

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

AGREED-UPON PROCEDURES

QUARTER ENDED JUNE 30, 2018

STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS

QUARTER ENDED JUNE 30, 2018

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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 June 30, 2018. 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.



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- 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, 2018 as detailed below.

FSF Balance Sheet Account to Daily Validity Report Reconciliation - Cash and Investments
June 30, 2018

Combined Cash Balance as of June 30, 2018 per DGL046 \$2,552,456,217

Less Encumbrances and Remaining Spending Authority per DGL060:

	<u>Encumbered</u>	<u>Remaining Spending Authority</u>	<u>Total</u>
NSF-20 (Nonappropriated Special Funds)	\$ 63,191,670	\$ 993,762,822	<u>\$ 1,056,954,492</u>
Remaining balance left to satisfy other fund types			1,495,501,725
ASF HOLD-30 (Appropriated Special Funds)	57,403,362	375,041,437	<u>432,444,799</u>
Remaining balance left to satisfy other fund types			1,063,056,926
GF-03 (General Fund - prior year continuing)	10,039,100	19,522,138	29,561,238
GF-04 (General Fund - prior year encumbrance balance)	-	3,697	<u>3,697</u>
Remaining balance left to satisfy other fund types			1,033,491,991
GF-01 (General Fund - regular appropriations)	69,896,134	82,758,579	152,654,713
GF-02 (General Fund - supplemental appropriations)	-	1,902,989	<u>1,902,989</u>
Cash and Investments at the Office of the State Treasurer as of June 30, 2018 in excess (deficit) of all fund balances			<u><u>\$ 878,934,289</u></u>

- 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, 2018.



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4. Obtained the Office of the State Treasurer's reconciliation of bank balances to FSF as of June 30, 2018 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 \$4,785,000, 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 \$4,785,000 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 \$4,785,000 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 June 30, 2018 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 \$4,785,000 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, 2018	4/2/2018	\$ 16,245,351.89
	4/19/2018	\$ 3,364,541.27
	5/4/2018	\$ 152,559.00
	5/11/2018	\$ 2,671,927.46
	6/28/2018	\$ 181,625.08



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14. Obtained the Office of the State Treasurer's General Account Cash Reconciliation as of June 30, 2018, 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 examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the specified bank reconciliations. Accordingly, we do not express such an opinion or conclusion. 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 Axlerod LLC

ZELENKOFSCHE AXELROD LLC

Harrisburg, Pennsylvania
September 7, 2018

Exhibit A

STATE OF DELAWARE
OFFICE OF THE STATE TREASURER
BANK RECONCILIATIONS

General Account Cash Reconciliation
Quarter ended June 30, 2018

Balance per Citizens Bank	\$ 1,954,991
Balance per Mellon Bank	183,056,388
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Bank balance at June 30, 2018	185,011,379
Additions:	
Investments managed by Northern Trust, account number [REDACTED]	488,484,081
Receivables from various sources	102,715
Deposits in transit	(171,979)
Balance at Northern Trust-JPMorgan, account number [REDACTED]	304,902,057
Balance at Northern Trust, account number [REDACTED] and [REDACTED]	306,393,297
Balance at Northern Trust, account number [REDACTED]	491,077,615
Balance at Northern Trust, account number [REDACTED]	607,294,974
Fidelity Governmental Bonds Arbitrage Rebate	789,635
Balance at Northern Trust, account number [REDACTED]	65,093,432
Balance at JP Morgan Chase, Corp Lockbox	513,666
Fidelity 2013 [REDACTED]	290,450
Fidelity 2018 General Obligation Bonds	120,902,158
Balance at PNC Bank, Concentration, account number [REDACTED]	13,844,197
Balance at PNC Bank, DMR Special Services, account number [REDACTED]	574,651
US Bank - Bonds [REDACTED]	929,057
	<hr/>
Subtotal	2,401,020,006
Deductions:	
Outstanding zero-balance accounts (ZBAs) - outstanding checks	39,393,434
Payable for bank errors	11,626
Payable to Mellon 07/98	10,069
Payable to PNC Bank miscellaneous adjustments	48,480
	<hr/>
Subtotal	39,463,609
	<hr/>
Balance per State Treasurer's books, adjusted June 30, 2018	\$ 2,546,567,776
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See accompanying independent accountants' report on applying agreed-upon procedures.

