



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:** Donald Juron *Donald E Juron*  
**SUBJECT:** State Education Department October 2013 Fiscal Report  
**DATE:** November 8, 2013

**AUTHORIZATION(S):**

*John B. Juron*

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, 2013 and projected expenditures through the lapse period ending June 30, 2014.

Background Information

- All Funds – Extensive spending controls continue.
- General Fund – Overall spending plans reflect the amounts appropriated in the 2013-2014 enacted budget. General Fund accounts are in structural balance with the exception of the Tenured Teacher Hearings (TTH) account. The 2013-14 budget includes a \$6 million appropriation for TTH claims, an increase of \$2.2 million from the prior year. With these

additional funds, the deficit at the end of 2013-14 is projected to be \$2.03 million.

- 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 being reduced by approximately \$2,200,000.
- Federal – This report reflects current year plans for two year grant awards.

### Recommendation

I recommend that the Board of Regents accept the October 2013 State Education Department Fiscal Report as presented.

### Timetable for Implementation

N/A

**STATE EDUCATION DEPARTMENT GRAND TOTALS**  
**FINANCIAL STATUS AS OF OCTOBER 31, 2013**  
*For State Fiscal Year 2013-14*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 10/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End	
<b>GENERAL FUND</b>										
Personal Service	0	25,671,801	25,671,801	13,762,279	11,909,522	25,671,801	0	0	0	
Nonpersonal Service	0	22,040,199	22,040,199	5,448,451	18,621,748	24,070,199	(2,030,000) (a)	(2,030,000) (a)	(2,030,000) (a)	
Subtotal	0	47,712,000	47,712,000	19,210,730	30,531,270	49,742,000	(2,030,000) (a)	(2,030,000) (a)	(2,030,000) (a)	
<b>SPECIAL REVENUE</b>										
All Accounts	Subtotal	27,292,250	157,609,205	184,901,455	82,458,754	75,335,945	157,794,699	(185,494) (b)	7,232,652	27,106,756
<b>FEDERAL FUNDS</b>										
<i>October-September Programs</i>										
Personal Service	N/A	N/A	51,597,920	0	51,597,920	51,597,920	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	40,664,101	0	40,664,101	40,664,101	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	20,399,056	0	20,399,056	20,399,056	N/A	N/A	N/A	
Subtotal	N/A	N/A	112,661,077	0	112,661,077	112,661,077	N/A	N/A	N/A	
<i>July-June Programs</i>										
Personal Service	N/A	N/A	35,784,279	2,564,723	33,219,556	35,784,279	N/A	N/A	N/A	
Fringe/Indirect Costs	N/A	N/A	29,152,398	1,924,910	27,227,488	29,152,398	N/A	N/A	N/A	
Nonpersonal Service	N/A	N/A	179,858,230	18,524,608	161,333,622	179,858,230	N/A	N/A	N/A	
Subtotal	N/A	N/A	244,794,907	23,014,242	221,780,665	244,794,907	N/A	N/A	N/A	
<b>GRAND TOTALS</b>	N/A	N/A	590,069,439	124,683,726	440,308,957	564,992,683	N/A	N/A	N/A	

(a) This structural imbalance is the result of continued underfunding for the Tenured Teacher Hearing program.

(b) This imbalance is the result of normal cash flow and 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, 2013**  
*For State Fiscal Year 2013-14*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 10/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	667,000	667,000	419,199	247,801	667,000	0	0	0
Nonpersonal Service	0	3,539,000	3,539,000	727,626	2,811,374	3,539,000	0	0	0
Subtotal	0	4,206,000	4,206,000	1,146,825	3,059,175	4,206,000	0	0	0
<b>FEDERAL FUNDS</b>									
<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	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	0	13,997,777	13,997,777	N/A	N/A	N/A
Subtotal	N/A	N/A	96,388,769	0	96,388,769	96,388,769	N/A	N/A	N/A
<i>July-June Programs</i>									
Personal Service	N/A	N/A	1,706,700	0	1,706,700	1,706,700	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,255,278	0	1,255,278	1,255,278	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	626,260	0	626,260	626,260	N/A	N/A	N/A
Subtotal	N/A	N/A	3,588,238	0	3,588,238	3,588,238	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Workers' Compensation	146,779	100,000 (b)	246,779	13,715	86,285	100,000	0	0	146,779
Social Security	0 (a)	175,640	175,640	3,136,818	(2,961,178)	175,640	0	0	0
Proprietary - Supervision	3,307,787	3,816,088 (c)	7,123,875	1,871,820	2,455,996	4,327,816	(511,728) (e)	238,272	2,796,059 (g)
Proprietary - Tuition Reimbursement	2,708,783	330,000 (d)	3,038,783	84,215	615,785	700,000	(370,000) (e)	130,000	2,338,783 (h)
High School Equivalency (GED)	778,359	225,000	1,003,359	494,454	428,916	923,370	(698,370) (f)	(698,370) (f)	79,989

