



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: Elizabeth R. Berlin *Elizabeth R. Berlin*
SUBJECT: State Education Department February 2018 Fiscal Report
DATE: March 1, 2018
AUTHORIZATION(S): *Mary Ellen Eia*

SUMMARY

Issues for Approval

The February Fiscal Report is presented for your review, discussion and acceptance.

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The February Fiscal Report reflects actual expenditures through February 28, 2018 and projected expenditures through the lapse period ending June 30, 2018.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2017-2018 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 projected to remain at a negative \$2.8 million.
- Federal – This report reflects current year plans for two year grant awards.

Recommendation

I recommend that the Board of Regents accept the February 2018 State Education Department Fiscal Report as presented.

Timetable for Implementation

N/A

STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF FEBRUARY 28, 2018
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 2/28/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End	
GENERAL FUND										
Personal Service	0	32,342,500	32,342,500	26,193,808	6,148,692	32,342,500	0	0	0	
Nonpersonal Service	0	26,394,500	26,394,500	12,050,434	14,344,066	26,394,500	0	0	0	
Subtotal	0	58,737,000	58,737,000	38,244,241	20,492,759	58,737,000	0	0	0	
SPECIAL REVENUE										
All Accounts	Subtotal	45,991,193	166,028,489	212,019,682	131,369,724	37,869,555	169,239,279	(3,210,790) (a)	3,607,675	42,780,403
FEDERAL FUNDS										
<i>October-September Programs</i>										
Personal Service	N/A	N/A	52,381,766	5,527,474	46,854,292	52,381,766	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	41,037,791	274,778	40,763,013	41,037,791	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	17,896,677	4,156,717	13,739,960	17,896,677	N/A	N/A	N/A	
Subtotal	N/A	N/A	111,316,234	9,958,969	101,357,265	111,316,234	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	33,032,256	21,069,176	11,963,080	33,032,256	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	26,268,707	7,919,022	18,349,685	26,268,707	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	25,114,194	8,261,360	16,852,834	25,114,194	N/A	N/A	N/A	
Subtotal	N/A	N/A	84,415,157	37,249,559	47,165,598	84,415,157	N/A	N/A	N/A	
GRAND TOTALS	N/A	N/A	466,488,073	216,822,493	206,885,177	423,707,670	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.

**ADULT CAREER AND CONTINUING EDUCATION SERVICES
FINANCIAL STATUS AS OF FEBRUARY 28, 2018**

For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 2/28/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	963,000	963,000	513,961	449,039	963,000	0	0	0
Nonpersonal Service	0	3,243,000	3,243,000	2,471,144	771,856	3,243,000	0	0	0
Subtotal	0	4,206,000	4,206,000	2,985,105	1,220,895	4,206,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	3,433,581	42,451,355	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	36,506,056	0	36,506,056	36,506,056	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	13,997,777	3,279,621	10,718,156	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	6,713,201	89,675,568	96,388,769	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,606,700	0	1,606,700	1,606,700	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,155,278	0	1,155,278	1,155,278	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	826,260	449,773	376,487	826,260	N/A	N/A	N/A
Subtotal	N/A	N/A	3,588,238	449,773	3,138,465	3,588,238	N/A	N/A	N/A
SPECIAL REVENUE									
Workers' Compensation	79,811	125,000 (b)	204,811	109,860	15,140	125,000	0	125,000	79,811
Social Security	0 (a)	405,587	405,587	276,669	128,918	405,587	0	0	0
Proprietary - Supervision	1,402,386	3,900,000 (c)	5,302,386	3,135,290	1,148,620	4,283,910	(383,910) (f)	1,090	1,018,476
Proprietary - Tuition Reimbursement	4,740,784	675,000 (d)	5,415,784	102,343	147,657	250,000	425,000	425,000	5,165,784 (e)
High School Equivalency (GED)	1,020,583	164,000	1,184,583	0	164,000	164,000	0	0	1,020,583

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

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

PROFESSIONS
FINANCIAL STATUS AS OF FEBRUARY 28, 2018
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 2/28/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
SPECIAL REVENUE									
Office of the Professions	16,616,122	51,400,000 (a)	68,016,122	42,357,239	10,655,275	53,012,514	(1,612,514) (b)	2,633,101	15,003,608
E-Licensing Project	15,463,000	0	15,463,000	0	0	0	0	0	15,463,000

(a) A sweep of \$2,777,000 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.