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments		Variance Bank to Ledger	Variance FSF/DFMS to Ledger
				Personal Reimbursements	14,812.44		14,812.44
				Personal Reimbursements(Need JV-FY13-FY18)	(5,178.18)		(5,178.18)
				Misc Variances	(29,964.34)		(29,964.34)
				Outstanding Checks	150,949.37	150,949.37	
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Checks Cleared Monthly Journal Entry	0.00		
Offset Adjustment		0.00	0.00				
	0.00	557,047.68	(557,047.68)			148,362.18	(705,409.86)
		643,816.61		Outstanding Deposits-FY18-Test Deposit	1.00		1.00
					0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV-Daily Wire			
				Need TRV-Daily Wire			
Offset Adjustment		0.00	0.00				
	643,817.61	643,816.61	1.00			0.00	1.00
		13,228,904.58		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	(103.95)		(103.95)
				Need JE-Child Support	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
				MW Done Early	(46,192.67)	0.00	(46,192.67)
				Direct Deposit-PNC Error-fixed 7/1	12,218.42		12,218.42
				<u>Paperwork Variances with Other Bank Accounts</u>			
				Need TRV			
				Need TRV -	0.00		
				Need TRV	0.00		
Offset Adjustment		0.00	0.00				
	13,200,379.10	13,228,904.58	(28,525.48)			42,177.98	(70,703.46)
		0.00		Voucher Done to wrong bank account	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
		(18,367,515.40)		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 (FY18)	42.92		42.92

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
Vendor				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 5,929.39		5,929.39
				Stale Dated Checks(old-FY09) 10,167.31		10,167.31
				Stale Dated Checks(FY10-FY18) 859,685.87		859,685.87
				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 17,404,777.06	17,404,777.06	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(18,367,515.40)	18,367,515.40		17,373,155.89	994,359.51
E		177,930.04		ACH Pmt processed June paid July 0.00	0.00	
				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 25,173.18		25,173.18
				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 0.00		
				Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00		0.00	
	0.00	177,930.04	(177,930.04)		0.00	(177,930.04)
B		195,208,027.75		Outstanding Deposits-FY 2011 (621.35)		(621.35)
				Outstanding Deposits-FY 2014 (17,958.76)		(17,958.76)
				Outstanding Deposits-FY 2018 0.00		0.00
				TRV-Bond Pmt- 0.00		0.00
				Need Manual Pmt- 0.00		0.00
				Wire sent wrong amount 0.00		0.00
				PW Done CM-Money Moved NM (12,133,059.30)		(12,133,059.30)
				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 0.00		
				Need TRV Daily 0.00		
				Need TRV- CorpLXBX 0.00		
				Need TRV- CorpLXBX 0.00		
Offset Adjustment		0.00	0.00			
	183,056,388.24	195,208,027.75	(12,151,639.51)		0.00	(12,151,639.51)
		6,500.00		Outstanding Deposits-FY18 (0.00)		(0.00)

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variations Bank to Ledger	Variations FSF/DFMS to Ledger
				Need PW-Correction-2/18 (6,500.00)		(6,500.00)
				<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		
Offset Adjustment		0.00	(0.00)			
	0.00	6,500.00	(6,500.00)		0.00	(6,500.00)
		513,666.24		Outstanding Deposits 0.00		0.00
						0.00
						0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV BNYM-Nov 0.00		
				TRV-BNYM 0.00		
Offset Adjustment		0.00	0.00			
	513,666.24	513,666.24	0.00		0.00	0.00
		117.59		Outstanding Deposits 0.00		0.00
				Bank Fee-6/18 (117.59)	(117.59)	
						0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need TRV-Daily Wire-5/31 0.00		
				Need TRV-Daily Wire 0.00		
Offset Adjustment		0.00	0.00			
	0.00	117.59	(117.59)		(117.59)	0.00
		38,878.65		NEED TRV FOR Correction-1/2005 0.00		0.00
				NEED TRV FOR ACTIVITY-12/15 (94.00)		(94.00)
				NEED TRV FOR ACTIVITY-6/18 0.03		0.03
				NEED TRV FOR ACTIVITY-6/18 535,866.75		535,866.75
				NEED TRV FOR ACTIVITY-1/18 0.00		0.00
				NEED TRV FOR ACTIVITY-1/18 0.00		0.00
				NEED TRV FOR ACTIVITY-1/18 0.00		0.00
						0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
Offset Adjustment		0.00	0.00			
	574,651.43	38,878.65	535,772.78		0.00	535,772.78
		(12,981,967.38)		Bank Errors(bank)/Cks Cleared(pw-Book)(FY18) 59.84	4,704.79	(4,644.95)
				Cancelled Checks 0.00		0.00
				Forgery Credits 0.00		0.00
				Stale Dated Checks(FY18) 25,912.50		25,912.50
				Need JE-Checkwrite 0.00		0.00
				Outstanding Checks 12,955,995.04	12,955,995.04	
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Checks Cleared entry 0.00		
				Checks Cleared entry 0.00		

