



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: Phyllis D. Morris *Phyllis D. Morris*
SUBJECT: State Education Department August 2019 Fiscal Report
DATE: August 29, 2019
AUTHORIZATION(S): *Margaret Elin*

SUMMARY

Issues for Approval

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

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The August Fiscal Report reflects actual expenditures through August 31, 2019 and projected expenditures through the lapse period ending June 30, 2020.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2019-2020 enacted budget. General Fund accounts are in structural balance.

- Special Revenue – All revenue accounts are in structural balance on a current year basis and the accumulated negative balance in the Cultural Education Account is projected to end the fiscal year at a negative \$2.2 million.
- Federal – This report reflects current year plans for two-year grant awards.

Recommendation

I recommend that the Board of Regents accept the August 2019 State Education Department Fiscal Report as presented.

STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF AUGUST 31, 2019
For State Fiscal Year 2019-20

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Available Funds on 4/1/19	2019-2020 Projected Revenue	Cumulative Projected Revenue 2019-2020	Actual Expenditures Through 8/31/19	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2019-2020 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/20	Cumulative Projected Balance at Program Period End	
GENERAL FUND										
Personal Service	0	31,471,146	31,471,146	7,986,852	23,484,294	31,471,146	0	0	0	
Nonpersonal Service	0	28,265,854	28,265,854	1,018,379	27,247,475	28,265,854	0	0	0	
Subtotal	0	59,737,000	59,737,000	9,005,231	50,731,769	59,737,000	0	0	0	
SPECIAL REVENUE										
All Accounts	Subtotal	65,219,873	157,205,364	222,425,237	37,241,628	128,724,704	165,966,332	(8,760,968) (a)	4,459,056	56,458,905
FEDERAL FUNDS										
<i>October-September Programs</i>										
Personal Service	N/A	N/A	52,496,940	30,390,790	22,106,150	52,496,940	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	43,961,992	26,100,975	17,861,017	43,961,992	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	24,976,464	8,424,504	16,551,960	24,976,464	N/A	N/A	N/A	
Subtotal	N/A	N/A	121,435,396	64,916,268	56,519,128	121,435,396	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	35,457,865	33,852,955	1,604,910	35,457,865	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	29,287,833	23,412,511	5,875,322	29,287,833	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	38,093,560	21,094,584	16,998,976	38,093,560	N/A	N/A	N/A	
Subtotal	N/A	N/A	102,839,258	78,360,050	24,479,208	102,839,258	N/A	N/A	N/A	
GRAND TOTALS										
	N/A	N/A	506,436,891	189,523,178	260,454,808	449,977,986	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 AUGUST 31, 2019**

For State Fiscal Year 2019-20

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/19	2019-2020 Projected Revenue	Cumulative Projected Revenue 2019-2020	Actual Expenditures Through 8/31/19	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2019-2020 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/20	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	790,257	790,257	210,837	579,420	790,257	0	0	0
Nonpersonal Service	0	3,415,743	3,415,743	263,495	3,152,248	3,415,743	0	0	0
Subtotal	0	4,206,000	4,206,000	474,332	3,731,668	4,206,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	25,991,652	19,893,284	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	39,681,292	23,297,136	16,384,156	39,681,292	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	19,500,000	8,081,888	11,418,112	19,500,000	N/A	N/A	N/A
Subtotal	N/A	N/A	105,066,228	57,370,675	47,695,553	105,066,228	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,150,000	4,031	1,145,969	1,150,000	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	925,520	2,711	922,809	925,520	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	4,607,257	1,720,987	2,886,270	4,607,257	N/A	N/A	N/A
Subtotal	N/A	N/A	6,682,777	1,727,729	4,955,048	6,682,777	N/A	N/A	N/A
SPECIAL REVENUE									
Workers' Compensation	31,184	69,852 (b)	101,036	13,167	44,833	58,000	11,852	11,852	43,036
Social Security	0 (a)	209,379	209,379	0	209,379	209,379	0	0	0
Proprietary - Supervision	3,087,137	4,284,470	7,371,607	791,563	3,375,247	4,166,810 (e)	117,660	189,660	3,204,797
Proprietary - Tuition Reimbursement	4,978,681	384,967 (c)	5,363,648	44,431	405,569	450,000	(65,033) (g)	134,967	4,913,648 (d)
High School Equivalency (GED)	1,352,024	155,000	1,507,024	0	169,000	169,000 (f)	(14,000) (g)	0	1,338,024

(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 \$23,000 is anticipated against this account pursuant to the enacted State budget.