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

(f) This imbalance is the result of normal cash flow and the use of prior year funds to meet current year obligations.

(g) Some funds are earmarked for future technology enhancements.

(h) 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 OCTOBER 31, 2013**  
*For State Fiscal Year 2013-14*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 10/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
<b><i>SPECIAL REVENUE</i></b>									
Office of the Professions	12,390,393	44,508,836 (a)	56,899,229	21,867,557	20,868,436	42,735,993	1,772,843	3,996,891	14,163,236
E-Licensing Project	8,400,000	0	8,400,000	0	2,400,000	2,400,000	(2,400,000)	0	6,000,000

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

**HIGHER EDUCATION**  
**FINANCIAL STATUS AS OF OCTOBER 31, 2013**  
*For State Fiscal Year 2013-14*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 10/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	2,226,801	2,226,801	1,399,885	826,916	2,226,801	0	0	0
Nonpersonal Service	0	161,873	161,873	15,728	146,145	161,873	0	0	0
Tenured Teacher Hearings NPS	0	5,772,326	5,772,326	2,242,180	5,560,146	7,802,326	(2,030,000)	(2,030,000) (a)	(2,030,000)
Subtotal	0	8,161,000	8,161,000	3,657,793	6,533,207	10,191,000	(2,030,000)	(2,030,000)	(2,030,000)
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	895,960	76,903	819,057	895,960	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	290,523	0	290,523	290,523	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	268,018	477	267,541	268,018	N/A	N/A	N/A
Subtotal	N/A	N/A	1,454,501	77,380	1,377,121	1,454,501	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Office of Teacher Certification	2,871,192	6,900,000 (b)	9,771,192	3,941,865	3,153,090	7,094,955	(194,955) (d)	58,045	2,676,237
Regents Accreditation of Teacher Education	41,382	31,000 (c)	72,382	35,830	34,522	70,352	(39,352) (d)	31,000	2,030

(a) This structural imbalance is the result of continued underfunding for the Tenured Teacher Hearing program which is beyond the Department's control.

(b) A sweep of \$861,000 is anticipated against this account pursuant to the enacted State budget.

(c) A sweep of \$21,000 is anticipated against this account pursuant to the enacted State budget.

(d) 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 OCTOBER 31, 2013**  
*For State Fiscal Year 2013-14*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 10/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	16,001,000	16,001,000	8,285,720	7,715,280	16,001,000	0	0	0
Nonpersonal Service	0	10,010,000	10,010,000	1,277,842	8,732,158	10,010,000	0	0	0
Subtotal	0	26,011,000	26,011,000	9,563,562	16,447,438	26,011,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,962,984	0	2,962,984	2,962,984	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	2,258,895	0	2,258,895	2,258,895	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	5,501,279	0	5,501,279	5,501,279	N/A	N/A	N/A
Subtotal	N/A	N/A	10,723,158	0	10,723,158	10,723,158	N/A	N/A	N/A
<i>July-June Programs (a)</i>									
Personal Service	N/A	N/A	28,124,790	2,487,820	25,636,970	28,124,790	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	27,606,597	1,924,910	25,681,687	27,606,597	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	178,616,452	18,524,131	160,092,321	178,616,452	N/A	N/A	N/A
Subtotal	N/A	N/A	234,347,839	22,936,862	211,410,977	234,347,839	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
State School for the Blind at Batavia	0 (b)	10,020,000	10,020,000	5,708,865	4,311,135	10,020,000	0	0	0
State School for the Deaf at Rome	0 (b)	9,445,727	9,445,727	4,226,728	5,218,999	9,445,727	0	0	0

(a) Includes Race to the Top funding.

