/Cks Cleared(pw-Book)(old-FY09)	(2,633.21)	6,539.89	(9,173.10)
PNC				Bank Errors(bank)/Cks Cleared(pw-Book)(FY10-FY18)	13,291.65	0.00	13,291.65
Payroll				Direct Deposit Receivable (old-FY09)	40,120.04	(9,167.08)	49,287.12
				Direct Deposit Receivable (FY10-18)	215,494.63	0.00	215,494.63
				Forgery credit-need JE	0.00		0.00
				Cancelled Checks(old-FY09)	152,922.88		152,922.88
				Cancelled Checks(FY10-FY13,17)	27,644.30		27,644.30
				Stale Dated Checks(old-FY09)	(51,880.37)		(51,880.37)
				Stale Dated Checks(FY16-18)	22,664.87		22,664.87
				Need JV-Handwritten checks(8/11-9/11,1/12,3/12)	93,997.41		93,997.41
				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)
				Pay Cycle Adjustments(PHRST)(FY16)	(18,991.63)		(18,991.63)
				Pay Cycle Adjustments(PHRST)(FY17)	(59,878.43)		(59,878.43)
				Pay Cycle Adjustments(PHRST)(FY18)	(22,238.43)		(22,238.43)
				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
				Tax Adjustment CY2012	(138,674.97)		(138,674.97)
				Vendor Refund Variances	73,821.98		73,821.98
				Tax Adjustments	246,452.56		246,452.56
				Personal Reimbursements	14,812.44		14,812.44
				Personal Reimbursements(Need JV-FY13-FY18)	(4,178.18)		(4,178.18)

Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

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	(29,864.34)		(29,864.34)
				Outstanding Checks	678,632.87	678,632.87	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	51,206.41	(51,206.41)			676,005.68	(727,212.09)
		0.00		Outstanding Deposits	0.00		0.00
					0.00		0.00
BOA Credit Card				<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
		5,016,221.45		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	(516.60)		(516.60)
				DD payroll/pension adj	51,680.51		51,680.51
				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
				MW Done Early	(46,192.67)	0.00	(46,192.67)
				Child Support	0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV -8-2-17	0.00		
				Need TRV	0.00		
				Need TRV	0.00		
Offset Adjustment		0.00	0.00				
	5,026,745.41	5,016,221.45	10,523.96			42,177.98	(31,654.02)
		0.00		Voucher Done to wrong bank account	0.00		0.00
							0.00
PC: BONY				<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
		(27,210,887.99)		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-FY18)	3,816.83	9,137.99	(5,321.16)
				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	5,742.36		5,742.36

Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variance Bank to Ledger	Variance FSF/DFMS to Ledger
				Stale Dated Checks(old-FY09)	10,167.31		10,167.31
				Stale Dated Checks(FY10-FY18)	385,390.11		385,390.11
				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	136,082.51		136,082.51
				Outstanding checks	26,722,675.36	26,722,675.36	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(27,210,887.99)	27,210,887.99			26,691,054.19	519,833.80
		(34,538,985.37)		ACH Pmt processed September paid October	23,651,261.07	23,651,261.07	
				ACH Returns -FY11-FY15	25,040.86		25,040.86
				ACH Returns -FY16	(228,535.18)		(228,535.18)
				ACH Returns -FY17	391.10		391.10
				ACH Returns -FY18	54,162.67		54,162.67
				ACH Returns -FY	0.00		0.00
				ACH Returns -FY	0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry-Ab prop	11,036,664.85		
Offset Adjustment		11,036,664.85	0.00			0.00	
	0.00	(23,502,320.52)	23,502,320.52			23,651,261.07	(148,940.55)
		172,631,538.00		Outstanding Deposits-FY 2011	(621.35)		(621.35)
				Outstanding Deposits-FY 2014	(17,958.76)		(17,958.76)
				Outstanding Deposits-FY 2018	3,920,918.57		3,920,918.57
				TRV-Bond Pmt-	0.00		0.00
				Need Manual Pmt-	0.00		0.00
				PW done twice-	0.00		0.00
				PW Done CM-Money Moved NM	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	(18,800,000.00)		
				Need TRV- ECC	(1,674,473.50)		
Offset Adjustment		(20,474,473.50)	0.00				
	156,059,402.86	152,157,064.50	3,902,338.36			0.00	3,902,338.36
		(546,130.80)		Outstanding Deposits-FY18	546,130.80		546,130.80
				<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		

Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

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			
	0.00	(546,130.80)	546,130.80		0.00	546,130.80
██████████ JPMorgan		(1,341,134.66)		Outstanding Deposits 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				Need TRV from Lockbxs 0.00		0.00
				TRV-ECC 1,674,473.50		0.00
Offset Adjustment		1,674,473.50	0.00			
	333,338.84	333,338.84	0.00		0.00	0.00
██████████ PNC-CC		(401.50)		Outstanding Deposits 401.50		401.50
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				Need TRV-Daily Wire 0.00		0.00
				Need TRV-Daily Wire 0.00		0.00
Offset Adjustment		0.00	0.00			
	0.00	(401.50)	401.50		0.00	401.50
██████████		10,279.31				0.00
				NEED TRV FOR Correction-1/2005 (94.00)		(94.00)
				NEED TRV FOR ACTIVITY-12/15 0.03		0.03
				NEED TRV FOR ACTIVITY-9/17 284,283.48		284,283.48
				NEED TRV FOR ACTIVITY-7/17 0.00		0.00
				NEED TRV FOR ACTIVITY-4/17 0.00		0.00
				0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
Offset Adjustment		0.00	0.00			
	294,468.82	10,279.31	284,189.51		0.00	284,189.51
██████████ PNC Abandoned Property		6,499,875.69		Bank Errors(bank)/Cks Cleared(pw-Book)(FY18) 1,220.87	(88.95)	1,309.82
				Cancelled Checks 0.00		0.00
				Forgery Credits 0.00		0.00
				Stale Dated Checks(FY18) 859,712.95		859,712.95
				Outstanding Checks 3,675,855.34	3,675,855.34	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared entry--Wrong BC (11,036,664.85)		
Offset Adjustment		(11,036,664.85)	0.00			
	0.00	(4,536,789.16)	4,536,789.16		3,675,766.39	861,022.77
██████████ PNC PENSION		(6,946,377.86)		Direct Deposit Receivable (old-FY09) (7,542.19)	(3,644.68)	(3,897.51)
				Direct Deposit Receivable (FY10-FY18) (52,189.00)	0.00	(52,189.00)
				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-FY18) 3,330.33	7.08	3,323.25
				Federal and State Tax Adjustments (28,803.80)		(28,803.80)
				Disbursement Adjustment (5,888.14)		(5,888.14)
				TRV Needed for Federal Tax Pyrmt 5,876,492.47		5,876,492.47
				Deferred Comp Adjustment 982.58		982.58

Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variations Bank to Ledger	Variations FSF/DFMS to Ledger
				Cancelled Checks (old to FY09)	14,578.19		14,578.19
				Cancelled Checks (FY11/12/14)	9,722.33		9,722.33
				Stale Dated Checks(old-FY09)	(1,228.63)		(1,228.63)
				Stale Dated Checks(FY10-FY18)	1,881.43		1,881.43
				Need JV Check Write	(5,798.93)		(5,798.93)
				Need JV Blue Cross Blue Shield	6,254.13		6,254.13
				Misc Adjustments	(17,197.40)		(17,197.40)
				Outstanding Checks	1,149,039.88	1,149,039.88	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV-Tax JV			
Offset Adjustment		0.00	0.00				
	0.00	(6,946,377.86)	6,946,377.86			1,140,272.11	5,806,105.75
██████████ PNC REVENUE		(29,264,139.31)		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-FY18)	45,845.88	(2,232.43)	48,078.31
				Cancelled Checks (old to FY09)	217.09		217.09
				Cancelled Checks (FY18)	193,693.98		193,693.98
				Misc Disbursements	(7,898.62)		(7,898.62)
				Forgery Credits (old to FY09)	(19,205.60)		(19,205.60)
				Forgery Credits (FY10-FY18)	(1,826.31)		(1,826.31)
				Stale Dated Checks(old to FY09)	72,769.82		72,769.82
				Stale Dated Checks(FY16-18)	337,061.03		337,061.03
				Need JV Monthly check write	0.00		0.00
				Misc Adjustments	5,500.04		5,500.04
				Outstanding Checks	28,310,757.08	28,310,757.08	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(29,264,139.31)	29,264,139.31			28,295,013.96	969,125.35
██████████ ██████████ PNC WELFARE		(521,573.79)		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-FY18)	3,413.99	496.02	2,917.97
				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-FY18)	143,161.97		143,161.97
				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-FY17)	17,776.00		17,776.00
				Outstanding Checks	195,557.00	195,557.00	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	(521,573.79)	521,573.79			191,657.68	329,916.11
██████████ Fidelity BONDS		781,468.88		Interest-Need Cash Receipt	580.94		580.94
				<u>Paperwork Variances with Other Bank Accounts</u>			
							0.00

Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

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			
	782,049.82	781,468.88	580.94		0.00	580.94
██████████ Fidelity BONDS		8,719,039.66		Interest-Need Cash Receipt 14,357.70 <u>Paperwork Variances with Other Bank Accounts</u> TRV-Mellon		14,357.70 0.00
Offset Adjustment		0.00	0.00			
	8,733,397.36	8,719,039.66	14,357.70		0.00	14,357.70
██████████ Fidelity Bell Lease		285,935.49		Interest-Need Cash Receipt 427.09 <u>Paperwork Variances with Other Bank Accounts</u>		427.09 0.00
Offset Adjustment		0.00	(0.00)			
	286,362.58	285,935.49	427.09		0.00	427.09
██████████ Fidelity Trane Lease		1,296.91		Interest-Need Cash Receipt 0.96 <u>Paperwork Variances with Other Bank Accounts</u> Need TRV		0.96 0.00
Offset Adjustment		0.00	0.00			
	1,297.87	1,296.91	0.96		0.00	0.96
██████████ PC: Fidelity BONDS		0.00		Interest-Need Cash Receipt 0.00 <u>Paperwork Variances with Other Bank Accounts</u> Need TRV Bond PW		0.00 0.00
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
██████████ BONDS		832,723.10		Interest- Need Cash Receipt 0.00 <u>Paperwork Variances with Other Bank Accounts</u> Need Correction PW done to wrong acct		0.00 0.00
Offset Adjustment		0.00	0.00			
	832,723.10	832,723.10	0.00		0.00	0.00
██████████ Northern Trust		104,716,113.33		Interest Stmt Adj-0817 72,849.10 <u>Paperwork Variances with Other Bank Accounts</u> TRV-cr wrong bc (2,870.49)		72,849.10 0.00
Offset Adjustment		(2,870.49)	0.00			
	104,786,091.94	104,713,242.84	72,849.10		0.00	72,849.10
██████████ Northern Trust		160,913,318.18		Interest Stmt Adj-0817 161,082.45 <u>Paperwork Variances with Other Bank Accounts</u> TRV-cr wrong bc 2,870.49		161,082.45 0.00
Offset Adjustment		2,870.49	0.00			
	161,077,271.12	160,916,188.67	161,082.45		0.00	161,082.45
██████████		162,496,642.74		Interest 283,936.20		283,936.20

Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variance Bank to Ledger	Variance FSF/DFMS to Ledger
██████████ Northern Trust				<i>Paperwork Variances with Other Bank Accounts</i> TRV-Correction 0.00		0.00
Offset Adjustment		0.00	0.00			
	162,780,578.94	162,496,642.74	283,936.20		0.00	283,936.20
██████████ Northern Trust		146,866,266.14		Interest 81,736.49 Stmnt Adj-0817 0.00 <i>Paperwork Variances with Other Bank Accounts</i> TRV-BNYMellon 0.00 TRV-Morgan Stanley 0.00		81,736.49 0.00
Offset Adjustment		0.00	(0.00)			
	146,948,002.63	146,866,266.14	81,736.49		0.00	81,736.49
██████████ Northern Trust		20,156,860.54		Interest 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV- 0.00		0.00 0.00
Offset Adjustment		0.00	0.00			
	20,156,860.54	20,156,860.54	0.00		0.00	0.00
██████████ Northern Trust		15,131,518.66		Interest 210,657.73 Stmnt Adj-0817 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-BNYMellon 0.00		210,657.73 0.00
Offset Adjustment		0.00	0.00			
	15,342,176.39	15,131,518.66	210,657.73		0.00	210,657.73
██████████ Northern Trust		231,640,000.00		Interest 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Bud Reserve 0.00		0.00 0.00
Offset Adjustment		0.00	0.00			
	231,640,000.00	231,640,000.00	0.00		0.00	0.00
██████████ Northern Trust		142,946,037.63		Interest 96,041.53 need cr-dtcc 0.00 Stmnt Adj-0917 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Correction 18,800,000.00		96,041.53 0.00 0.00
Offset Adjustment		18,800,000.00	(0.00)			
	161,842,079.16	161,746,037.63	96,041.53		0.00	96,041.53
██████████ Northern Trust		19,073,385.79		Interest 450.68 Stmnt Adj-0817 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Federated Inter 0.00		450.68 0.00
Offset Adjustment		0.00	0.00			
	19,073,836.47	19,073,385.79	450.68		0.00	450.68
██████████ Northern Trust		156,966,095.62		Interest 198,796.58 Stmnt Adj-0817 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-BNYMellon 0.00		198,796.58 0.00
Offset Adjustment		0.00	0.00			