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

(e) Includes a one-time technology purchase of \$32,000.

(f) Includes a one-time technology purchase of \$14,000.

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

PROFESSIONS
FINANCIAL STATUS AS OF AUGUST 31, 2019
For State Fiscal Year 2019-20

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/19	2019-2020 Projected Revenue	Cumulative Projected Revenue 2019-2020	Actual Expenditures Through 8/31/19	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2019-2020 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/20	Cumulative Projected Balance at Program Period End
SPECIAL REVENUE									
Office of the Professions	34,605,621	54,700,000 (a)	89,305,621	10,462,188	42,520,903	52,983,091 (c)	1,716,909	2,537,857	36,322,530
E-Licensing Project	9,012,441	0	9,012,441	607,864	8,404,577	9,012,441	(9,012,441) (b)	0	0

(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.

(c) Includes a one-time technology purchase of \$88,000.

**HIGHER EDUCATION
FINANCIAL STATUS AS OF AUGUST 31, 2019**

For State Fiscal Year 2019-20

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/19	2019-2020 Projected Revenue	Cumulative Projected Revenue 2019-2020	Actual Expenditures Through 8/31/19	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2019-2020 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/20	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	2,715,800	2,715,800	774,597	1,941,203	2,715,800	0	0	0
Nonpersonal Service	0	5,445,200	5,445,200	4,903	5,440,297	5,445,200	0	0	0
Subtotal	0	8,161,000	8,161,000	779,500	7,381,500	8,161,000	0	0	0
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	729,376	661,332	68,044	729,376	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	197,176	139,019	58,157	197,176	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	277,997	66,737	211,260	277,997	N/A	N/A	N/A
Subtotal	N/A	N/A	1,204,549	867,088	337,461	1,204,549	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	7,231,395	6,300,000	13,531,395	1,356,772	5,027,601	6,384,373 (a)	(84,373) (b)	146,731	7,147,022
Interstate Reciprocity for Postsecondary Distance Ed	1,283,729	1,332,000	2,615,729	74,572	1,143,226	1,217,798 (c)	114,202	118,202	1,397,931
Institutional Accreditation	421,082	420,000	841,082	0	414,009	414,009	5,991	5,991	427,073

(a) Includes a one-time technology purchase of \$127,000.

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

(c) Includes a one-time technology purchase of \$4,000.

OFFICE OF P-12
FINANCIAL STATUS AS OF AUGUST 31, 2019
For State Fiscal Year 2019-20

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/19	2019-2020 Projected Revenue	Cumulative Projected Revenue 2019-2020	Actual Expenditures Through 8/31/19	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2019-2020 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/20	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	21,188,089	21,188,089	6,008,626	15,179,463	21,188,089	0	0	0
Nonpersonal Service	0	16,847,911	16,847,911	679,888	16,168,023	16,847,911	0	0	0
Subtotal	0	38,036,000	38,036,000	6,688,514	31,347,486	38,036,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,786,786	2,593,962	1,192,824	3,786,786	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	3,221,132	1,769,001	1,452,131	3,221,132	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	3,364,559	203,494	3,161,065	3,364,559	N/A	N/A	N/A
Subtotal	N/A	N/A	10,372,477	4,566,458	5,806,019	10,372,477	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	28,397,701	28,397,001	700	28,397,701	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	28,165,137	23,270,781	4,894,356	28,165,137	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	32,860,806	18,959,860	13,900,946	32,860,806	N/A	N/A	N/A
Subtotal	N/A	N/A	89,423,644	70,627,642	18,796,002	89,423,644	N/A	N/A	N/A
SPECIAL REVENUE									
State School for the Blind at Batavia	0 (a)	10,020,000	10,020,000	2,265,687	7,754,313	10,020,000	0	0	0
State School for the Deaf at Rome	0 (a)	9,641,000	9,641,000	1,745,130	7,895,870	9,641,000	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 AUGUST 31, 2019
For State Fiscal Year 2019-20

