



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 December 2018 Fiscal Report  
**DATE:** January 3, 2019  
**AUTHORIZATION(S):** *Mary Ellen Elin*

## SUMMARY

### Issues for Approval

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

### Reason(s) for Consideration

Update.

### Proposed Handling

Review, discussion and acceptance.

### Procedural History

The December Fiscal Report reflects actual expenditures through December 31, 2018 and projected expenditures through the lapse period ending June 30, 2019.

### Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2018-2019 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 December 2018 State Education Department Fiscal Report as presented.

**Timetable for Implementation**

N/A

**STATE EDUCATION DEPARTMENT GRAND TOTALS**  
**FINANCIAL STATUS AS OF December 31, 2018**  
*For State Fiscal Year 2018-19*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Available Funds on 4/1/18	2018-2019 Projected Revenue	Cumulative Projected Revenue 2018-2019	Actual Expenditures Through 12/31/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2018-2019 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/19	Cumulative Projected Balance at Program Period End	
<b>GENERAL FUND</b>										
Personal Service	0	31,565,248	32,301,159	19,885,641	11,679,607	31,565,248	0	0	0	
Nonpersonal Service	0	27,171,752	26,435,841	10,665,325	16,506,427	27,171,752	0	0	0	
Subtotal	0	58,737,000	58,737,000	30,550,966	28,186,034	58,737,000	0	0	0	
<b>SPECIAL REVENUE</b>										
All Accounts	Subtotal	61,368,647	166,007,354	227,376,001	122,089,509	33,589,030	155,678,539	10,328,815	12,824,898	71,697,462
<b>FEDERAL FUNDS</b>										
<i>October-September Programs</i>										
Personal Service	N/A	N/A	52,351,127	4,518,565	47,832,562	52,351,127	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	40,321,606	5,673,890	34,647,716	40,321,606	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	19,144,043	1,575,501	17,568,542	19,144,043	N/A	N/A	N/A	
Subtotal	N/A	N/A	111,816,776	11,767,955	100,048,821	111,816,776	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	35,457,865	16,902,287	18,555,578	35,457,865	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	29,287,833	9,901,257	19,386,576	29,287,833	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	38,093,560	4,683,887	33,409,673	38,093,560	N/A	N/A	N/A	
Subtotal	N/A	N/A	102,839,258	31,487,431	71,351,827	102,839,258	N/A	N/A	N/A	
<b>GRAND TOTALS</b>	N/A	N/A	500,769,035	195,895,862	233,175,711	429,071,573	N/A	N/A	N/A	

**ADULT CAREER AND CONTINUING EDUCATION SERVICES  
FINANCIAL STATUS AS OF December 31, 2018**

*For State Fiscal Year 2018-19*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/18	2018-2019 Projected Revenue	Cumulative Projected Revenue 2018-2019	Actual Expenditures Through 12/31/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2018-2019 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/19	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	667,000	667,000	339,034	327,966	667,000	0	0	0
Nonpersonal Service	0	3,539,000	3,539,000	1,669,473	1,869,527	3,539,000	0	0	0
Subtotal	0	4,206,000	4,206,000	2,008,506	2,197,494	4,206,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	3,434,765	42,450,171	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	36,506,056	5,216,124	31,289,932	36,506,056	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	13,997,777	1,420,598	12,577,179	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	10,071,487	86,317,282	96,388,769	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	374	4,606,883	4,607,257	N/A	N/A	N/A
Subtotal	N/A	N/A	6,682,777	374	6,682,403	6,682,777	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Workers' Compensation	3,530	58,000 (b)	61,530	17,519	40,481	58,000	0	0	3,530
Social Security	0 (a)	206,601	206,601	63,280	143,321	206,601	0	0	0
Proprietary - Supervision	2,065,128	4,300,000 (c)	6,365,128	2,558,650	1,176,125	3,734,775	565,225	565,225	2,630,353
Proprietary - Tuition Reimbursement	4,669,102	500,000 (d)	5,169,102	52,389	397,611	450,000	50,000	250,000	4,719,102 (e)
High School Equivalency (GED)	1,197,122	170,000	1,367,122	0	165,000	165,000	5,000	5,000	1,202,122

(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.

**PROFESSIONS**  
**FINANCIAL STATUS AS OF December 31, 2018**  
*For State Fiscal Year 2018-19*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/18	2018-2019 Projected Revenue	Cumulative Projected Revenue 2018-2019	Actual Expenditures Through 12/31/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2018-2019 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/19	Cumulative Projected Balance at Program Period End
<b>SPECIAL REVENUE</b>									
Office of the Professions	38,435,757	54,700,000 (a)	93,135,757	38,812,672	6,208,176	45,020,848	9,679,152	9,679,152	48,114,909
E-Licensing Project	4,300,000	0	4,300,000	0	0	0	0	0	4,300,000