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variations Bank to Ledger	Variations FSF/DFMS to Ledger
Offset Adjustment		0.00	0.00			
	0.00	(12,981,967.38)	12,981,967.38		12,960,699.83	21,267.55
		(6,222,912.06)		Direct Deposit Receivable (old-FY09) (7,542.19) (3,644.68) (3,897.51) Direct Deposit Receivable (FY10-FY18) 1,509.09 0.00 1,509.09 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) 6,098.46 7.08 6,091.38 Federal and State Tax Adjustments (24,566.27) (24,566.27) Disbursement Adjustment (5,888.14) (5,888.14) TRV Needed for Federal Tax Pyrmt 5,068,139.03 5,068,139.03 Deferred Comp Adjustment 982.58 982.58 Cancelled Checks (old to FY09) 14,578.19 14,578.19 Cancelled Checks (FY11/12/14) 11,667.63 11,667.63 Stale Dated Checks(old-FY09) (1,228.63) (1,228.63) Stale Dated Checks(FY10-FY18) 1,274.49 1,274.49 Need JV Check Write (5,798.93) (5,798.93) Need JV Blue Cross Blue Shield 6,254.13 6,254.13 Misc Adjustments (16,604.32) (16,604.32) Outstanding Checks 1,171,292.33 1,171,292.33 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(6,222,912.06)	6,222,912.06		1,162,524.56	5,060,387.50
		(8,321,372.15)		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) 154,836.86 (2,185.67) 157,022.53 Cancelled Checks (old to FY09) 217.09 217.09 Cancelled Checks (FY18) 33,420.12 33,420.12 Misc Disbursements (7,898.62) (7,898.62) Forgery Credits (old to FY09) (19,205.60) (19,205.60) Forgery Credits (FY10-FY18) (1,474.31) (1,474.31) Stale Dated Checks(old to FY09) 72,769.82 72,769.82 Stale Dated Checks(FY16-18) 210,896.90 210,896.90 Need JV Monthly check write 0.00 0.00 Misc Adjustments 5,500.04 5,500.04 Outstanding Checks 7,545,084.93 7,545,084.93 <i>Paperwork Variances with Other Bank Accounts</i> Checks Cleared Monthly Journal Entry 0.00		
Offset Adjustment		0.00	0.00			
	0.00	(8,321,372.15)	8,321,372.15		7,529,388.57	791,983.58
		0.00		Outstanding Deposits 0.00 0.00 <i>Paperwork Variances with Other Bank Accounts</i> Need TRV-Daily Wire 0.00 Need TRV-Daily Wire 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
		(521,767.79)		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) 3,614.99 496.02 3,118.97 Cancelled Checks (old to FY09) 11,841.00 11,841.00		