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/19	2019-2020 Projected Revenue	Cumulative Projected Revenue 2019-2020	Actual Expenditures Through 8/31/19	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2019-2020 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/20	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	388,000	388,000	72,780	315,220	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	1,653	303,347	305,000	0	0	0
Subtotal	0	693,000	693,000	74,433	618,567	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,825,218	1,805,176	1,020,042	2,825,218	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,059,568	1,034,837	24,731	1,059,568	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	2,111,905	139,122	1,972,783	2,111,905	N/A	N/A	N/A
Subtotal	N/A	N/A	5,996,691	2,979,135	3,017,556	5,996,691	N/A	N/A	N/A
SPECIAL REVENUE									
Cultural Education Account									
Office of Cultural Education-Operations	(2,171,544) (a)	27,500,000	25,328,456	6,806,210	20,676,176	27,482,386	17,614	189,385	(2,153,930)
Local Government Records									
Management Improvement Fund	0 (b)	3,380,972 (c)	3,380,972	702,173	2,678,799	3,380,972	0	0	0
Records Management Program	340,176	1,800,000	2,140,176	389,313	1,305,774	1,695,087	104,913	189,513	445,089
Cultural Resource Survey Account	0 (d)	9,179,934	9,179,934	753,815	8,426,119	9,179,934	0	0	0
Education Museum Account	288,899	280,000	568,899	45,578	258,835	304,413	(24,413) (e)	587	264,486
Education Archives Account	32,025	11,790	43,815	0	11,790	11,790	0	0	32,025
Education Library Account	160,651	40,000	200,651	6,580	30,504	37,084	2,916	12,916	163,567
Grants and Bequests	103,997	50,000	153,997	0	97,160	97,160	(47,160) (e)	50,000	56,837
Archives Partnership Trust	85,754 (f)	554,000	639,754	104,102	409,696	513,798	40,202	40,202	125,956
Summer School for the Arts	72,162	692,000	764,162	0	691,765	691,765	235	27,235	72,397

(a) Adjusted to reflect the one-time cost of accelerated Fringe Benefit payments.

(b) 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.

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

(d) 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).

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

(f) Excludes endowment funds.

**OPERATIONS AND MANAGEMENT SERVICES
FINANCIAL STATUS AS OF AUGUST 31, 2019**

For State Fiscal Year 2019-20

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/19	2019-2020 Projected Revenue	Cumulative Projected Revenue 2019-2020	Actual Expenditures Through 8/31/19	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2019-2020 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/20	Cumulative Projected Balance at Program Period End
GENERAL FUND									
Personal Service	0	6,389,000	6,389,000	920,013	5,468,987	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	68,440	2,183,560	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	988,453	7,652,547	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	3,693,353	8,200,000	11,893,353	6,138,006	3,883,215	10,021,221 (a)	(1,821,221) (b)	311,779	1,872,132
Automation and Printing (IT)	611,106	18,000,000	18,611,106	4,934,478	12,890,343	17,824,821 (c)	175,179	492,179	786,285
Subtotal	4,304,459	26,200,000	30,504,459	11,072,484	16,773,558	27,846,042	(1,646,042)	803,958	2,658,417
State Operations Total:	4,304,459	34,841,000	39,145,459	12,060,937	24,426,105	36,487,042	(1,646,042)	803,958	2,658,417
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	4,790,591	390,197	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	347,000	500	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	5,137,591	390,697	5,528,288	N/A	N/A	N/A

(a) Includes a one-time technology purchase of \$358,000.

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

(c) Includes a one-time technology purchase of \$317,000.