Office of the State Treasurer
 Reconciliation to Accounting
 September 2017

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variance Bank to Ledger	Variance FSF/DFMS to Ledger
	157,164,892.20	156,966,095.62	198,796.58			0.00	198,796.58
██████████ Northern Trust		164,082,291.64		Interest	157,448.81		157,448.81
				Stmnt Adj-0817	0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Need TRV-Mellon	0.00		
				Need TRV-Cutwater	0.00		
Offset Adjustment		0.00	(0.00)				
	164,239,740.45	164,082,291.64	157,448.81			0.00	157,448.81
██████████ Northern Trust		3,317,309.95		Interest	1,980.63		1,980.63
				<i>Paperwork Variances with Other Bank Accounts</i>			0.00
				Need TRV-Bud Reserve	0.00		
Offset Adjustment		0.00	0.00				
	3,319,290.58	3,317,309.95	1,980.63			0.00	1,980.63
██████████ Northern Trust		201,306,517.74		Interest	293,335.76		293,335.76
				Stmnt Adj-0817	0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>			
				Need TRV-BNYMellon	0.00		
Offset Adjustment		0.00	0.00				
	201,599,853.50	201,306,517.74	293,335.76			0.00	293,335.76
██████████ Northern Trust		20,203,003.92		Interest	19,986.98		19,986.98
				Stmnt Adj-0817	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				
	20,222,990.90	20,203,003.92	19,986.98			0.00	19,986.98
Grand Total	1,743,464,279.20	1,645,081,878.42	98,382,400.78		98,382,400.78	84,518,456.49	13,863,944.29

General Ledger 1,658,945,822.71

Exhibit C

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

Proof of Cash Reconciliation

Quarter ended September 30, 2017

Balance per State Treasurer's books, June 30, 2017	\$ 2,184,635,993
Additions:	
Deposits to Cash Receipts Journal	1,882,055,597
Transportation Trust Fund Deposits	101,742,685
Receivables for Bank Errors	3,552
Receivables for CM Forgery Credits	590
Outstanding Cash Receipts	5,027,656
Division of Mental Retardation Transfer	(2,066)
Outstanding Checks Prior Month	206,224,079
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Subtotal	2,195,052,093
Deductions:	
Transfer for Principal and Interest Bonds	85,955,000
Transfer from Mellon for Direct Deposit for Payroll and Pensions	517,125,693
Transfer from Mellon to Mercantile for Pensions	104,559,418
Transfer from Mellon -TTF	11,847,033
Transfer from Mellon - Aspira	543,110
Transfer from Mellon - OMB vendor pmts	368,574
Transfer from Mellon – TD Equipment	4,894,810
Transfer from Mellon - DTCC Vendor Payments	58,231
Transfer from Mellon - Def Comp	10,051,754
Transfer from Mellon -TSA Plan	5,990,546
Transfer from Mellon -DNREC-Tunnell & Raysor	1,855,145
Transfer from Mellon -DOS	8,269
Transfer from Mellon - Aetna	1,344,180
Transfer from Mellon - Highmark	13,433,938
Transfer from Mellon - Express Scripts	9,424,750
Transfer from Mellon Medicaid	553,210,261
Transfer from Mellon Supercard	28,826,519
Transfer from Mellon SSI	359,043
Transfer from PNC for PNC Bank Fees SPO	311
Transfer from PNC for Bonds	38,995,726
Transfer for Fed Tx, FICA, & Medicare	140,969,670
Transfer for Child Support-Payroll Vendor	757,124
ACH Transfers	731,632,138
Transfer for Cleared ZBAs	237,646,697
Transfer for Outstanding ZBAs	220,884,323
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Subtotal	2,720,742,263
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Balance per State Treasurer's books, adjusted September 30, 2017	\$ 1,658,945,823
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