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variance Bank to Ledger	Variance FSF/DFMS to Ledger	
				Cancelled Checks (FY10-FY11) 10,426.00 Misc Adjustments (170.23) Stale Dated Checks(old to FY09) 55,590.00 Stale Dated Checks(FY10-FY11) 75,931.00 Stale Dated Checks(FY12-FY18) 173,038.97 Need JV-Monthly Check Write 0.00 Need JV-Stimulus Check Write 0.00 Forgery Credits (old to FY09) (136.00) Forgery Credits (FY10-FY18) 18,193.00 Outstanding Checks 165,335.00 <u>Paperwork Variances with Other Bank Accounts</u> Checks Cleared Monthly Journal Entry 0.00		165,335.00	10,426.00 (170.23) 55,590.00 75,931.00 173,038.97 0.00 0.00 (136.00) 18,193.00 18,193.00
Offset Adjustment		0.00	0.00				
	0.00	(521,767.79)	521,767.79		161,435.68	360,332.11	
		788,524.41		Interest-Need Cash Receipt 1,110.55 <u>Paperwork Variances with Other Bank Accounts</u>		1,110.55 0.00	
Offset Adjustment		0.00	0.00				
	789,634.96	788,524.41	1,110.55		0.00	1,110.55	
		0.00		Interest-Need Cash Receipt 0.00 <u>Paperwork Variances with Other Bank Accounts</u> TRV-Mellon		0.00 0.00	
Offset Adjustment		0.00	0.00				
	0.00	0.00	0.00		0.00	0.00	
		288,733.38		Interest-Need Cash Receipt 406.65 <u>Paperwork Variances with Other Bank Accounts</u>		406.65 0.00	
Offset Adjustment		0.00	(0.00)				
	289,140.03	288,733.38	406.65		0.00	406.65	
		1,308.61		Interest-Need Cash Receipt 1.84 <u>Paperwork Variances with Other Bank Accounts</u> Need TRV		1.84 0.00	
Offset Adjustment		0.00	(0.00)				
	1,310.45	1,308.61	1.84		0.00	1.84	
		120,717,536.28		Interest-Need Cash Receipt 184,621.79 <u>Paperwork Variances with Other Bank Accounts</u> Need TRV Bond PW		184,621.79 0.00	
Offset Adjustment		0.00	0.00				
	120,902,158.07	120,717,536.28	184,621.79		0.00	184,621.79	

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variances Bank to Ledger	Variances FSF/DFMS to Ledger
[REDACTED]		0.00		Interest-Need Cash Receipt 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				Need TRV Bond PW 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
[REDACTED]		0.00		Interest-Need Cash Receipt 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				Need TRV Bond PW 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
[REDACTED]		916,592.49		Interest- Need Cash Receipt 12,464.88		12,464.88
				<u>Paperwork Variances with Other Bank Accounts</u>		
				Need Correction PW done to wrong acct 0.00		
Offset Adjustment		0.00	0.00			
	929,057.37	916,592.49	12,464.88		0.00	12,464.88
[REDACTED]		307,044,784.01		Interest 69,967.17		69,967.17
				Stmt Adj-0817 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV		
Offset Adjustment		0.00	(0.00)			
	307,114,751.18	307,044,784.01	69,967.17		0.00	69,967.17
[REDACTED]		308,122,707.29		Interest (1,726,539.76)		(1,726,539.76)
				Stmt Adj 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV-cr wrong bc (2,870.49)		
				TRV		
Offset Adjustment		(2,870.49)	(0.00)			
	306,393,297.04	308,119,836.80	(1,726,539.76)		0.00	(1,726,539.76)
[REDACTED]		(2,870.49)		Interest 0.00		0.00
				Stmt Adj 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV-cr wrong bc 2,870.49		
				TRV		
Offset Adjustment		2,870.49	0.00			
	0.00	0.00	0.00		0.00	0.00
[REDACTED]		0.00		Interest 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		0.00
				TRV		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
[REDACTED]		0.00		Interest 0.00		0.00
				Stmt Adj 0.00		0.00
				<u>Paperwork Variances with Other Bank Accounts</u>		
				TRV 0.00		

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variations Bank to Ledger	Variations FSF/DFMS to Ledger
				TRV-Morgan Stanley 0.00		
Offset Adjustment	0.00	0.00	0.00		0.00	0.00
		21,105,240.71		Interest 0.52		0.52
				<i>Paperwork Variances with Other Bank Accounts</i> 0.00		0.00
				Need TRV-		
Offset Adjustment		0.00	0.00			
	21,105,241.23	21,105,240.71	0.52		0.00	0.52
		72,929,149.68		Interest 332,907.20		332,907.20
				<i>Paperwork Variances with Other Bank Accounts</i> 0.00		0.00
				Need TRV-BNYMellon 0.00		
Offset Adjustment		0.00	0.00			
	73,262,056.88	72,929,149.68	332,907.20		0.00	332,907.20
		231,640,000.00		Interest 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		0.00
				Need TRV-Bud Reserve 0.00		
Offset Adjustment		0.00	0.00			
	231,640,000.00	231,640,000.00	0.00		0.00	0.00
		299,896,933.01		Interest 283,290.27		283,290.27
				need cr-dtcc 0.00		0.00
				Stmnt Adj-0917 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Need TRV		
Offset Adjustment		0.00	0.00			
	300,180,223.28	299,896,933.01	283,290.27		0.00	283,290.27
		488,392,526.20		Interest 91,554.41		91,554.41
				need cr-dtcc 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i> 0.00		0.00
				Need TRV-Correction 0.00		
Offset Adjustment		0.00	(0.00)			
	488,484,080.61	488,392,526.20	91,554.41		0.00	91,554.41
		19,992,687.32		Interest 465.38		465.38
				Stmnt Adj-0817 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Need TRV-Federated Inter 0.00		
Offset Adjustment		0.00	0.00			
	19,993,152.70	19,992,687.32	465.38		0.00	465.38
		0.00		Interest 0.00		0.00
				Stmnt Adj-0817 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i>		
				Need TRV		
Offset Adjustment		0.00	0.00			

