



THE STATE EDUCATION DEPARTMENT / THE UNIVERSITY OF THE STATE OF NEW YORK / ALBANY, NY 12234

TO: The Honorable the Members of the Board of Regents
FROM: Donald Juron *Donald E Juron*
SUBJECT: State Education Department September 2014 Fiscal Report
DATE: October 10, 2014

AUTHORIZATION(S):

J. B. Juron

Issues for Approval

The September Fiscal Report is presented for your review, discussion and acceptance. Also attached is a plan adjustment report to reflect a change to the Cultural Education Account revenue projection.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The September Fiscal Report reflects actual expenditures through September 30, 2014 and projected expenditures through the lapse period ending June 30, 2015.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2014-2015 enacted budget. General Fund accounts are in structural balance.

- Special Revenue – Our revenue accounts are all in structural balance on a current year basis and the accumulated negative balance in the Cultural Education Account is being reduced by approximately \$400,000.
- Federal – This report reflects current year plans for two year grant awards.

Recommendation

I recommend that the Board of Regents accept the September 2014 State Education Department Fiscal Report as presented.

Timetable for Implementation

N/A

**STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF SEPTEMBER 30, 2014**

For State Fiscal Year 2014-15

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 9/30/14	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End	
GENERAL FUND										
Personal Service	0	25,770,256	25,770,256	9,381,351	16,388,905	25,770,256	0	0	0	
Nonpersonal Service	900,000	21,941,744	22,841,744	7,581,495	15,260,249	22,841,744	(900,000)	0	0	
Subtotal	900,000	47,712,000	48,612,000	16,962,847	31,649,153	48,612,000	(900,000)	0	0	
SPECIAL REVENUE										
All Accounts	Subtotal	27,939,796	161,592,052	189,531,848	64,152,330	101,988,649	166,140,979	(4,548,927) (a)	4,987,963	23,390,869
FEDERAL FUNDS										
<i>October-September Programs</i>										
Personal Service	N/A	N/A	51,597,920	32,368,640	19,229,280	51,597,920	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	40,664,101	1,544,582	39,119,519	40,664,101	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	20,399,056	4,769,857	15,629,199	20,399,056	N/A	N/A	N/A	
Subtotal	N/A	N/A	112,661,077	38,683,079	73,977,998	112,661,077	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	37,809,485	6,251,018	31,558,467	37,809,485	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	28,212,848	489,441	27,723,407	28,212,848	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	198,658,746	10,692,183	187,966,563	198,658,746	N/A	N/A	N/A	
Subtotal	N/A	N/A	264,681,079	17,432,643	247,248,436	264,681,079	N/A	N/A	N/A	
GRAND TOTALS	N/A	N/A	615,486,004	137,230,898	454,864,237	592,095,135	N/A	N/A	N/A	

(a) This imbalance is the result of normal cash flow and the use of prior year funds to meet current year one-time obligations.

**ADULT CAREER AND CONTINUING EDUCATION SERVICES
FINANCIAL STATUS AS OF SEPTEMBER 30, 2014**

For State Fiscal Year 2014-15

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 9/30/14	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	667,000	667,000	333,072	333,928	667,000	0	0	0
Nonpersonal Service	900,000	3,539,000	4,439,000	2,145,417	2,293,583	4,439,000	(900,000) (e)	0	0
Subtotal	900,000	4,206,000	5,106,000	2,478,489	2,627,511	5,106,000	(900,000)	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	28,663,023	17,221,913	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	36,506,056	4,727	36,501,329	36,506,056	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	13,997,777	2,442,537	11,555,240	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	31,110,287	65,278,482	96,388,769	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,706,700	55,613	1,651,087	1,706,700	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,255,278	0	1,255,278	1,255,278	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	626,260	0	626,260	626,260	N/A	N/A	N/A
Subtotal	N/A	N/A	3,588,238	55,613	3,532,625	3,588,238	N/A	N/A	N/A
SPECIAL REVENUE									
Workers' Compensation	155,001	100,000 (b)	255,001	15,147	84,854	100,000	0	0	155,001
Social Security	0 (a)	422,454	422,454	88,807	333,647	422,454	0	0	0
Proprietary - Supervision	2,637,496	3,500,000 (c)	6,137,496	1,437,253	2,339,769	3,777,022	(277,022) (e)	159,768	2,360,474 (f)
Proprietary - Tuition Reimbursement	3,139,152	432,310 (d)	3,571,462	137,656	312,344	450,000	(17,690) (e)	182,310	3,121,462 (g)
High School Equivalency (GED)	525,594	200,000	725,594	35,637	617,938	653,575	(453,575) (e)	(453,575) (e)	72,019

(a) This is a reimbursable account. Carry-in balances are not reported for reimbursable accounts since these balances will ultimately be zero (allowing for processing time).