**HIGHER EDUCATION
FINANCIAL STATUS AS OF FEBRUARY 28, 2018**

For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 2/28/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	2,678,500	2,678,500	2,488,799	189,701	2,678,500	0	0	0
Nonpersonal Service	0	5,482,500	5,482,500	2,265,341	3,217,159	5,482,500	0	0	0
Subtotal	0	8,161,000	8,161,000	4,754,140	3,406,860	8,161,000	0	0	0
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	899,465	334,161	565,304	899,465	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	284,380	2,339	282,041	284,380	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	293,221	396	292,825	293,221	N/A	N/A	N/A
Subtotal	N/A	N/A	1,477,066	336,896	1,140,170	1,477,066	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	4,338,811	6,305,000	10,643,811	5,160,513	1,155,487	6,316,000	(11,000) (a)	0	4,327,811
Interstate Reciprocity for Postsecondary Distance Ed	210,360	600,000	810,360	399,347	150,645	549,992	50,008	50,008	260,368

(a) 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 FEBRUARY 28, 2018
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 2/28/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	21,924,000	21,924,000	17,688,292	4,235,708	21,924,000	0	0	0
Nonpersonal Service	0	15,112,000	15,112,000	5,900,223	9,211,777	15,112,000	0	0	0
Subtotal	0	37,036,000	37,036,000	23,588,516	13,447,484	37,036,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,640,973	1,173,992	2,466,981	3,640,973	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,755,982	187,102	2,568,880	2,755,982	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	3,034,361	860,797	2,173,564	3,034,361	N/A	N/A	N/A
Subtotal	N/A	N/A	9,431,316	2,221,892	7,209,424	9,431,316	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	25,345,303	17,572,494	7,772,810	25,345,303	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	24,829,049	7,916,683	16,912,366	24,829,049	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	23,647,213	7,788,759	15,858,454	23,647,213	N/A	N/A	N/A
Subtotal	N/A	N/A	73,821,565	33,277,936	40,543,629	73,821,565	N/A	N/A	N/A
SPECIAL REVENUE									
State School for the Blind at Batavia	0 (a)	10,917,000	10,917,000	9,421,345	1,495,655	10,917,000	0	0	0
State School for the Deaf at Rome	0 (a)	10,443,000	10,443,000	6,682,240	3,760,760	10,443,000	0	0	0

(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).

CULTURAL EDUCATION
FINANCIAL STATUS AS OF FEBRUARY 28, 2018
For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 2/28/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	388,000	388,000	337,343	50,657	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	159,598	145,402	305,000	0	0	0
Subtotal	0	693,000	693,000	496,941	196,059	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,855,857	919,901	1,935,956	2,855,857	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,775,753	87,676	1,688,077	1,775,753	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	864,539	16,299	848,240	864,539	N/A	N/A	N/A
Subtotal	N/A	N/A	5,496,149	1,023,876	4,472,273	5,496,149	N/A	N/A	N/A
SPECIAL REVENUE									
Cultural Education Account									
Office of Cultural Education-Operations	(2,752,865)	28,000,000	25,247,135	25,826,457	2,207,503	28,033,960	(33,960) (d)	263,390	(2,786,825)
Local Government Records									
Management Improvement Fund	0 (a)	3,847,234 (b)	3,847,234	2,521,782	1,325,452	3,847,234	0	0	0
Records Management Program	75,277	1,700,000	1,775,277	1,413,143	277,015	1,690,158	9,842	9,842	85,119
Cultural Resource Survey Account	0 (c)	10,261,655	10,261,655	3,240,777	7,020,878	10,261,655	0	0	0
Education Museum Account	155,417	335,000	490,417	211,956	123,006	334,962	38	38	155,455
Education Archives Account	45,156	23,000	68,156	15,789	12,711	28,500	(5,500) (d)	1,000	39,656
Education Library Account	134,739	30,000	164,739	27,060	50,940	78,000	(48,000) (d)	0	86,739
Grants and Bequests	66,345	0	66,345	0	0	0	0	0	66,345
Archives Partnership Trust	61,005 (e)	599,000	660,005	482,511	116,403	598,914	86	86	61,091
Summer School for the Arts	138,496	798,013	936,509	648,703	94,369	743,072	54,941	54,941	193,437

(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 FEBRUARY 28, 2018**

For State Fiscal Year 2017-18

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/17	2017-2018 Projected Revenue	Cumulative Projected Revenue 2017-2018	Actual Expenditures Through 2/28/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2017-2018 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/18	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	6,389,000	6,389,000	5,165,412	1,223,588	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	1,254,127	997,873	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	6,419,539	2,221,461	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	2,754,498	19,000,000	21,754,498	14,167,865	5,404,069	19,571,934	(571,934) (a)	28,066	2,182,564
Automation and Printing (IT)	1,441,268	16,500,000	17,941,268	15,168,834	2,415,053	17,583,887	(1,083,887) (a)	16,113	357,381
Subtotal	4,195,766	35,500,000	39,695,766	29,336,699	7,819,122	37,155,821	(1,655,821)	44,179	2,539,945
State Operations Total:	4,195,766	44,141,000	48,336,766	35,756,238	10,040,583	45,796,821	(1,655,821)	44,179	2,539,945
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	3,162,522	2,018,266	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	22,432	325,068	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	3,184,954	2,343,334	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.