(b) 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, 2013**  
*For State Fiscal Year 2013-14*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 10/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	388,000	388,000	175,672	212,328	388,000	0	0	0
Nonpersonal Service	0	305,000	305,000	32,556	272,444	305,000	0	0	0
Subtotal	0	693,000	693,000	208,228	484,772	693,000	0	0	0
<b>FEDERAL FUNDS</b>									
<i>October-September Programs</i>									
Personal Service	N/A	N/A	2,750,000	0	2,750,000	2,750,000	N/A	N/A	N/A
Fringe/Indirect Costs	N/A	N/A	1,899,150	0	1,899,150	1,899,150	N/A	N/A	N/A
Nonpersonal Service	N/A	N/A	900,000	0	900,000	900,000	N/A	N/A	N/A
Subtotal	N/A	N/A	5,549,150	0	5,549,150	5,549,150	N/A	N/A	N/A
<b>SPECIAL REVENUE</b>									
Cultural Education Account									
Office of Cultural Education-Operations	(8,497,206)	31,200,000	22,702,794	13,800,551	15,199,449	29,000,000	2,200,000	2,200,000	(6,297,206)
Local Government Records									
Management Improvement Fund	0 (a)	3,462,476 (b)	3,462,476	2,382,539	1,079,937	3,462,476	0	0	0
Records Management Program	790,961	2,883,156	3,674,117	1,287,648	895,640	2,183,288	699,868	699,868	1,490,829
Cultural Resource Survey Account	0 (c)	6,270,432	6,270,432	2,424,663	3,845,769	6,270,432	0	0	0
Education Museum Account	7,116	2,234,975	2,242,091	209,325	1,629,203	1,838,528	396,447	396,447	403,563
Education Archives Account	90,821	17,000	107,821	24,390	32,510	56,900	(39,900) (d)	17,000	50,921
Education Library Account	81,054	65,000	146,054	21,770	110,230	132,000	(67,000) (d)	65,000	14,054
Grants and Bequests	242,208	8,000	250,208	98,626	25,720	124,346	(116,346) (d)	8,000	125,862
Archives Partnership Trust	116,130 (e)	559,538	675,668	202,346	343,981	546,327	13,211	13,211	129,341
Summer School for the Arts	35,736	856,337	892,073	576,012	245,093	821,105	35,232	35,232	70,968

(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 OCTOBER 31, 2013**

*For State Fiscal Year 2013-14*

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Available Funds on 4/1/13	2013-2014 Projected Revenue	Cumulative Projected Revenue 2013-2014	Actual Expenditures Through 10/31/13	Projected Expenditures to Program Period End	Total Expenditures Actual and Projected	2013-2014 Projected Revenue vs. Expenditures	Projected Structural Balance at 3/31/14	Cumulative Projected Balance at Program Period End
<b>GENERAL FUND</b>									
Personal Service	0	6,389,000	6,389,000	3,481,804	2,907,196	6,389,000	0	0	0
Nonpersonal Service	0	2,252,000	2,252,000	1,152,518	1,099,482	2,252,000	0	0	0
Subtotal	0	8,641,000	8,641,000	4,634,322	4,006,678	8,641,000	0	0	0
<b>SPECIAL REVENUE</b>									
Cost Recovery Account	1,020,635	17,500,000	18,520,635	11,169,412	6,311,903	17,481,315	18,685	18,685	1,039,320
Automation and Printing (IT)	2,760,121	17,000,000	19,760,121	8,879,605	9,004,524	17,884,129	(884,129) (a)	23,371	1,875,992 (b)
Subtotal	3,780,756	34,500,000	38,280,756	20,049,017	15,316,427	35,365,444	(865,444)	42,056	2,915,312
State Operations Total:	3,780,756	43,141,000	46,921,756	24,683,339	19,323,105	44,006,444	(865,444)	42,056	2,915,312
<b>FEDERAL FUNDS</b>									
<i>July-June Programs</i>									
Personal Service	N/A	N/A	5,056,829	0	5,056,829	5,056,829	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	5,404,329	0	5,404,329	5,404,329	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.

(b) Funds earmarked for future critical IT projects. (State Aid Management System and the Statewide Financial System)