(b) A sweep of \$32,000 is anticipated against this account pursuant to the enacted State budget.

(c) A sweep of \$297,000 is anticipated against this account pursuant to the enacted State budget.

(d) A sweep of \$23,000 is anticipated against this account pursuant to the enacted State budget.

(e) This imbalance is the result of normal cash flow and the use of prior year funds to meet current year one-time obligations.

(f) Some funds are earmarked for future technology enhancements.

(g) Funds are earmarked to provide financial protection for students who attend licensed proprietary schools in the event of a school closing.

PROFESSIONS
FINANCIAL STATUS AS OF SEPTEMBER 30, 2014
For State Fiscal Year 2014-15

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 9/30/14	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
SPECIAL REVENUE									
Office of the Professions	10,521,693	49,000,000 (a)	59,521,693	17,874,302	29,089,314	46,963,616	2,036,384	3,864,634	12,558,077
E-Licensing Project	8,400,000	0	8,400,000	240,005	3,819,995	4,060,000	(4,060,000)	0	4,340,000

(a) A sweep of \$2,777,000 is anticipated against this account pursuant to the enacted State budget.

**HIGHER EDUCATION
FINANCIAL STATUS AS OF SEPTEMBER 30, 2014**

For State Fiscal Year 2014-15

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 9/30/14	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	2,325,256	2,325,256	1,239,369	1,085,887	2,325,256	0	0	0
Nonpersonal Service	0	335,355	335,355	138,029	197,326	335,355	0	0	0
Tenured Teacher Hearings NPS	0	5,500,389	5,500,389	2,760,096	2,740,293	5,500,389	0	0	0
Subtotal	0	8,161,000	8,161,000	4,137,493	4,023,507	8,161,000	0	0	0
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	910,326	35,342	874,984	910,326	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	273,388	0	273,388	273,388	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	338,385	0	338,385	338,385	N/A	N/A	N/A
Subtotal	N/A	N/A	1,522,099	35,342	1,486,757	1,522,099	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	1,226,896	7,200,000 (a)	8,426,896	2,188,387	4,919,424	7,107,811	92,189	370,464	1,319,085
Regents Accreditation of Teacher Education	9,583	0	9,583	0	9,583	9,583	(9,583) (b)	(9,583) (b)	(0)

(a) A sweep of \$861,000 is anticipated against this account pursuant to the enacted State budget.

(b) This imbalance is the result of the use of prior year funds to meet current year one-time obligations.

OFFICE OF P-12
FINANCIAL STATUS AS OF SEPTEMBER 30, 2014
For State Fiscal Year 2014-15

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 9/30/14	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	16,001,000	16,001,000	5,660,565	10,340,435	16,001,000	0	0	0
Nonpersonal Service	0	10,010,000	10,010,000	1,558,803	8,451,197	10,010,000	0	0	0
Subtotal	0	26,011,000	26,011,000	7,219,368	18,791,632	26,011,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,962,984	1,477,414	1,485,570	2,962,984	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,258,895	721,278	1,537,617	2,258,895	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	5,501,279	2,078,312	3,422,967	5,501,279	N/A	N/A	N/A
Subtotal	N/A	N/A	10,723,158	4,277,004	6,446,154	10,723,158	N/A	N/A	N/A
<i>July-June Programs (a)</i>									
Personal Service	N/A	N/A	30,011,671	5,771,696	24,239,975	30,011,671	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	26,684,182	489,441	26,194,741	26,684,182	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	197,346,601	10,692,183	186,654,418	197,346,601	N/A	N/A	N/A
Subtotal	N/A	N/A	254,042,454	16,953,321	237,089,133	254,042,454	N/A	N/A	N/A
SPECIAL REVENUE									
State School for the Blind at Batavia	0 (b)	9,667,422	9,667,422	4,146,244	5,521,178	9,667,422	0	0	0
State School for the Deaf at Rome	0 (b)	9,323,738	9,323,738	3,489,449	5,834,289	9,323,738	0	0	0

(a) Includes Race to the Top funding.