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

**HIGHER EDUCATION**  
**FINANCIAL STATUS AS OF December 31, 2018**  
*For State Fiscal Year 2018-19*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/18	2018-2019 Projected Revenue	Cumulative Projected Revenue 2018-2019	Actual Expenditures Through 12/31/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2018-2019 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/19	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	2,933,159	2,933,159	1,981,433	951,726	2,933,159	0	0	0
Nonpersonal Service	0	5,227,841	5,227,841	837,216	4,390,625	5,227,841	0	0	0
Subtotal	0	8,161,000	8,161,000	2,818,649	5,342,351	8,161,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	729,376	97,683	631,693	729,376	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	197,176	72,965	124,211	197,176	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	277,997	314	277,683	277,997	N/A	N/A	N/A
Subtotal	N/A	N/A	1,204,549	170,962	1,033,587	1,204,549	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Office of Teacher Certification	4,511,240	6,100,000	10,611,240	5,192,501	1,007,499	6,200,000	(100,000) (a)	0	4,411,240
Interstate Reciprocity for Postsecondary Distance Ed	848,061	900,000	1,748,061	405,056	128,944	534,000	366,000	366,000	1,214,061

(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 December 31, 2018**  
*For State Fiscal Year 2018-19*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/18	2018-2019 Projected Revenue	Cumulative Projected Revenue 2018-2019	Actual Expenditures Through 12/31/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2018-2019 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/19	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	21,188,089	21,924,000	13,467,172	7,720,917	21,188,089	0	0	0
Nonpersonal Service	0	15,847,911	15,112,000	7,072,547	8,775,364	15,847,911	0	0	0
Subtotal	0	37,036,000	37,036,000	20,539,718	16,496,282	37,036,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,640,973	613,129	3,027,844	3,640,973	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,755,982	408,086	2,347,896	2,755,982	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	3,034,361	63,721	2,970,640	3,034,361	N/A	N/A	N/A
Subtotal	N/A	N/A	9,431,316	1,084,935	8,346,381	9,431,316	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	28,397,701	14,774,644	13,623,057	28,397,701	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	28,165,137	9,828,292	18,336,845	28,165,137	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	32,860,806	4,625,283	28,235,523	32,860,806	N/A	N/A	N/A
Subtotal	N/A	N/A	89,423,644	29,228,219	60,195,425	89,423,644	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
State School for the Blind at Batavia	0 (a)	10,020,000	10,020,000	9,461,683	558,317	10,020,000	0	0	0
State School for the Deaf at Rome	0 (a)	9,641,000	9,641,000	6,668,989	2,972,011	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 December 31, 2018**  
*For State Fiscal Year 2018-19*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/18	2018-2019 Projected Revenue	Cumulative Projected Revenue 2018-2019	Actual Expenditures Through 12/31/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2018-2019 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/19	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	388,000	388,000	244,706	143,294	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	141,920	163,080	305,000	0	0	0
Subtotal	0	693,000	693,000	386,626	306,374	693,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,825,218	470,671	2,354,547	2,825,218	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,059,568	49,680	1,009,888	1,059,568	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	2,111,905	91,182	2,020,723	2,111,905	N/A	N/A	N/A
Subtotal	N/A	N/A	5,996,691	611,533	5,385,158	5,996,691	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Cultural Education Account									
Office of Cultural Education-Operations	(2,559,100)	27,500,000	24,940,900	22,261,374	4,859,991	27,121,365	378,635	661,118	(2,180,465)
Local Government Records									
Management Improvement Fund	0 (a)	3,015,785 (b)	3,015,785	2,377,200	638,585	3,015,785	0	0	0
Records Management Program	222,694	1,700,000	1,922,694	1,189,518	591,072	1,780,590	(80,590) (d)	10	142,104
Cultural Resource Survey Account	0 (c)	8,525,158	8,525,158	2,726,646	5,798,512	8,525,158	0	0	0
Education Museum Account	212,561	335,000	547,561	180,650	71,715	252,365	82,635	85,635	295,196
Education Archives Account	41,079	23,000	64,079	862	14,927	15,789	7,211	7,211	48,290
Education Library Account	154,590	40,000	194,590	27,084	0	27,084	12,916	12,916	167,506
Grants and Bequests	66,345	0	66,345	0	0	0	0	0	66,345
Archives Partnership Trust	50,597 (e)	554,000	604,597	361,948	135,095	497,043	56,957	56,957	107,554
Summer School for the Arts	85,149	718,810	803,959	649,066	0	649,066	69,744	69,744	154,893

(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 December 31, 2018**

*For State Fiscal Year 2018-19*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/18	2018-2019 Projected Revenue	Cumulative Projected Revenue 2018-2019	Actual Expenditures Through 12/31/18	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2018-2019 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/19	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	6,389,000	6,389,000	3,853,297	2,535,703	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	944,170	1,307,830	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	4,797,466	3,843,534	8,641,000	0	0	0
<b>SPECIAL REVENUE</b>									
Cost Recovery Account	4,401,708	19,000,000	23,401,708	14,919,502	3,460,486	18,379,988	620,012	620,012	5,021,720
Automation and Printing (IT)	2,663,084	18,000,000	20,663,084	14,162,920	5,221,162	19,384,082	(1,384,082) (a)	445,918	1,279,002
Subtotal	7,064,792	37,000,000	44,064,792	29,082,421	8,681,649	37,764,070	(764,070)	1,065,930	6,300,722
State Operations Total:	7,064,792	45,641,000	52,705,792	33,879,888	12,525,182	46,405,070	(764,070)	1,065,930	6,300,722
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,180,788	2,029,961	3,150,827	5,180,788	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	347,500	57,916	289,584	347,500	N/A	N/A	N/A
Subtotal	N/A	N/A	5,528,288	2,087,877	3,440,411	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.