



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
Chief Financial Officer *Phyllis D. Morris*

SUBJECT: State Education Department October 2019 Fiscal Report

DATE: October 31, 2019

AUTHORIZATION(S): *Robert R. Berlin*

Issues for Approval

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

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The October Fiscal Report reflects actual expenditures through October 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 October 2019 State Education Department Fiscal Report as presented.

STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF October 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 10/31/19	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	18,464,348	13,006,798	31,471,146	0	0	0	
Nonpersonal Service	0	28,265,854	28,265,854	7,355,066	20,910,788	28,265,854	0	0	0	
Subtotal	0	59,737,000	59,737,000	25,819,413	33,917,586	59,737,000	0	0	0	
SPECIAL REVENUE										
All Accounts	Subtotal	65,219,873	168,005,364	233,225,237	91,203,877	85,562,455	176,766,332	(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	0	52,496,940	52,496,940	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	43,961,992	0	43,961,992	43,961,992	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	24,976,464	0	24,976,464	24,976,464	N/A	N/A	N/A	
Subtotal	N/A	N/A	121,435,396	0	121,435,396	121,435,396	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	36,819,211	7,513,498	29,305,713	36,819,211	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	29,573,080	4,332,001	25,241,079	29,573,080	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	38,387,005	853,464	37,533,541	38,387,005	N/A	N/A	N/A	
Subtotal	N/A	N/A	104,779,296	12,698,962	92,080,334	104,779,296	N/A	N/A	N/A	
GRAND TOTALS										
	N/A	N/A	519,176,929	129,722,253	332,995,770	462,718,024	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 October 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 10/31/19	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	381,786	408,471	790,257	0	0	0
Nonpersonal Service	0	3,415,743	3,415,743	1,797,339	1,618,404	3,415,743	0	0	0
Subtotal	0	4,206,000	4,206,000	2,179,125	2,026,875	4,206,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	0	45,884,936	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	39,681,292	0	39,681,292	39,681,292	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	19,500,000	0	19,500,000	19,500,000	N/A	N/A	N/A
Subtotal	N/A	N/A	105,066,228	0	105,066,228	105,066,228	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,150,000	0	1,150,000	1,150,000	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	925,520	0	925,520	925,520	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	4,607,257	502	4,606,755	4,607,257	N/A	N/A	N/A
Subtotal	N/A	N/A	6,682,777	502	6,682,275	6,682,777	N/A	N/A	N/A
SPECIAL REVENUE									
Workers' Compensation	31,184	69,852 (b)	101,036	25,023	32,977	58,000	11,852	11,852	43,036
Social Security	0 (a)	209,379	209,379	163,293	46,086	209,379	0	0	0
Proprietary - Supervision	3,087,137	4,284,470	7,371,607	1,863,875	2,302,935	4,166,810 (e)	117,660	189,660	3,204,797
Proprietary - Tuition Reimbursement	4,978,681	384,967 (c)	5,363,648	225,030	224,970	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 October 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 10/31/19	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	28,002,084	24,981,007	52,983,091 (c)	1,716,909	2,537,857	36,322,530
E-Licensing Project	9,012,441	0	9,012,441	1,101,505	7,910,936	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 October 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 10/31/19	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	1,716,137	999,663	2,715,800	0	0	0
Nonpersonal Service	0	5,445,200	5,445,200	847,342	4,597,858	5,445,200	0	0	0
Subtotal	0	8,161,000	8,161,000	2,563,479	5,597,521	8,161,000	0	0	0
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	731,876	77,105	654,771	731,876	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	194,734	26,617	168,117	194,734	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	277,939	136,916	141,023	277,939	N/A	N/A	N/A
Subtotal	N/A	N/A	1,204,549	240,638	963,911	1,204,549	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	7,231,395	6,300,000	13,531,395	3,524,671	2,859,702	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	242,565	975,233	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 October 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 10/31/19	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	13,398,762	7,789,327	21,188,089	0	0	0
Nonpersonal Service	0	16,847,911	16,847,911	3,898,553	12,949,358	16,847,911	0	0	0
Subtotal	0	38,036,000	38,036,000	17,297,315	20,738,685	38,036,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,786,786	0	3,786,786	3,786,786	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	3,221,132	0	3,221,132	3,221,132	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	3,364,559	0	3,364,559	3,364,559	N/A	N/A	N/A
Subtotal	N/A	N/A	10,372,477	0	10,372,477	10,372,477	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	29,756,547	6,815,522	22,941,025	29,756,547	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	28,452,826	4,305,384	24,147,442	28,452,826	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	33,154,309	716,006	32,438,303	33,154,309	N/A	N/A	N/A
Subtotal	N/A	N/A	91,363,682	11,836,912	79,526,770	91,363,682	N/A	N/A	N/A
SPECIAL REVENUE									
State School for the Blind at Batavia	0 (a)	10,020,000	10,020,000	5,938,531	4,081,469	10,020,000	0	0	0
State School for the Deaf at Rome	0 (a)	9,641,000	9,641,000	4,507,429	5,133,571	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 October 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 10/31/19	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	158,965	229,035	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	41,814	263,186	305,000	0	0	0
Subtotal	0	693,000	693,000	200,779	492,221	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,825,218	0	2,825,218	2,825,218	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,059,568	0	1,059,568	1,059,568	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	2,111,905	0	2,111,905	2,111,905	N/A	N/A	N/A
Subtotal	N/A	N/A	5,996,691	0	5,996,691	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	17,183,147	10,299,239	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	1,770,531	1,610,441	3,380,972	0	0	0
Records Management Program	340,176	1,800,000	2,140,176	896,777	798,310	1,695,087	104,913	189,513	445,089
Cultural Resource Survey Account	0 (d)	9,179,934	9,179,934	1,896,048	7,283,886	9,179,934	0	0	0
Education Museum Account	288,899	280,000	568,899	118,233	186,180	304,413	(24,413) (e)	587	264,486
Education Archives Account	32,025	11,790	43,815	8,000	3,790	11,790	0	0	32,025
Education Library Account	160,651	40,000	200,651	16,530	20,554	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	270,518	243,280	513,798	40,202	40,202	125,956
Summer School for the Arts	72,162	692,000	764,162	147,448	544,317	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 October 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 10/31/19	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	2,808,697	3,580,303	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	770,019	1,481,981	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	3,578,715	5,062,285	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	3,693,353	19,000,000	22,693,353	12,829,058	7,992,163	20,821,221 (a)	(1,821,221) (b)	311,779	1,872,132
Automation and Printing (IT)	611,106	18,000,000	18,611,106	10,473,580	7,351,241	17,824,821 (c)	175,179	492,179	786,285
Subtotal	4,304,459	37,000,000	41,304,459	23,302,638	15,343,404	38,646,042	(1,646,042)	803,958	2,658,417
State Operations Total:	4,304,459	45,641,000	49,945,459	26,881,353	20,405,689	47,287,042	(1,646,042)	803,958	2,658,417
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	620,871	4,559,917	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	40	347,460	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	620,911	4,907,377	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.