



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 September 2019 Fiscal Report

DATE: September 26, 2019

AUTHORIZATION(S): *Elizabeth R Berlin*

SUMMARY

Issues for Approval

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

Reason(s) for Consideration

Update.

Proposed Handling

Review, discussion and acceptance.

Procedural History

The September Fiscal Report reflects actual expenditures through September 30, 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 September 2019 State Education Department Fiscal Report as presented.

STATE EDUCATION DEPARTMENT GRAND TOTALS
FINANCIAL STATUS AS OF SEPTEMBER 30, 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 9/30/19	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	14,786,023	16,685,122	31,471,146	0	0	0	
Nonpersonal Service	0	28,265,854	28,265,854	5,990,472	22,275,382	28,265,854	0	0	0	
Subtotal	0	59,737,000	59,737,000	20,776,496	38,960,504	59,737,000	0	0	0	
SPECIAL REVENUE										
All Accounts	Subtotal	65,219,873	168,005,364	233,225,237	75,297,455	101,468,878	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	42,093,930	10,403,010	52,496,940	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	43,961,992	33,600,162	10,361,830	43,961,992	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	24,976,464	13,883,655	11,092,809	24,976,464	N/A	N/A	N/A	
Subtotal	N/A	N/A	121,435,396	89,577,747	31,857,649	121,435,396	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	36,819,211	3,024,434	33,794,777	36,819,211	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	29,573,080	1,246,554	28,326,526	29,573,080	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	38,387,005	523,463	37,863,542	38,387,005	N/A	N/A	N/A	
Subtotal	N/A	N/A	104,779,296	4,794,451	99,984,845	104,779,296	N/A	N/A	N/A	
GRAND TOTALS										
	N/A	N/A	519,176,929	190,446,148	272,271,876	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 SEPTEMBER 30, 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 9/30/19	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	337,891	452,366	790,257	0	0	0
Nonpersonal Service	0	3,415,743	3,415,743	1,567,665	1,848,078	3,415,743	0	0	0
Subtotal	0	4,206,000	4,206,000	1,905,557	2,300,443	4,206,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	45,884,936	36,219,079	9,665,857	45,884,936	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	39,681,292	30,096,814	9,584,478	39,681,292	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	19,500,000	11,881,677	7,618,323	19,500,000	N/A	N/A	N/A
Subtotal	N/A	N/A	105,066,228	78,197,570	26,868,658	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	0	4,607,257	4,607,257	N/A	N/A	N/A
Subtotal	N/A	N/A	6,682,777	0	6,682,777	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	0	209,379	209,379	0	0	0
Proprietary - Supervision	3,087,137	4,284,470	7,371,607	1,563,957	2,602,853	4,166,810 (e)	117,660	189,660	3,204,797
Proprietary - Tuition Reimbursement	4,978,681	384,967 (c)	5,363,648	188,297	261,703	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 SEPTEMBER 30, 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 9/30/19	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	23,302,847	29,680,244	52,983,091 (c)	1,716,909	2,537,857	36,322,530
E-Licensing Project	9,012,441	0	9,012,441	921,150	8,091,291	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 SEPTEMBER 30, 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 9/30/19	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	1,414,744	1,301,056	2,715,800	0	0	0
Nonpersonal Service	0	5,445,200	5,445,200	596,045	4,849,155	5,445,200	0	0	0
Subtotal	0	8,161,000	8,161,000	2,010,788	6,150,212	8,161,000	0	0	0
FEDERAL FUNDS									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	731,876	30,604	701,272	731,876	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	194,734	0	194,734	194,734	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	277,939	0	277,939	277,939	N/A	N/A	N/A
Subtotal	N/A	N/A	1,204,549	30,604	1,173,945	1,204,549	N/A	N/A	N/A
SPECIAL REVENUE									
Office of Teacher Certification	7,231,395	6,300,000	13,531,395	3,027,054	3,357,319	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	153,840	1,063,958	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 SEPTEMBER 30, 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 9/30/19	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	10,525,468	10,662,621	21,188,089	0	0	0
Nonpersonal Service	0	16,847,911	16,847,911	3,144,783	13,703,128	16,847,911	0	0	0
Subtotal	0	38,036,000	38,036,000	13,670,251	24,365,749	38,036,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	3,786,786	3,508,046	278,740	3,786,786	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	3,221,132	2,462,377	758,755	3,221,132	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	3,364,559	581,858	2,782,701	3,364,559	N/A	N/A	N/A
Subtotal	N/A	N/A	10,372,477	6,552,280	3,820,197	10,372,477	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	29,756,547	2,799,427	26,957,120	29,756,547	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	28,452,826	1,246,554	27,206,272	28,452,826	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	33,154,309	523,463	32,630,846	33,154,309	N/A	N/A	N/A
Subtotal	N/A	N/A	91,363,682	4,569,444	86,794,238	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	4,970,981	5,049,019	10,020,000	0	0	0
State School for the Deaf at Rome	0 (a)	9,641,000	9,641,000	3,799,150	5,841,850	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 SEPTEMBER 30, 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 9/30/19	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	127,952	260,048	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	30,260	274,740	305,000	0	0	0
Subtotal	0	693,000	693,000	158,212	534,788	693,000	0	0	0
FEDERAL FUNDS									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,825,218	2,366,805	458,413	2,825,218	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,059,568	1,040,971	18,597	1,059,568	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	2,111,905	1,420,120	691,785	2,111,905	N/A	N/A	N/A
Subtotal	N/A	N/A	5,996,691	4,827,896	1,168,795	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	14,670,818	12,811,568	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	1,464,809	1,916,163	3,380,972	0	0	0
Records Management Program	340,176	1,800,000	2,140,176	750,962	944,125	1,695,087	104,913	189,513	445,089
Cultural Resource Survey Account	0 (d)	9,179,934	9,179,934	1,583,021	7,596,913	9,179,934	0	0	0
Education Museum Account	288,899	280,000	568,899	98,167	206,246	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	16,512	20,572	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	211,637	302,161	513,798	40,202	40,202	125,956
Summer School for the Arts	72,162	692,000	764,162	142,190	549,575	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 SEPTEMBER 30, 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 9/30/19	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	2,379,969	4,009,031	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	651,720	1,600,280	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	3,031,688	5,609,312	8,641,000	0	0	0
SPECIAL REVENUE									
Cost Recovery Account	3,693,353	19,000,000	22,693,353	9,817,549	11,003,672	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	8,581,491	9,243,330	17,824,821 (c)	175,179	492,179	786,285
Subtotal	4,304,459	37,000,000	41,304,459	18,399,041	20,247,001	38,646,042	(1,646,042)	803,958	2,658,417
State Operations Total:	4,304,459	45,641,000	49,945,459	21,430,729	25,856,313	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	194,403	4,986,385	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	194,403	5,333,885	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.