Office of the State Treasurer
 Reconciliation to Accounting
 June 2018

Bank Account	Bank Balance	Accounting Total (FSF-DGL046)	Total Account Variance	General Ledger Adjustments	Variations Bank to Ledger	Variations FSF/DFMS to Ledger
	0.00	0.00	0.00		0.00	0.00
		490,733,774.03		Interest 343,841.27		343,841.27
				<i>Paperwork Variances with Other Bank Accounts</i> 0.00		0.00
				Need TRV-Mellon 0.00		
				Need TRV-Cutwater 0.00		
Offset Adjustment		0.00	(0.00)			
	491,077,615.30	490,733,774.03	343,841.27		0.00	343,841.27
		3,562,254.63		Interest 4,566.59		4,566.59
				<i>Paperwork Variances with Other Bank Accounts</i> 0.00		0.00
				Need TRV-Bud Reserve 0.00		
Offset Adjustment		0.00	(0.00)			
	3,566,821.22	3,562,254.63	4,566.59		0.00	4,566.59
		0.00		Interest 0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i> 0.00		0.00
				Need TRV 0.00		
Offset Adjustment		0.00	0.00			
	0.00	0.00	0.00		0.00	0.00
		20,406,360.98		Interest 21,855.90		21,855.90
				0.00		0.00
				<i>Paperwork Variances with Other Bank Accounts</i> 0.00		0.00
				Need TRV-Bud Reserve 0.00		
Offset Adjustment		0.00	0.00			
	20,428,216.88	20,406,360.98	21,855.90		0.00	21,855.90
Grand Total	2,586,100,650.72	2,552,456,217.06	33,644,433.66	33,644,433.66	39,532,874.53	(5,888,440.87)

General Ledger 2,546,567,776.19

Exhibit C

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

Proof of Cash Reconciliation

Quarter ended June 30, 2018

Balance per State Treasurer's books, March 31, 2018	\$ 2,159,582,717
Additions:	
Deposits to Cash Receipts Journal	3,094,486,926
Transportation Trust Fund Deposits	164,098,488
Receivables for Bank Errors	108
Receivables for CM Forgery Credits	79
Division of Mental Retardation Transfer	282,607
Outstanding Checks Prior Month	209,864,926
	<hr/>
Subtotal	3,468,733,134
Deductions:	
Outstanding Cash Receipts	10,335,936
Investment Transfer Adjustments	277,021,289
Transfer from Mellon for Direct Deposit for Payroll and Pensions	480,335,445
Transfer from Mellon to Mercantile for Pensions	49,502,239
Transfer from Mellon -TTF	5,265,048
Transfer from Mellon - DOL - Unemployment	800
Transfer from Mellon - OMB vendor pmts	12,133,059
Transfer from Mellon - PNC Providence Creek	56,070
Transfer from Mellon - DTCC Vendor Payments	495,246
Transfer from Mellon - Def Comp	8,508,872
Transfer from Mellon -TSA Plan	4,672,390
Transfer from Mellon -DNREC-Tunnell & Raysor	2,115,700
Transfer from Mellon -DOS	37,534
Transfer from Mellon Medicaid	620,534,741
Transfer from Mellon Supercard	37,139,372
Transfer from Mellon SSI	154,000
Transfer from PNC for PNC Bank Fees SPO	309
Transfer from PNC for Bonds	6,280,800
Transfer for Fed Tx, FICA, & Medicare	124,044,122
Transfer for Child Support-Payroll Vendor	640,619
ACH Transfers	892,065,845
Transfer for Cleared ZBAs	358,592,743
Transfer for Outstanding ZBAs	191,815,896
	<hr/>
Subtotal	3,081,748,075
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Balance per State Treasurer's books, June 30, 2018	\$ 2,546,567,776
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