(b) This is a reimbursable account. Carry-in balances are not reported for reimbursable accounts since these balances will ultimately be zero (allowing for processing time).

**CULTURAL EDUCATION
FINANCIAL STATUS AS OF SEPTEMBER 30, 2014**

For State Fiscal Year 2014-15

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 9/30/14	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	388,000	388,000	172,657	215,343	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	33,255	271,745	305,000	0	0	0
Subtotal	0	693,000	693,000	205,912	487,088	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,750,000	2,228,203	521,797	2,750,000	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,899,150	818,577	1,080,573	1,899,150	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	900,000	249,008	650,992	900,000	N/A	N/A	N/A
Subtotal	N/A	N/A	5,549,150	3,295,788	2,253,362	5,549,150	N/A	N/A	N/A
SPECIAL REVENUE									
Cultural Education Account									
Office of Cultural Education-Operations	(3,854,222)	31,100,000	27,245,778	10,319,517	20,453,524	30,773,041	326,959	406,937	(3,527,263)
Local Government Records									
Management Improvement Fund	0 (a)	3,548,363 (b)	3,548,363	1,401,494	2,146,869	3,548,363	0	0	0
Records Management Program	219,936	2,041,214	2,261,150	683,796	1,491,115	2,174,911	(133,697) (d)	0	86,239
Cultural Resource Survey Account	0 (c)	8,149,641	8,149,641	2,009,207	6,140,434	8,149,641	0	0	0
Education Museum Account	115,009	842,051	957,060	368,435	554,537	922,972	(80,921) (d)	7,074	34,088
Education Archives Account	55,324	19,000	74,324	2,576	32,924	35,500	(16,500) (d)	3,500	38,824
Education Library Account	91,207	50,000	141,207	12,295	47,644	59,939	(9,939) (d)	2,001	81,268
Grants and Bequests	135,941	0	135,941	21,852	59,113	80,965	(80,965) (d)	0	54,976
Archives Partnership Trust	108,033 (e)	620,526	728,559	203,984	416,542	620,526	0	0	108,033
Summer School for the Arts	318,277	675,333	993,610	378,573	562,661	941,234	(265,901) (d)	13,099	52,376

(a) The Local Government Records Management account carry-in is not reported because the revenue in this account supports both the administrative costs reported here and a larger Aid to Localities grant program, not reflected in this report.

(b) A sweep of \$782,000 is anticipated against this account pursuant to the enacted State budget.

(c) This is a reimbursable account. Carry-in balances are not reported for reimbursable accounts since these balances will ultimately be zero (allowing for processing time).

(d) This imbalance is the result of the use of prior year funds to meet current year one-time obligations.

(e) Excludes endowment funds.

**OPERATIONS AND MANAGEMENT SERVICES
FINANCIAL STATUS AS OF SEPTEMBER 30, 2014**

For State Fiscal Year 2014-15

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/14	2014-2015 Projected Revenue	Cumulative Projected Revenue 2014-2015	Actual Expenditures Through 9/30/14	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2014-2015 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/15	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	6,389,000	6,389,000	1,975,689	4,413,311	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	945,896	1,306,104	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	2,921,584	5,719,416	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	2,480,544	18,200,000	20,680,544	10,455,260	8,304,149	18,759,409	(559,409) (a)	440,591	1,921,135
Automation and Printing (IT)	1,654,332	16,500,000	18,154,332	8,642,456	8,896,801	17,539,257	(1,039,257) (a)	743	615,075
Subtotal	4,134,876	34,700,000	38,834,876	19,097,716	17,200,950	36,298,666	(1,598,666)	441,334	2,536,210
State Operations Total:	4,134,876	43,341,000	47,475,876	22,019,300	22,920,366	44,939,666	(1,598,666)	441,334	2,536,210
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	388,367	4,792,421	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	0	347,500	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	388,367	5,139,921	5,528,288	N/A	N/A	N/A

(a) This imbalance is the result of the use of prior year funds to meet current year one-time obligations.

SED PLAN ADJUSTMENT REPORT
September 30, 2014

	<u>Initial Projection</u>	<u>Revised Projection</u>	<u>Difference</u>	<u>Explanation</u>
SPECIAL REVENUE FUNDS				
<u>Office of Cultural Education</u>				
Cultural Education Account - 2014-15 Projected Revenue	\$31,500,000	\$31,100,000	(\$400,000)	Adjustment to reflect decreased revenue in the Cultural Education Account.
		Total Changes	(\$400,000)	